

UNAUDITED

FINANCIAL REPORT

OF

TARLETON STATE UNIVERSITY

FOR THE YEAR ENDED AUGUST 31, 2011

WITH COMPARATIVE TOTALS FOR THE YEAR ENDED AUGUST 31, 2010



F. DOMINIC DOTTAVIO, PH.D., PRESIDENT

JERRY W. GRAHAM, VICE PRESIDENT FOR FINANCE AND ADMINISTRATION

MIKE TATE, ASSISTANT VICE PRESIDENT AND CONTROLLER

STEPHENVILLE, TEXAS

UNAUDITED

TARLETON STATE UNIVERSITY

CURRENT YEAR
STUDENT ENROLLMENT DATA

<u>TYPE OF STUDENT</u>	<u>NUMBER OF STUDENTS BY SEMESTER</u>	
	<u>FALL 2010</u>	<u>FALL 2011</u>
Texas Resident	9,027	9,584
Out-of-State	234	226
Foreign	80	70
Not Reported	0	12
Total Students	<u>9,341</u>	<u>9,892</u>

HISTORICAL
STUDENT ENROLLMENT DATA

(Fall Semester)

<u>FISCAL YEAR</u>	<u>HEADCOUNT</u>	<u>SEMESTER CREDIT HOURS</u>
2000-01	7,545	85,555
2001-02	8,024	90,623
2002-03	8,320	93,779
2003-04	8,845	99,696
2004-05	9,033	102,600
2005-06	9,140	103,410
2006-07	9,464	106,126
2007-08	9,466	105,306
2008-09	9,633	103,903
2009-10	8,596	97,104
2010-11	9,341	104,742
2011-12	9,892	111,321

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TARLETON STATE UNIVERSITY
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EXHIBIT III
TARLETON STATE UNIVERSITY
BALANCE SHEET
FOR THE YEAR ENDED AUGUST 31, 2011

	CURRENT YEAR TOTAL	PRIOR YEAR TOTAL
ASSETS AND DEFERRED OUTFLOWS		
CURRENT ASSETS:		
CASH & CASH EQUIVALENTS (SCHEDULE THREE).....	\$ 22,333,021.98	\$ 18,524,327.06
SECURITIES LENDING COLLATERAL.....		
SHORT-TERM INVESTMENTS.....		
SHORT-TERM DERIVATIVE INSTRUMENTS.....		
SHORT-TERM HEDGING DERIVATIVE INSTRUMENTS.....		
DEFERRED OUTFLOW OF RESOURCES.....		
RESTRICTED:		
CASH & CASH EQUIVALENTS (SCHEDULE THREE).....	1,839,213.70	1,401,276.24
SHORT TERM INVESTMENTS.....		
LEGISLATIVE APPROPRIATIONS.....	1,546,651.81	467,030.06
ACCOUNTS RECEIVABLE, NET:		
INTERGOVERNMENTAL:		
FEDERAL RECEIVABLES.....	2,248,624.49	2,031,246.60
OTHER INTERGOVERNMENTAL RECEIVABLES.....		
INTEREST AND DIVIDENDS.....		
GIFTS, PLEDGES AND DONATIONS RECEIVABLE.....	6,812.65	
SELF-INSURED RECEIVABLE.....		
STUDENT RECEIVABLES.....	176,424.78	252,570.55
INVESTMENT TRADE RECEIVABLES.....		
OTHER RECEIVABLES.....	267,631.28	217,878.46
DUE FROM OTHER AGENCIES.....	436,889.82	287,414.36
DUE FROM OTHER PARTS.....	6,839,369.11	6,523,462.32
DUE FROM OTHER FUNDS.....		
CONSUMABLE INVENTORIES.....	644,815.00	714,417.83
MERCHANDISE INVENTORIES.....	91,828.00	90,173.35
DEFERRED CHARGES.....		
LOANS AND CONTRACTS.....	1,082,529.58	1,100,648.20
INTERFUND RECEIVABLE.....		
OTHER CURRENT ASSETS.....	3,830,438.04	4,233,484.07
TOTAL CURRENT ASSETS.....	\$ 41,344,250.24	\$ 35,843,929.10
NON-CURRENT ASSETS AND DEFERRED OUTFLOWS:		
RESTRICTED:		
CASH & CASH EQUIVALENTS (SCHEDULE THREE).....	\$	\$
ASSETS HELD BY SYSTEM OFFICES-LONG TERM.....	24,380,499.07	21,634,663.23
INVESTMENTS.....		
LOANS, CONTRACTS AND OTHER.....	17,160.86	17,164.65
PLEDGES RECEIVABLE.....	25,475.42	
LEGISLATIVE APPROPRIATIONS.....		
LOANS AND CONTRACTS.....		
ASSETS HELD BY SYSTEM OFFICES-LONG TERM.....	59,845,847.60	50,775,732.30
INVESTMENTS.....		
DERIVATIVE INSTRUMENTS.....		
HEDGING DERIVATIVE INSTRUMENTS.....		
DEFERRED OUTFLOW OF RESOURCES.....		
INTERFUND RECEIVABLE.....		
CAPITAL ASSETS, NON-DEPRECIABLE (NOTE 2)		
LAND AND LAND IMPROVEMENTS.....	3,238,631.89	2,949,096.10
CONSTRUCTION IN PROGRESS.....	3,768,448.40	7,391,799.79
OTHER TANGIBLE CAPITAL ASSETS.....	1,132,854.71	1,132,854.71
LAND USE RIGHTS.....		
OTHER INTANGIBLE CAPITAL ASSETS.....		
CAPITAL ASSETS, DEPRECIABLE (NOTE 2)		
BUILDINGS AND BUILDING IMPROVEMENTS.....	182,681,414.49	144,175,428.90
INFRASTRUCTURE.....	19,137,862.83	6,404,625.83
FACILITIES AND OTHER IMPROVEMENTS.....	13,204,586.60	8,276,231.61
FURNITURE AND EQUIPMENT.....	14,997,400.62	15,393,148.71
VEHICLES, BOATS, AND AIRCRAFT.....	1,564,694.45	1,438,832.88
OTHER CAPITAL ASSETS.....	8,374,740.49	8,119,055.23
INTANGIBLE CAPITAL ASSETS, AMORTIZED (NOTE 2)		
LAND USE RIGHTS.....		
COMPUTER SOFTWARE.....	729,238.12	734,238.12
OTHER INTANGIBLE CAPITAL ASSETS.....		
ACCUMULATED DEPRECIATION/AMORTIZATION.....	(99,560,381.56)	(92,493,840.42)
ASSETS HELD IN TRUST.....		
OTHER NON-CURRENT ASSETS.....	1,186,460.75	1,186,460.75
TOTAL NON-CURRENT ASSETS AND DEFERRED OUTFLOWS.....	\$ 234,724,934.74	\$ 177,135,492.39
TOTAL ASSETS AND DEFERRED OUTFLOWS.....	\$ 276,069,184.98	\$ 212,979,421.49

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EXHIBIT III
 TARLETON STATE UNIVERSITY
 BALANCE SHEET
 FOR THE YEAR ENDED AUGUST 31, 2011

	CURRENT YEAR TOTAL	PRIOR YEAR TOTAL
	<u> </u>	<u> </u>
LIABILITIES AND DEFERRED INFLOWS		
CURRENT LIABILITIES:		
PAYABLES:		
ACCOUNTS PAYABLE.....	\$ 1,803,890.00	\$ 1,890,565.27
PAYROLL PAYABLE.....	2,713,062.61	2,624,730.67
INVESTMENT TRADE PAYABLES.....		
SELF-INSURED PAYABLE.....		
OTHER PAYABLES.....	86,716.07	101,373.13
INTERFUND PAYABLE.....		
DUE TO OTHER AGENCIES.....		
DUE TO OTHER FUNDS.....		
DUE TO OTHER PARTS.....	32,104.81	38,187.86
FUNDS HELD FOR INVESTMENT.....		
HEDGING DERIVATIVE INSTRUMENTS.....		
DEFERRED INFLOW OF RESOURCES.....		
DEFERRED REVENUES.....	30,830,811.65	25,547,707.68
EMPLOYEES' COMPENSABLE LEAVE.....	267,795.00	312,393.00
OTHER POST EMPLOYMENT BENEFITS.....		1,913,833.00
NOTES AND LOANS PAYABLE.....		
BONDS PAYABLE.....		
CAPITAL LEASE OBLIGATIONS.....		
LIABILITIES PAYABLE FROM RESTRICTED ASSETS.....	666,917.01	647,258.77
FUNDS HELD FOR OTHERS.....	389,723.07	377,892.65
OBLIGATIONS/SECURITIES LENDING.....		
OTHER CURRENT LIABILITIES.....	754,628.48	679,185.90
	<u> </u>	<u> </u>
TOTAL CURRENT LIABILITIES.....	\$ 37,545,648.70	\$ 34,133,127.93
NON-CURRENT LIABILITIES AND DEFERRED INFLOWS		
INTERFUND PAYABLE.....	\$	\$
EMPLOYEES' COMPENSABLE LEAVE.....	2,313,773.00	2,117,291.00
OTHER POST EMPLOYMENT BENEFITS.....		12,112,887.00
SELF-INSURED PAYABLE.....		
NOTES AND LOANS PAYABLE.....		
BONDS PAYABLE.....		
HEDGING DERIVATIVE INSTRUMENTS.....		
DEFERRED INFLOW OF RESOURCES.....		
ASSETS HELD IN TRUST.....		
LIABILITIES PAYABLE FROM RESTRICTED ASSETS.....		
FUNDS HELD FOR OTHERS.....		
CAPITAL LEASE OBLIGATIONS.....		
OTHER NON-CURRENT LIABILITIES.....	20,000.00	20,000.00
	<u> </u>	<u> </u>
TOTAL NON-CURRENT LIABILITIES AND DEFERRED INFLOWS.....	\$ 2,333,773.00	\$ 14,250,178.00
TOTAL LIABILITIES AND DEFERRED INFLOWS.....	<u> </u>	<u> </u>
	\$ 39,879,421.70	\$ 48,383,305.93
NET ASSETS		
INVESTED IN CAPITAL ASSETS, NET OF DEBT.....	\$ 149,269,491.04	\$ 103,521,471.46
RESTRICTED FOR:		
DEBT SERVICE.....		
CAPITAL PROJECTS.....	205,123.63	414,064.98
EDUCATION.....	8,017,412.13	7,295,716.25
ENDOWMENT AND PERMANENT FUNDS:		
NONEXPENDABLE.....	13,742,366.59	12,366,106.30
EXPENDABLE.....	6,161,835.13	5,421,845.40
UNRESTRICTED.....	58,793,534.76	35,576,911.17
	<u> </u>	<u> </u>
TOTAL NET ASSETS [EXHIBIT IV].....	\$ 236,189,763.28	\$ 164,596,115.56
TOTAL LIABILITIES & DEFERRED INFLOWS AND NET ASSETS.....	<u> </u>	<u> </u>
	\$ 276,069,184.98	\$ 212,979,421.49

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EXHIBIT IV
 TARLETON STATE UNIVERSITY
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
 FOR THE YEAR ENDED AUGUST 31, 2011

	CURRENT YEAR TOTAL	PRIOR YEAR TOTAL
	<u> </u>	<u> </u>
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS		
REVENUES AND EXPENSES FROM OPERATIONS		
OPERATING REVENUES		
SALES OF GOODS AND SERVICES		
TUITION AND FEES-PLEDGED.....	\$ 52,051,354.05	\$ 46,328,238.33
DISCOUNTS AND ALLOWANCES.....	(12,206,519.00)	(10,390,648.00)
NET TUITION AND FEES - NON-PLEDGED.....		
NET PROFESSIONAL FEES.....	1,102.50	
NET AUXILIARY ENTERPRISES.....	15,188,915.74	12,130,472.91
NET OTHER SALES OF GOODS AND SERVICES.....	3,648,803.53	3,336,375.31
DISCOUNTS AND ALLOWANCES-SALES.....	(2,936,206.00)	(2,165,290.00)
	<u> </u>	<u> </u>
TOTAL SALES OF GOODS AND SERVICES.....	\$ 55,747,450.82	\$ 49,239,148.55
PREMIUM REVENUE.....		
INTEREST REVENUE.....	4,751.48	15,919.58
NET INCREASE (DECREASE) IN FAIR VALUE.....		
FEDERAL REVENUE - OPERATING.....	8,427,650.69	9,422,412.95
FEDERAL PASS THROUGH REVENUE.....	889,036.13	1,315,706.58
STATE GRANT REVENUE.....	20,000.00	
STATE PASS THROUGH REVENUE.....	5,733,752.67	4,196,524.95
OTHER GRANTS AND CONTRACTS - OPERATING.....	360,445.45	910,348.53
OTHER OPERATING REVENUE.....	732,919.86	432,747.57
	<u> </u>	<u> </u>
TOTAL OPERATING REVENUES.....	\$ 71,916,007.10	\$ 65,532,808.71
OPERATING EXPENSES		
INSTRUCTION.....	\$ 35,869,044.92	\$ 37,111,332.84
RESEARCH.....	9,078,073.30	9,759,499.57
PUBLIC SERVICE.....	2,785,374.54	2,239,802.21
HOSPITALS AND CLINICS.....		
ACADEMIC SUPPORT.....	8,011,125.05	8,424,123.23
STUDENT SERVICES.....	5,371,785.48	5,346,433.30
INSTITUTIONAL SUPPORT.....	8,555,279.63	9,554,061.53
OPERATION & MAINTENANCE OF PLANT.....	12,442,488.38	11,778,619.36
SCHOLARSHIPS & FELLOWSHIPS.....	15,663,395.25	13,286,457.41
AUXILIARY.....	17,613,427.74	16,335,564.63
DEPRECIATION/AMORTIZATION.....	9,382,924.04	7,234,087.60
	<u> </u>	<u> </u>
TOTAL OPERATING EXPENSES [SCHEDULE IV-1].....	\$ 124,772,918.33	\$ 121,069,981.68
TOTAL OPERATING REVENUES [EXPENSES].....	\$ (52,856,911.23)	\$ (55,537,172.97)
NONOPERATING REVENUES [EXPENSES]		
LEGISLATIVE REVENUE.....	\$ 49,783,593.08	\$ 52,188,289.71
FEDERAL REVENUE NON-OPERATING.....	17,796,862.78	14,822,542.02
FEDERAL PASS THROUGH NON-OPERATING.....	1,323,994.88	1,643,574.14
STATE PASS THROUGH NON-OPERATING.....		
GIFTS.....	955,168.77	1,317,677.81
LAND INCOME.....		
INVESTMENT INCOME.....	1,964,338.79	1,750,595.15
LOAN PREMIUM/FEES ON SECURITIES LENDING.....		
INVESTING ACTIVITIES EXPENSE.....	(194,786.91)	(123,009.74)
INTEREST EXPENSE AND FISCAL CHARGES.....		
BORROWER REBATES AND AGENT FEES.....		
GAIN (LOSS) ON SALE OR DISPOSAL OF CAPITAL ASSETS.....	1,728.77	(272,158.07)
NET INCREASE (DECREASE) IN FAIR VALUE.....	5,805,578.15	4,024,411.39
SETTLEMENT OF CLAIMS.....		(43,758.50)
THE TAMUS AVAILABLE FUND INCOME.....		
OTHER NONOPERATING REVENUES.....	649,705.62	307,125.77
OTHER NONOPERATING [EXPENSES].....	(5,294,983.12)	(801,956.16)
	<u> </u>	<u> </u>
TOTAL NONOPERATING REVENUES [EXPENSES].....	\$ 72,791,200.81	\$ 74,813,333.52
INCOME [LOSS] BEFORE OTHER REVENUES, EXPENSES, GAIN, LOSSES.....	\$ 19,934,289.58	\$ 19,276,160.55

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EXHIBIT IV
 TARLETON STATE UNIVERSITY
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
 FOR THE YEAR ENDED AUGUST 31, 2011

	CURRENT YEAR TOTAL	PRIOR YEAR TOTAL
OTHER REVENUES, EXPENSES, GAINS, LOSSES AND TRANSFERS		
CAPITAL CONTRIBUTIONS.....	\$ 54,199.57	\$ 11,930.17
HEF APPROPRIATION.....		
ADDITIONS TO PERMANENT AND TRUE ENDOWMENTS.....	504,505.28	192,535.31
SPECIAL ITEMS.....		
EXTRAORDINARY ITEMS.....		
TRANSFERS IN		
TRANSFERS FROM OTHER STATE AGENCIES.....		
TRANSFERS FROM UT SYSTEM AUF.....		
MANDATORY TRANSFERS FROM OTHER PARTS.....		
NONMANDATORY TRANSFERS FROM OTHER PARTS.....	4,668,340.07	7,628,199.18
NONMANDATORY TRANSFERS FROM PARTS OR AGENCIES - CAP ASSETS....	56,262,445.13	405,856.63
TRANSFERS OUT		
TRANSFERS TO OTHER STATE AGENCIES.....	(499,978.99)	(245,558.72)
TRANSFERS TO UT SYSTEM AUF.....		
MANDATORY TRANSFERS TO OTHER PARTS.....	(6,305,753.92)	(5,042,593.47)
NONMANDATORY TRANSFERS TO OTHER PARTS.....		(6,059,730.44)
NONMANDATORY TRANSFERS TO PARTS OR AGENCIES - CAP ASSETS.....		(587,193.06)
LEGISLATIVE TRANSFERS - IN.....		
LEGISLATIVE TRANSFERS - OUT.....	(17,051,119.00)	(19,602,321.00)
LEGISLATIVE APPROPRIATIONS LAPSED.....		
TOTAL CHANGE IN REVENUES, EXPENSES, GAIN, LOSSES AND TRANSFERS....	<u>\$ 37,632,638.14</u>	<u>\$ (23,298,875.40)</u>
CHANGE IN NET ASSETS.....	<u>\$ 57,566,927.72</u>	<u>\$ (4,022,714.85)</u>
BEGINNING NET ASSETS, SEPTEMBER 1, 2010 AND 2009.....	\$ 164,596,115.56	\$ 168,609,509.11
RESTATEMENT.....	<u>14,026,720.00</u>	<u>9,321.30</u>
BEGINNING NET ASSETS, SEPTEMBER 1, 2010 AND 2009 RESTATED.....	<u>\$ 178,622,835.56</u>	<u>\$ 168,618,830.41</u>
NET ASSETS, AUGUST 31, 2011 AND 2010.....	<u>\$ 236,189,763.28</u>	<u>\$ 164,596,115.56</u>

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SCHEDULE IV-1
 TARLETON STATE UNIVERSITY
 NACUBO FUNCTION TO NATURAL CLASSIFICATION MATRIX
 FOR THE YEAR ENDED AUGUST 31, 2011

NATURAL CLASSIFICATION	HOSPITALS & CLINICS			
	INSTRUCTION	RESEARCH	PUBLIC SERVICE	ACADEMIC SUPPORT
COST OF GOODS SOLD.....	\$ 102.05	\$	\$ 3,902.42	\$ 81,338.47
SALARIES & WAGES.....	26,442,775.82	3,313,757.74	1,068,315.78	4,482,577.99
PAYROLL RELATED COSTS.....	6,243,554.10	805,258.20	189,804.00	1,089,225.72
PROFESSIONAL FEES & SERVICES.....	189,313.13	3,335,790.32	667,737.97	122,457.55
TRAVEL.....	409,609.71	176,353.61	63,907.00	156,072.93
MATERIALS & SUPPLIES.....	1,489,039.70	557,744.12	191,468.90	1,666,875.20
COMMUNICATION & UTILITIES.....	193,100.31	68,421.67	61,707.22	74,882.57
REPAIRS & MAINTENANCE.....	109,671.78	437,243.71	4,921.59	81,321.20
RENTALS & LEASES.....	285,306.26	160,691.63	231,586.59	103,886.22
PRINTING & REPRODUCTION.....	42,132.41	4,687.43	14,287.27	20,670.58
FEDERAL PASS-THROUGH.....				
STATE PASS-THROUGH.....	43,827.24			
DEPRECIATION & AMORTIZATION.....				
BAD DEBT EXPENSE.....				
INTEREST.....	85.73	122.31		31.46
SCHOLARSHIPS.....	175,626.67	7,200.00	6,000.00	
CLAIMS & LOSSES.....				
NET CHANGE IN OPEB OBLIGATION.....				
OTHER OPERATING EXPENSE.....	244,900.01	210,802.56	281,735.80	131,785.16
TOTAL OPERATING EXPENSE.....	\$ 35,869,044.92	\$ 9,078,073.30	\$ 2,785,374.54	\$ 8,011,125.05

NACUBO FUNCTION

STUDENT SERVICES	INSTITUTIONAL SUPPORT	OPERATION & MAINTENANCE OF PLANT	SCHOLARSHIPS & FELLOWSHIPS	AUXILIARY	DEPRECIATION & AMORTIZATION	TOTAL	PRIOR YEAR
\$ 5,024.50	\$ 164.82			\$ 36,437.52		\$ 126,969.78	\$ 123,851.60
2,734,025.70	4,264,574.96	4,152,196.77	5,000.71	4,439,768.99		50,902,994.46	49,791,808.97
705,670.72	1,689,657.66	1,541,933.74	10.00	1,105,398.82		13,370,512.96	17,713,692.06
437,537.56	713,518.56	772,645.99	3,416.00	5,146,699.26		11,389,116.34	10,482,447.44
163,568.42	142,986.18	21,644.12	2,149.16	379,579.26		1,515,870.39	1,340,807.56
415,392.33	925,407.56	1,089,170.92		1,459,663.00		7,794,761.73	7,273,053.89
94,738.92	168,957.85	2,724,253.56		1,738,602.40		5,124,664.50	5,235,256.65
45,179.97	(237,932.90)	1,640,795.62		609,570.42		2,690,771.39	2,147,460.94
258,233.81	137,993.26	395,082.96		643,739.88		2,216,520.61	1,825,676.01
172,852.00	54,396.95	6,076.77		163,030.99		478,134.40	537,943.33
			3,446,249.69			3,446,249.69	2,854,424.21
			37,018.80			80,846.04	20,490.76
					9,382,924.04	9,382,924.04	7,234,087.60
(9,073.89)						(9,073.89)	6,765.75
114.33	357.35	5.20		25.23		741.61	440.93
17,762.99			12,169,354.63	1,020,197.92		13,396,142.21	11,544,691.48
<u>330,758.12</u>	<u>695,197.38</u>	<u>98,682.73</u>	<u>196.26</u>	<u>870,714.05</u>		<u>2,864,772.07</u>	<u>2,937,082.50</u>
\$ 5,371,785.48	\$ 8,555,279.63	\$ 12,442,488.38	\$ 15,663,395.25	\$ 17,613,427.74	\$ 9,382,924.04	\$ 124,772,918.33	\$ 121,069,981.68

[EXHIBIT IV]

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EXHIBIT V
TARLETON STATE UNIVERSITY
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED AUGUST 31, 2011

	CURRENT YEAR TOTAL	PRIOR YEAR TOTAL
STATEMENT OF CASH FLOWS	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES		
PROCEEDS RECEIVED FROM TUITION AND FEES.....	45,743,547.08	38,300,050.53
PROCEEDS RECEIVED FROM CUSTOMERS.....	3,609,734.97	3,426,707.59
PROCEEDS FROM SPONSORED PROGRAMS.....	16,413,015.27	14,298,331.56
PROCEEDS FROM AUXILIARY ENTERPRISES.....	12,252,809.74	9,965,332.91
PROCEEDS FROM LOAN PROGRAMS.....	2,412,418.56	2,709,750.23
PROCEEDS FROM OTHER REVENUES.....	772,978.59	434,025.92
PAYMENTS TO SUPPLIERS FOR GOODS AND SERVICES.....	(33,658,557.37)	(34,374,237.58)
PAYMENTS TO EMPLOYEES - SALARIES.....	(50,812,354.41)	(50,445,914.57)
PAYMENTS TO EMPLOYEES - BENEFITS.....	(13,220,937.07)	(14,269,143.11)
PAYMENTS FOR LOANS PROVIDED.....	(2,431,793.68)	(2,674,087.80)
PAYMENTS FOR OTHER EXPENSES.....	(18,333,760.00)	(15,058,342.25)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES.....	\$ (37,252,898.32)	\$ (47,687,526.57)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
PROCEEDS FROM STATE APPROPRIATIONS.....	\$ 48,703,971.33	\$ 53,821,468.45
PROCEEDS FROM GIFTS.....	922,880.70	1,317,677.81
PROCEEDS FROM ENDOWMENTS.....	504,505.28	192,535.31
PROCEEDS - TRANSFERS FROM OTHER FUNDS.....		
PROCEEDS FROM OTHER GRANT REVENUE.....	18,732,843.60	16,340,271.37
PROCEEDS FROM TAMUS AVAILABLE FUND INCOME.....		
PROCEEDS FROM CONTRIBUTED CAPITAL.....		
PROCEEDS FROM OTHER REVENUES.....	649,705.62	307,125.77
PAYMENTS OF INTEREST.....		
PAYMENTS - TRANSFERS TO OTHER FUNDS.....	(499,978.99)	(245,558.72)
PAYMENTS FOR GRANT DISBURSEMENTS.....		
PAYMENTS FOR OTHER USES.....	11,830.42	(224,295.33)
OTHER NONCAPITAL TRANSFERS FROM/TO SYSTEM.....	(10,193,238.93)	(18,952,506.97)
TRANSFERS BETWEEN FUND GROUPS.....		
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES.....	\$ 58,832,519.03	\$ 52,556,717.69
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
PROCEEDS FROM SALE OF CAPITAL ASSETS.....	\$ 9,167.19	\$ 13,559.04
PROCEEDS FROM CAPITAL DEBT ISSUANCE.....		
PROCEEDS FROM STATE GRANTS AND CONTRACTS.....		
PROCEEDS FROM FEDERAL GRANTS AND CONTRACTS.....		
PROCEEDS FROM GIFTS.....		
PROCEEDS FROM INTERFUND LOANS.....		
PROCEEDS FROM OTHER FINANCING ACTIVITIES.....		
PAYMENTS FOR ADDITIONS TO CAPITAL ASSETS.....	(4,116,720.46)	(6,515,292.30)
PAYMENTS OF PRINCIPAL ON DEBT.....		
PAYMENTS FOR CAPITAL LEASES.....		
PAYMENTS FOR INTEREST ON CAPITAL RELATED DEBT.....		
PAYMENTS FOR INTERFUND LOANS.....		
PAYMENTS OF OTHER COSTS ON DEBT ISSUANCE.....		
TRANSFER OF CAPITAL DEBT PROCEEDS FROM SYSTEM [NONMANDATORY].....	3,013,554.97	4,632,169.94
TRANSFER TO SYSTEM FOR CAPITAL RELATED DEBT [MANDATORY].....	(11,995,293.92)	(10,735,334.47)
TRANSFER FROM/TO SYSTEM FOR CONSTRUCTION PROCEEDS [NONMAND].....	(2,875.00)	(183,798.25)
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINC. ACTIV.....	\$ (13,092,167.22)	\$ (12,788,696.04)
CASH FLOWS FROM INVESTING ACTIVITIES		
PROCEEDS FROM SALES AND MATURITIES OF INVESTMENTS.....	\$	\$
SALES AND PURCHASES OF INVESTMENTS HELD BY SYSTEM.....	(6,010,372.99)	3,034,274.59
PROCEEDS FROM INTEREST AND INVESTMENT INCOME.....	1,769,551.88	1,627,585.41
PAYMENTS TO ACQUIRE INVESTMENTS.....		
NET CASH PROVIDED (USED) BY INVESTING ACTIVITIES.....	\$ (4,240,821.11)	\$ 4,661,860.00
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS.....	\$ 4,246,632.38	\$ (3,257,644.92)
CASH AND CASH EQUIVALENTS, SEPTEMBER 1, 2010 AND 2009.....	\$ 19,925,603.30	\$ 23,183,248.22
RESTATEMENTS TO BEGINNING CASH AND CASH EQUIVALENTS.....		
RESTATED BEGINNING CASH AND CASH EQUIVALENTS.....	\$ 19,925,603.30	\$ 23,183,248.22
CASH AND CASH EQUIVALENTS, AUGUST 31, 2011 and 2010 [SCH THREE].....	\$ 24,172,235.68	\$ 19,925,603.30

UNAUDITED

EXHIBIT V
 TARLETON STATE UNIVERSITY
 STATEMENT OF CASH FLOWS
 FOR THE YEAR ENDED AUGUST 31, 2011

	CURRENT YEAR TOTAL	PRIOR YEAR TOTAL
RECONCILIATION OF OPERATING INCOME [LOSS] TO NET CASH PROVIDED [USED] BY OPERATING ACTIVITIES	\$	\$
OPERATING INCOME [LOSS].....	(52,856,911.23)	(55,537,172.97)
ADJUSTMENTS TO RECONCILE OPERATING INCOME TO NET CASH PROVIDED [USED] BY OPERATING ACTIVITIES		
DEPRECIATION AND AMORTIZATION.....	9,382,924.04	7,234,087.60
BAD DEBT EXPENSE.....	119,967.64	135,728.57
OPERATING INCOME AND EXPENSE CLASSIFICATION DIFFERENCES.....		
CHANGES IN ASSETS AND LIABILITIES:		
ACCOUNTS RECEIVABLE, NET.....	130,432.15	(753,009.86)
DUE FROM OTHER AGENCIES/FUNDS.....	(211,871.43)	(205,167.50)
DUE FROM SYSTEM MEMBERS.....	170,489.65	(156,777.05)
INVENTORY.....	67,948.18	71,774.68
DEFERRED CHARGES.....		
PREPAID EXPENSES.....	353,046.03	(1,673,975.27)
LOANS AND CONTRACTS.....	27,196.30	120,403.68
OTHER ASSETS.....	50,000.00	
PAYABLES.....	6,657.85	(2,671,722.03)
DUE TO OTHER AGENCIES/FUNDS.....		
DUE TO SYSTEM MEMBERS.....	(3,208.05)	4,793.15
DEFERRED REVENUE.....	5,283,103.97	1,304,844.50
DEPOSITS.....	85,442.58	8,498.93
COMPENSATED ABSENCE LIABILITY.....	151,884.00	(242,330.00)
OTHER POST EMPLOYMENT BENEFITS LIABILITY.....		4,672,497.00
SELF INSURED ACCRUED LIABILITY.....		
OTHER LIABILITIES.....	(10,000.00)	
TOTAL ADJUSTMENTS.....	\$ 15,604,012.91	\$ 7,849,646.40
NET CASH PROVIDED [USED] BY OPERATING ACTIVITIES.....	\$ (37,252,898.32)	\$ (47,687,526.57)
NON-CASH TRANSACTIONS		
NONMONETARY GIFTS, INCLUDING CAPITAL ASSETS.....	\$	\$
NET INCREASE [DECREASE] IN FAIR VALUE OF INVESTMENTS.....	5,805,578.15	4,024,411.39
GAIN/LOSS ON SALE OR DISPOSAL OF CAPITAL ASSETS.....	1,728.77	(272,158.07)
REFUNDING OF LONG TERM DEBT.....		
AMORTIZATION OF BOND PREMIUMS AND DISCOUNTS.....		
OTHER.....	56,262,445.13	(181,336.43)

UNAUDITED

SCHEDULE 1 - A
 TARLETON STATE UNIVERSITY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended August 31, 2011

Federal Grantor/ Pass-through Grantor Program Title	CFDA Number	Identifying Number	Pass-through From		
			Agy/ Univ No	Agencies or Universities Amount	Non-State Entities Amount
U.S. Department of Justice					
<u>Direct Programs:</u>					
Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program	16.580			\$ -	\$ -
<u>Pass-Through From:</u>					
Enforcing Underage Drinking Laws Program	16.727				
Pass-Through From: Texas Alcoholic Beverage Commission			458	14,908.56	
Totals - U.S. Department of Justice				<u>14,908.56</u>	<u>-</u>
Office of Personnel Management					
<u>Direct Programs:</u>					
Intergovernmental Personnel Act Mobility Program	27.011				
Totals - Office of Personnel Management				<u>-</u>	<u>-</u>
General Services Administration					
<u>Pass-Through From:</u>					
Donation of Federal Surplus Personal Property (Non-monetary)	39.003				
Pass-Through From: Texas Facilities Commission			303	148.68	
Totals - General Services Administration				<u>148.68</u>	<u>-</u>
National Science Foundation					
<u>Direct Programs:</u>					
Education and Human Resources	47.076				
Totals - National Science Foundation				<u>-</u>	<u>-</u>
Small Business Administration					
<u>Pass-Through From:</u>					
Small Business Development Centers	59.037				
Pass-Through From: Texas Tech University			733	114,667.25	
Totals - Small Business Administration				<u>114,667.25</u>	<u>-</u>
U.S. Department of Education					
Fund for the Improvement of Postsecondary Education	84.116	Intercultural Developmental Research Association/ 430910			5,895.89
Fund for the Improvement of Postsecondary Education		Intercultural Developmental Research Association/ 431660			1,558.52
<u>Direct Programs:</u>					
Fund for the Improvement of Education	84.215				
<u>Pass-Through From:</u>					
Demonstration Projects to Support Postsecondary Faculty, Staff, and Administrations in Educating Students with Disabilities	84.333				
Pass-Through From: Texas A&M University (Main University)			711	3,923.00	
School Leadership	84.363				
Pass-Through From: Texas A&M University System			710	656.49	
Mathematics and Science Partnerships	84.366				

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SCHEDULE 1 - A
 TARLETON STATE UNIVERSITY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended August 31, 2011

Direct Program Amount	Total Pass- Through From Direct Program	Agy/ Univ No.	Pass-through To			Total Pass- Through To Expenditures
			Agencies or Universities Amount	Non-State Entities Amount	Expenditures	
\$ 398,460.26	\$ 398,460.26		\$ -	\$ -	\$ 398,460.26	\$ 398,460.26
	14,908.56				14,908.56	14,908.56
<u>398,460.26</u>	<u>413,368.82</u>		<u>-</u>	<u>-</u>	<u>413,368.82</u>	<u>413,368.82</u>
<u>(280.67)</u>	<u>(280.67)</u>				<u>(280.67)</u>	<u>(280.67)</u>
<u>(280.67)</u>	<u>(280.67)</u>		<u>-</u>	<u>-</u>	<u>(280.67)</u>	<u>(280.67)</u>
	148.68				148.68	148.68
<u>-</u>	<u>148.68</u>		<u>-</u>	<u>-</u>	<u>148.68</u>	<u>148.68</u>
<u>297,208.43</u>	<u>297,208.43</u>		<u>-</u>	<u>-</u>	<u>297,208.43</u>	<u>297,208.43</u>
<u>297,208.43</u>	<u>297,208.43</u>		<u>-</u>	<u>-</u>	<u>297,208.43</u>	<u>297,208.43</u>
	114,667.25				114,667.25	114,667.25
<u>-</u>	<u>114,667.25</u>		<u>-</u>	<u>-</u>	<u>114,667.25</u>	<u>114,667.25</u>
	5,895.89				5,895.89	5,895.89
	1,558.52				1,558.52	1,558.52
680,214.59	680,214.59				680,214.59	680,214.59
	3,923.00				3,923.00	3,923.00
	656.49				656.49	656.49
	3,803.96				3,803.96	3,803.96

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SCHEDULE 1 - A
 TARLETON STATE UNIVERSITY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended August 31, 2011

Federal Grantor/ Pass-through Grantor Program Title	CFDA Number	Identifying Number	Pass-through From		
			Agy/ Univ No	Agencies or Universities Amount	Non-State Entities Amount
Pass-Through From: Texas A&M University System			710	3,803.96	
College Access Challenge Grant Program	84.378				
Pass-Through From: Texas Higher Education Coordinating Board			781	15,000.00	
Totals - U.S. Department of Education				<u>23,383.45</u>	<u>7,454.41</u>
U.S. Department of Health and Human Services					
Foster Care, Title IV-E	93.658				
Pass-Through From: Department of Family and Protective Services			530	116,669.16	
Totals - U.S. Department of Health and Human Services				<u>116,669.16</u>	<u>-</u>
Research & Development Cluster					
U.S. Department of Agriculture					
Environmental Quality Incentives Program	10.912	National Fish & Wildlife Foundation/ 431170			(5,277.88)
Environmental Quality Incentives Program		World Resources Institute/ 431960			18,905.85
ARRA - Environmental Quality Incentives Program		Electric Power Research Institute/ 431550			14,624.01
<u>Direct Programs:</u>					
Crop Insurance	10.450				
Soil and Water Conservation	10.902				
<u>Pass-Through From:</u>					
Plant and Animal Disease, Pest Control and Animal Care	10.025				
Pass-Through From: Texas AgriLife Research			556	4,118.47	
Totals - U.S. Department of Agriculture				<u>4,118.47</u>	<u>28,251.98</u>
U.S. Department of the Interior					
Cooperative Endangered Species Conservation Fund	15.615				
Pass-Through From: Parks and Wildlife Department			802	44,114.23	
Totals - U.S. Department of the Interior				<u>44,114.23</u>	<u>-</u>
Environmental Protection Agency					
Water Pollution Control State, Interstate, and Tribal Program Support	66.419				
Pass-Through From: Texas Commission on Environmental Quality			582	298,385.48	
Nonpoint Source Implementation Grants	66.460				
Pass-Through From: Texas AgriLife Extension			555	19,385.00	
Nonpoint Source Implementation Grants	66.460				
Pass-Through From: Texas Commission on Environmental Quality			582	31,973.43	
Nonpoint Source Implementation Grants	66.460				
Pass-Through From: Soil and Water Conservation Board			592	116,584.82	
Performance Partnership Grants	66.605				
Pass-Through From: Texas Commission on Environmental Quality			582	30.91	
Totals - Environmental Protection Agency				<u>466,359.64</u>	<u>-</u>
Special Education (IDEA) Cluster					

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SCHEDULE 1 - A
 TARLETON STATE UNIVERSITY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended August 31, 2011

Direct Program Amount	Total Pass- Through From Direct Program	Agy/ Univ No.	Pass-through To			Total Pass- Through To Expenditures
			Agencies or Universities Amount	Non-State Entities Amount	Expenditures	
	15,000.00				15,000.00	15,000.00
<u>680,214.59</u>	<u>711,052.45</u>		<u>-</u>	<u>-</u>	<u>711,052.45</u>	<u>711,052.45</u>
	116,669.16				116,669.16	116,669.16
<u>-</u>	<u>116,669.16</u>		<u>-</u>	<u>-</u>	<u>116,669.16</u>	<u>116,669.16</u>
	(5,277.88)				(5,277.88)	(5,277.88)
	18,905.85				18,905.85	18,905.85
	14,624.01				14,624.01	14,624.01
5,998,220.48 72,227.25	5,998,220.48 72,227.25				5,998,220.48 72,227.25	5,998,220.48 72,227.25
	4,118.47				4,118.47	4,118.47
<u>6,070,447.73</u>	<u>6,102,818.18</u>		<u>-</u>	<u>-</u>	<u>6,102,818.18</u>	<u>6,102,818.18</u>
	44,114.23				44,114.23	44,114.23
<u>-</u>	<u>44,114.23</u>		<u>-</u>	<u>-</u>	<u>44,114.23</u>	<u>44,114.23</u>
	298,385.48				298,385.48	298,385.48
	19,385.00				19,385.00	19,385.00
	31,973.43				31,973.43	31,973.43
	116,584.82				116,584.82	116,584.82
	30.91				30.91	30.91
<u>-</u>	<u>466,359.64</u>		<u>-</u>	<u>-</u>	<u>466,359.64</u>	<u>466,359.64</u>

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SCHEDULE 1 - A
 TARLETON STATE UNIVERSITY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended August 31, 2011

Federa Grantor/ Pass-through Grantor Program Title	CFDA Number	Identifying Number	Pass-through From		
			Agy/ Univ No	Agencies or Universities Amount	Non-State Entities Amount
U.S. Department of Education					
<u>Pass-Through From:</u>					
Special Education_Grants to States	84.027				
<u>Pass-Through From:</u>					
Texas A&M University - Texarkana			764	19,762.99	
Totals - U.S. Department of Education				<u>19,762.99</u>	<u>-</u>
Statewide Data Systems Cluster Cluster					
U.S. Department of Education					
<u>Pass-Through From:</u>					
Statewide Data Systems	84.372				
<u>Pass-Through From:</u>					
Texas Higher Education Coordinating Board			781	2,365.00	
Totals - U.S. Department of Education				<u>2,365.00</u>	<u>-</u>
Student Financial Assistance Cluster					
U.S. Department of Education					
<u>Direct Programs:</u>					
Federal Supplemental Educational Opportunity Grants	84.007				
<u>Pass-Through To:</u>					
Texas A&M Central Texas					
Federal Work-Study Program	84.033				
Federal Pell Grant Program	84.063				
<u>Pass-Through To:</u>					
Texas A&M Central Texas					
Federal Direct Student Loans	84.268				
<u>Pass-Through To:</u>					
Texas A&M Central Texas					
National Science and Mathematics Access to Retain Talent (SMART) Grants	84.376				
National Science and Mathematics Access to Retain Talent (SMART) Grants	84.376				
<u>Pass-Through To:</u>					
Texas A&M Central Texas					
Totals - U.S. Department of Education				<u>-</u>	<u>-</u>
State Fiscal Stabilization Fund Cluster					
U.S. Department of Education					
<u>Pass-Through From:</u>					
ARRA - State Fiscal Stabilization Fund (SFSF) - Government Services, Recovery Act	84.397				
<u>Pass-Through From:</u>					
Texas Engineering Experiment Station			712	150,592.30	
ARRA - State Fiscal Stabilization Fund (SFSF) - Government Services, Recovery Act	84.397				
<u>Pass-Through From:</u>					
Texas Higher Education Coordinating Board			781	1,173,402.58	
Totals - U.S. Department of Education				<u>1,323,994.88</u>	<u>-</u>
TRIO Cluster					
U.S. Department of Education					
<u>Direct Programs:</u>					
TRIO_Upward Bound	84.047				
Totals - U.S. Department of Education				<u>-</u>	<u>-</u>
WIA Cluster					
U.S. Department of Labor					

UNAUDITED

SCHEDULE 1 - A
 TARLETON STATE UNIVERSITY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended August 31, 2011

Direct Program Amount	Total Pass- Through From Direct Program	Agy/ Univ No.	Pass-through To		Total Pass- Through To Expenditures
			Agencies or Universities Amount	Non-State Entities Amount	
	19,762.99				19,762.99
<u>-</u>	<u>19,762.99</u>		<u>-</u>	<u>-</u>	<u>19,762.99</u>
	2,365.00				2,365.00
<u>-</u>	<u>2,365.00</u>		<u>-</u>	<u>-</u>	<u>2,365.00</u>
(95,547.75)	(95,547.75)				(95,547.75)
		770	18,600.00		
156,733.99	156,733.99				156,733.99
17,796,862.78	17,796,862.78			14,372,213.09	17,796,862.78
		770	3,424,649.69		
63,413,504.00	63,413,504.00			51,535,216.00	63,413,504.00
		770	11,878,288.00		
244,695.00	244,695.00			244,695.00	244,695.00
155,983.00	155,983.00			152,983.00	155,983.00
		770	3,000.00		
<u>81,672,231.02</u>	<u>81,672,231.02</u>		<u>15,324,537.69</u>	<u>-</u>	<u>66,347,693.33</u>
	150,592.30				150,592.30
	1,173,402.58				1,173,402.58
<u>-</u>	<u>1,323,994.88</u>		<u>-</u>	<u>-</u>	<u>1,323,994.88</u>
391,123.00	391,123.00			391,123.00	391,123.00
<u>391,123.00</u>	<u>391,123.00</u>		<u>-</u>	<u>-</u>	<u>391,123.00</u>

UNAUDITED

SCHEDULE 1 - A
 TARLETON STATE UNIVERSITY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended August 31, 2011

Federa Grantor/ Pass-through Grantor Program Title	CFDA Number	Identifying Number	Pass-through From		
			Agy/ Univ No	Agencies or Universities Amount	Non-State Entities Amount
<u>Pass-Through From:</u>					
WIA Adult Program	17.258				
Pass-Through From:					
Texas Workforce Commission			320	82,647.38	
WIA Dislocated Workers	17.260				
Pass-Through From:					
Texas Engineering Experiment Station			712	40.00	
Totals - U.S. Department of Labor				<u>82,687.38</u>	<u>-</u>
Total Expenditures of Federal Awards				<u>\$ 2,213,179.69</u>	<u>\$ 35,706.39</u>

UNAUDITED

SCHEDULE 1 - A
 TARLETON STATE UNIVERSITY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended August 31, 2011

Direct Program Amount	Total Pass- Through From Direct Program	Agy/ Univ No.	Pass-through To			Total Pass- Through To Expenditures
			Agencies or Universities Amount	Non-State Entities Amount	Expenditures	
	82,647.38				82,647.38	82,647.38
	40.00				40.00	40.00
<u>-</u>	<u>82,687.38</u>		<u>-</u>	<u>-</u>	<u>82,687.38</u>	<u>82,687.38</u>
<u>\$ 89,509,404.36</u>	<u>\$ 91,758,290.44</u>		<u>\$ 15,324,537.69</u>	<u>\$ -</u>	<u>\$ 76,433,752.75</u>	<u>\$ 91,758,290.44</u>

UNAUDITED

SCHEDULE 1 - A
 TARLETON STATE UNIVERSITY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended August 31, 2011

NOTE 1: NONMONETARY ASSISTANCE

Donation of Federal Surplus Property is presented at 23.3 percent of the original federal acquisition cost of \$638.13. The surplus property is passed through from the Texas Facilities Commission. The federal grantor agency is the General Services Administration. The CFDA number is 39.003. The estimated fair value for the fiscal year 2011 is \$148.68.

NOTE 2: RECONCILIATION OF REVENUES AND RECEIPTS TO EXPENDITURES
 AND DISBURSEMENTS (PASS THROUGHS)

FEDERAL REVENUES:

Federal Grants and Contracts - Operating		\$	8,427,650.69
Federal Grants and Contracts - Non-operating			17,796,862.78
Federal Pass-Through Grants (State Agencies/Universities and TAMUS Members)-Operating	\$	889,184.81	
Federal Pass-Through Grants (State Agencies/Universities and TAMUS Members)-Non-Operating		1,323,994.88	
LESS Reconciling Items:			
Donation of Federal Surplus Property		(148.68)	
Total Federal Pass-Through Grants			2,213,031.01
Federal Appropriations			
Total Federal Revenue per Exhibit IV			\$ 28,437,544.48

Reconciling Items:

ADD:

Non-Monetary Assistance [NOTE 1]:			
Donation of Federal Surplus Property			148.68
New Loans Processed [NOTE 3]:			
Federal Family Education Loans			
Federal Family Education Loans-Coordinating Board			
Health Education Assistance Programs			
Health Professions Student Loans, Including Primary Care Loans / Loans for Disadvantaged Students			
Federal Direct Student Loans (Direct Loans)			63,413,504.00

DEDUCT:

Federal Grants to/from TAMRF			(78,114.96)
COBRA 65% Subsidy (CFDA Number 17.151)			(14,791.76)
Total Pass Throughs and Expenditures per Federal Schedule			\$ 91,758,290.44

UNAUDITED

SCHEDULE 1 - A
 TARLETON STATE UNIVERSITY
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 For the Year Ended August 31, 2011

NOTE 3: STUDENT LOANS PROCESSED AND ADMINISTRATIVE COSTS RECOVERED

FEDERAL GRANT/PASS THROUGH GRANT OR PROGRAM TITLE	CFDA NUMBER	NEW LOANS PROCESSED	ADMINISTRATIVE COSTS RECOVERED	LOANS OR LOAN GUARANTEES OUTSTANDING AT YEAR-END	ENDING BALANCE OF PREVIOUS YEARS LOANS
U. S. Department of Education					
Federal Family Education Loans	84.032	\$	\$	\$	\$
Federal Perkins Loan Program	84.038				
Federal Direct Student Loan	84.268	63,413,504.00	(11,878,288.00)		
Total, U. S. Department of Education		<u>63,413,504.00</u>	<u>(11,878,288.00)</u>	<u>-</u>	<u>-</u>
U.S. Department of Health and Human Services					
Health Professions Students Loans, Including Primary Care Loans	93.108				
Loans for Disadvantaged Students	93.342				
Total, U. S. Department of Health and Human Services		<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Student Loans Processed and Administrative Costs Recovered		<u>\$ 63,413,504.00</u>	<u>\$ (11,878,288.00)</u>	<u>\$ -</u>	<u>\$ -</u>

NOTE 4: DEPOSITORY LIBRARIES FOR GOVERNMENT PUBLICATIONS

Not Applicable

NOTE 5: UNEMPLOYMENT INSURANCE FUNDS

Not Applicable

NOTE 6: REBATES FROM THE SPECIAL SUPPLEMENTAL FOOD PROGRAM FOR WOMEN, INFANT AND CHILDREN (WIC)

Not Applicable

NOTE 7: FEDERAL DEFERRED REVENUE

PROGRAM NAME	CFDA NUMBER	BEGINNING BALANCE 9/1/2010	NET CHANGE	ENDING BALANCE 8/31/2011
U.S. Department of Agriculture Crop Insurance	10.450	\$ 1,660,101.76	\$ 845,148.56	\$ 2,505,250.32
		<u>\$ 1,660,101.76</u>	<u>\$ 845,148.56</u>	<u>\$ 2,505,250.32</u>

Deferred Revenue Explanation:

Prepaid federal grants that have not been earned by fiscal year-end.

NOTE 8: SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM

Not Applicable

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SCHEDULE 1-B
 TARLETON STATE UNIVERSITY
 SCHEDULE OF STATE GRANT PASS-THROUGHS FROM/TO STATE AGENCIES
 For the Year Ended August 31, 2011

Pass-through From:

<u>Program Name</u> <u>Agency Name</u>	<u>Grant ID</u>	<u>Agy#</u>	<u>Amount</u>
Recreational Use Attainability Analysis for Mid-Pecan Bayou Texas AgriLife Research	556.0006	556	\$ 34,894.03
Nutrient Data Collection Project Texas AgriLife Research	556.0007	556	83,411.61
TMDL - Bacteria Water Quality Sampling Analysis in Specified Stream Texas Commission on Environmental Quality	582.0029	582	199,146.60
Upper Oyster Creek Dissolved Oxygen TMDL Texas Commission on Environmental Quality	582.0046	582	16,028.24
Nonpoint Source Pollution Grant Program Soil and Water Conservation Board	592.0001	592	90,370.38
Beginning Teacher Induction and Mentoring (BTIM) program Texas A&M University System	710.0006	710	53,025.62
TEXES Certification Exam Review for Teachers (TCERT) program Texas A&M University System	710.0007	710	128,376.25
Joint Admission Medical Program (JAMP) University of Texas System	720.0002	720	15,172.00
Native Plant Integration Texas A&M University - Kingsville	732.0004	732	9,860.32
Professional Nursing Aid Texas Higher Education Coordinating Board	781.0002	781	7,613.00
Nursing & Allied Health Texas Higher Education Coordinating Board	781.0006	781	45,000.00
General Academic Enrollment Growth Texas Higher Education Coordinating Board	781.0007	781	50,280.87
TEXAS Grant Program Texas Higher Education Coordinating Board	781.0008	781	4,258,713.00
Professional Nursing Shortage Reduction Program Texas Higher Education Coordinating Board	781.0013	781	70,065.00
Promote Participation & Success Texas Higher Education Coordinating Board	781.0017	781	5,000.00
Engineering Recruitment Program Texas Higher Education Coordinating Board	781.002	781	2,811.00
College Work Study Program Texas Higher Education Coordinating Board	781.0023	781	29,670.00

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SCHEDULE 1-B
 TARLETON STATE UNIVERSITY
 SCHEDULE OF STATE GRANT PASS-THROUGHS FROM/TO STATE AGENCIES
 For the Year Ended August 31, 2011

College Readiness Initiative	781.0026		
Texas Higher Education Coordinating Board		781	203,537.75
Top 10% Scholarships	781.0028		
Texas Higher Education Coordinating Board		781	204,000.00
Work Study Mentorship Program	781.0029		
Texas Higher Education Coordinating Board		781	31,116.10
Combat Exemption Prog SB297	781.0033		
Texas Higher Education Coordinating Board		781	43,963.44
Early High School Program HB1479	781.0036		
Texas Higher Education Coordinating Board		781	54,680.20
Certified Edu Aide Program	781.0037		
Texas Higher Education Coordinating Board		781	92,967.26
Various Projects	813.0003		
Texas Commission on the Arts		813	4,050.00
Total Pass-Through From Other State Agencies			\$ <u>5,733,752.67</u>
			(Exhibit IV)

Pass-through To

<u>Program Name</u>	<u>Grant ID</u>	<u>Agy#</u>	<u>Amount</u>
<u>Agency Name</u>			
Two Year Enrollment Growth Award	713.0001		
Texas A&M Central Texas		770	\$ 13,827.24
AVID project	713.0002		
Texas A&M Central Texas		770	30,000.00
Combat Exemption, Certified Educational Aide	713.0003		
Texas A&M Central Texas		770	37,018.80
Total Pass-Through To State Agencies			\$ <u>80,846.04</u>
			(Schedule IV-1)

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SCHEDULE THREE
 TARLETON STATE UNIVERSITY
 SCHEDULE OF CASH & CASH EQUIVALENTS
 FOR THE YEAR ENDED AUGUST 31, 2011

	CURRENT YEAR TOTAL
CASH & CASH EQUIVALENTS	
CURRENT ASSETS	
CASH ON HAND:	
CASHIERS ACCOUNT.....	\$ 25,000.00
PETTY CASH DEPARTMENT WORKING FUND.....	<u>1,660.00</u>
TOTAL CASH ON HAND.....	<u>\$ 26,660.00</u>
CASH IN BANK.....	\$ 225,622.59
CASH IN STATE TREASURY:	
FUND 0243.....	<u>5,621,811.88</u>
TOTAL CASH IN STATE TREASURY.....	<u>\$ 5,621,811.88</u>
REIMBURSEMENTS DUE FROM STATE TREASURY.....	\$ 139,185.13
ASSETS HELD FOR INVESTMENT BY SYSTEM OFFICES-SHORT TERM.....	<u>16,319,742.38</u>
TOTAL CURRENT CASH AND CASH EQUIVALENTS [EXHIBIT III].....	<u>\$ 22,333,021.98</u>
RESTRICTED:	
CASH IN STATE TREASURY:	
ASSETS HELD FOR INVESTMENT BY SYSTEM OFFICE-SHORT TERM.....	<u>\$ 1,839,213.70</u>
TOTAL RESTRICTED CASH AND CASH EQUIVALENTS [EXHIBIT III].....	<u>\$ 1,839,213.70</u>
TOTAL CASH & CASH EQUIVALENTS [EXHIBIT VI].....	<u><u>\$ 24,172,235.68</u></u>

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SCHEDULE N-2
 TARLETON STATE UNIVERSITY
 NOTE 2 - CAPITAL ASSETS
 FOR THE YEAR ENDED AUGUST 31, 2011

	BALANCE 9-1-10	ADJUSTMENTS	COMPLETED CIP
BUSINESS-TYPE ACTIVITIES:			
NON-DEPRECIABLE/NON-AMORTIZABLE ASSETS			
LAND AND LAND IMPROVEMENTS.....	\$ 2,949,096.10	\$	\$ 403,215.31
CONSTRUCTION IN PROGRESS.....	7,391,799.79		(62,924,375.69)
OTHER TANGIBLE CAPITAL ASSETS.....	1,132,854.71		
TOTAL NON-DEPRECIABLE/NON-AMORTIZABLE ASSETS....	\$ 11,473,750.60	\$	\$ (62,521,160.38)
DEPRECIABLE ASSETS			
BUILDINGS.....	\$ 144,175,428.90	\$	\$ 42,843,850.99
INFRASTRUCTURE.....	6,404,625.83		13,316,291.66
FACILITIES AND OTHER IMPROVEMENTS.....	8,276,231.61		5,135,022.35
FURNITURE AND EQUIPMENT.....	15,393,148.71	20,000.00	1,225,995.38
VEHICLES, BOATS AND AIRCRAFT.....	1,438,832.88		
OTHER CAPITAL ASSETS.....	8,119,055.23		
TOTAL DEPRECIABLE ASSETS AT HISTORICAL COST....	\$ 183,807,323.16	\$ 20,000.00	\$ 62,521,160.38
LESS ACCUMULATED DEPRECIATION FOR:			
BUILDINGS.....	\$ (67,565,597.55)	\$	\$
INFRASTRUCTURE.....	(1,897,779.71)		
FACILITIES AND OTHER IMPROVEMENTS.....	(4,345,741.24)		
FURNITURE AND EQUIPMENT.....	(11,021,066.15)	(20,000.00)	
VEHICLES, BOATS AND AIRCRAFT.....	(1,172,456.00)		
OTHER CAPITAL ASSETS.....	(5,791,351.11)		
TOTAL ACCUMULATED DEPRECIATION.....	\$ (91,793,991.76)	\$ (20,000.00)	\$
DEPRECIABLE ASSETS, NET.....	\$ 92,013,331.40	\$	\$ 62,521,160.38
AMORTIZABLE ASSETS - INTANGIBLE			
COMPUTER SOFTWARE.....	\$ 734,238.12	\$	\$
TOTAL INTANGIBLE ASSETS AT HISTORICAL COST.....	\$ 734,238.12	\$	\$
LESS ACCUMULATED AMORTIZATION FOR:			
COMPUTER SOFTWARE.....	\$ (699,848.66)	\$	\$
TOTAL ACCUMULATED AMORTIZATION.....	\$ (699,848.66)	\$	\$
AMORTIZABLE ASSETS-NET.....	\$ 34,389.46	\$	\$
BUSINESS-TYPE ACTIVITIES CAPITAL ASSETS, NET.....	\$ 103,521,471.46	\$	\$

<u>INC-INTERAGENCY TRANSACTIONS</u>	<u>DEC-INTERAGENCY TRANSACTIONS</u>	<u>ADDITIONS</u>	<u>DELETIONS</u>	<u>BALANCE 8-31-11</u>
\$ 56,262,445.13	\$	\$ 3,038,579.17	\$ (113,679.52)	\$ 3,238,631.89
				3,768,448.40
				1,132,854.71
<u>\$ 56,262,445.13</u>	<u>\$</u>	<u>\$ 3,038,579.17</u>	<u>\$ (113,679.52)</u>	<u>\$ 8,139,935.00</u>
\$	\$	\$	\$ (4,337,865.40)	\$ 182,681,414.49
			(583,054.66)	19,137,862.83
			(206,667.36)	13,204,586.60
121,126.90		718,288.40	(2,481,158.77)	14,997,400.62
		125,861.57		1,564,694.45
		288,190.89	(32,505.63)	8,374,740.49
<u>\$ 121,126.90</u>	<u>\$</u>	<u>\$ 1,132,340.86</u>	<u>\$ (7,641,251.82)</u>	<u>\$ 239,960,699.48</u>
\$	\$	\$ (6,448,700.10)	\$	\$ (74,014,297.65)
		(741,722.00)		(2,639,501.71)
		(505,144.08)		(4,850,885.32)
(121,126.90)		(1,289,147.67)	2,452,509.80	(9,998,830.92)
		(91,016.67)		(1,263,472.67)
		(280,783.97)		(6,072,135.08)
<u>\$ (121,126.90)</u>	<u>\$</u>	<u>\$ (9,356,514.49)</u>	<u>\$ 2,452,509.80</u>	<u>\$ (98,839,123.35)</u>
<u>\$</u>	<u>\$</u>	<u>\$ (8,224,173.63)</u>	<u>\$ (5,188,742.02)</u>	<u>\$ 141,121,576.13</u>
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ (5,000.00)</u>	<u>\$ 729,238.12</u>
<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$ (5,000.00)</u>	<u>\$ 729,238.12</u>
<u>\$</u>	<u>\$</u>	<u>\$ (26,409.55)</u>	<u>\$ 5,000.00</u>	<u>\$ (721,258.21)</u>
<u>\$</u>	<u>\$</u>	<u>\$ (26,409.55)</u>	<u>\$ 5,000.00</u>	<u>\$ (721,258.21)</u>
<u>\$</u>	<u>\$</u>	<u>\$ (26,409.55)</u>	<u>\$</u>	<u>\$ 7,979.91</u>
<u>\$ 56,262,445.13</u>	<u>\$</u>	<u>\$ (5,212,004.01)</u>	<u>\$ (5,302,421.54)</u>	<u>\$ 149,269,491.04</u>

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