

TEXAS  STATE  
UNIVERSITY<sup>®</sup>

*The rising STAR of Texas*

# ANNUAL FINANCIAL REPORT

**FOR THE FISCAL YEAR ENDED**

**August 31, 2014**



**Falls / Sayers Housing Complex**



The newest additions to Texas State University Housing and Residential Life are Falls Hall and Sayers Hall. Falls Hall is a female student hall, while Sayers Hall is a co-ed student hall. Each hall houses approximately 290 students in adjoining-style, double bedroom units that share an in-suite bath. The two dorms and their shared community building provide 187,691 square feet of space including living quarters and a variety of rooms that encourage students to become more engaged with their academic peers and more involved in university activities. The modern, cutting-edge facilities are the first dorms on campus to have their own sand volleyball court and Wi-Fi connected rooms.



UNAUDITED

# Annual Financial Report

for the fiscal year ended August 31, 2014

*for*

## Texas State University (754)

MEMBER THE TEXAS STATE UNIVERSITY SYSTEM™

### The Texas State University System Board of Regents

Dr. Jaime R. Garza, Chairman, San Antonio

Rossanna Salazar, Vice Chairman, Austin

Charlie Amato, San Antonio

Kevin J. Lilly, Houston

Ron Mitchell, Horseshoe Bay

David Montagne, Beaumont

Vernon Reaser III, Bellaire

William F. Scott, Nederland

Donna Williams, Arlington

Anna Sandoval, Student Regent, Alpine

Dr. Brian McCall, Chancellor

*General Accounting Office  
Financial Reporting & Analysis*

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**UNAUDITED**  
**Texas State University (754)**

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TEXAS  STATE  
UNIVERSITY  
SAN MARCOS  
*The rising STAR of Texas*

October 14, 2014

Dr. Denise M. Trauth  
President  
Texas State University  
601 University Drive  
San Marcos, Texas 78666

Dear Dr. Trauth:

Submitted herein is the annual financial report of Texas State University for the fiscal year ended August 31, 2014, in compliance with Texas Government Code Annotated, Section 2101.011 and in accordance with the requirements established by the Comptroller of Public Accounts.

Due to the statewide requirements embedded in Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements – and Management’s Discussion and Analysis – for State and Local Governments*, the Comptroller of Public Accounts does not require the accompanying annual financial report to comply with all the requirements in this statement. The financial report will be considered by the Texas State Auditor’s Office as part of the audit of the *State of Texas Comprehensive Annual Financial Report*. Therefore, an opinion has not been expressed on the financial statements and related information contained in this report.


If you have any questions, please contact me at (512) 245-2748.

Respectfully submitted,



James L. Webb, Jr., CPA  
Director of Accounting

Approved:

  
Darryl J. Borgonah  
Associate Vice President for Financial Services

William A. Nance  
Vice President for Finance and Support Services

GENERAL ACCOUNTING OFFICE

601 UNIVERSITY DRIVE | SAN MARCOS, TEXAS 78666-4603 | phone 512.245.2541 | fax 512.245.8433 | WWW.TXSTATE.EDU

*Texas State University-San Marcos, founded in 1899, is a member of The Texas State University System.*

**UNAUDITED  
Texas State University (754)**

**ORGANIZATIONAL DATA**

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**BOARD OF REGENTS**

| <u>Name</u>                     | <u>Member's City (Texas)</u> | <u>Term Expires</u> |
|---------------------------------|------------------------------|---------------------|
| Dr. Jaime R. Garza, Chairman    | San Antonio                  | 2017                |
| Rossanna Salazar, Vice Chairman | Austin                       | 2017                |
| Charlie Amato                   | San Antonio                  | 2019                |
| Kevin J. Lilly                  | Houston                      | 2015                |
| Ron Mitchell                    | Horseshoe Bay                | 2015                |
| David Montagne                  | Beaumont                     | 2015                |
| Vernon Reaser III               | Bellaire                     | 2019                |
| William F. Scott                | Nederland                    | 2019                |
| Donna Williams                  | Arlington                    | 2017                |
| Anna Sandoval, Student Regent   | Alpine                       | 2015                |

**TEXAS STATE UNIVERSITY SYSTEM – SENIOR ADMINISTRATIVE OFFICIAL**

Dr. Brian McCall Chancellor

**UNIVERSITY ADMINISTRATION - KEY OFFICERS**

Dr. Denise M. Trauth President

Mr. William A. Nance Vice President for Finance and Support Services

Mr. Darryl J. Borgonah Associate Vice President for Financial Services



**UNAUDITED**  
**Texas State University (754)**

**ENROLLMENT DATA**

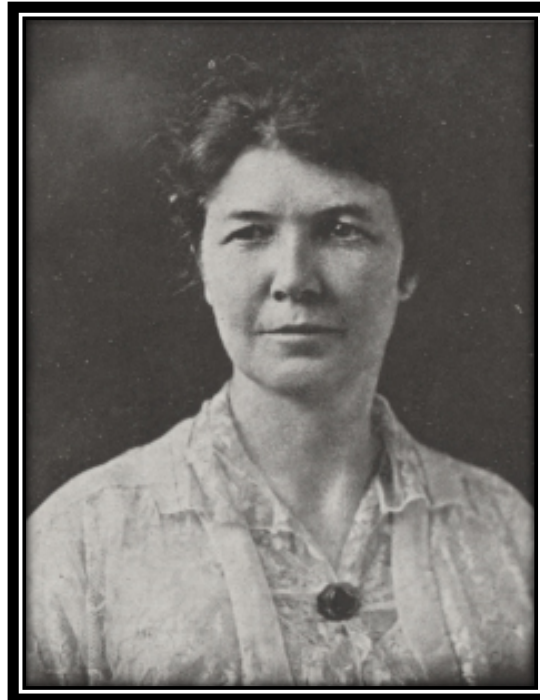
| <b>TYPE OF STUDENT</b>                           | <b>NUMBER OF STUDENTS BY SEMESTER</b> |                    |                    |
|--|---------------------------------------|--------------------|--------------------|
|  | <b>FALL 2013</b>                      | <b>SPRING 2014</b> | <b>SUMMER 2014</b> |
| Texas Residents                                  | 30,903                                | 28,838             | 11,081             |
| Out of State (Classified as Residents)           | 736                                   | 659                | 260                |
| Out of State                                     | 327                                   | 308                | 127                |
| Foreign  | 374                                   | 405                | 178                |
| Active Duty Dependents                           | 56                                    | 57                 | 40                 |
| Children of Disabled Firemen or Peace Officers   | 11                                    | 10                 | 4                  |
| Clinical Preceptors Exemption                    | 1                                     | 1                  |                    |
| Combat Exemption                                 | 1                                     | 1                  |                    |
| Competitive Academic Scholarship                 | 221                                   | 216                | 130                |
| Deceased Public Servants                         | 2                                     | 1                  |                    |
| Faculty/Staff Employee                           | 209                                   | 207                | 47                 |
| Family & Consumer Science Alliance Agreement     | 5                                     |                    |                    |
| Firemen - Fire Science Curriculum                | 1                                     | 2                  | 2                  |
| Foster Care Students                             | 85                                    | 79                 | 38                 |
| Good Neighbor                                    | 2                                     | 2                  | 1                  |
| Grad Teaching Asst/Instructional Asst Fee Waiver | 726                                   | 457                |                    |
| Hazelwood Act                                    | 1,720                                 | 1,672              | 749                |
| Louisiana Adjacent County                        | 6                                     | 4                  | 3                  |
| Mexico Pilot                                     | 6                                     | 7                  | 2                  |
| National Student Exchange                        | 10                                    | 11                 | 1                  |
| New Mexico Adjacent County                       | 12                                    | 8                  | 2                  |
| Peace Officer                                    | 8                                     | 7                  | 3                  |
| Professional Nursing Program                     | 1                                     | 1                  |                    |
| Reciprocal Exchange International                | 2                                     | 2                  |                    |
| Senior Citizens                                  | 7                                     | 5                  | 2                  |
| Texas Commission for the Blind                   | 28                                    | 22                 | 10                 |
| Texas Rehabilitation Commission for the Deaf     | 56                                    | 48                 | 26                 |
| Texas Tomorrow Waiver                            | 8                                     | 9                  | 3                  |
| Thesis   | 9                                     | 2                  | 5                  |
| Valedictorian                                    | 13                                    | 13                 |                    |
| Totals   | 35,546                                | 33,054             | 12,714             |

**ENROLLMENT TREND DATA**

(Fall Semester)

| <b>FISCAL YEAR</b> | <b>STUDENTS</b> | <b>SEMESTER HOURS</b> |
|--------------------|-----------------|-----------------------|
| 2014               | 35,546          | 429,091               |
| 2013               | 34,225          | 409,072               |
| 2012               | 34,087          | 403,195               |
| 2011               | 32,572          | 383,199               |
| 2010               | 30,836          | 362,993               |
| 2009               | 29,105          | 346,144               |
| 2008               | 28,159          | 336,831               |
| 2007               | 27,518          | 326,779               |
| 2006               | 27,222          | 322,780               |
| 2005               | 26,827          | 314,520               |

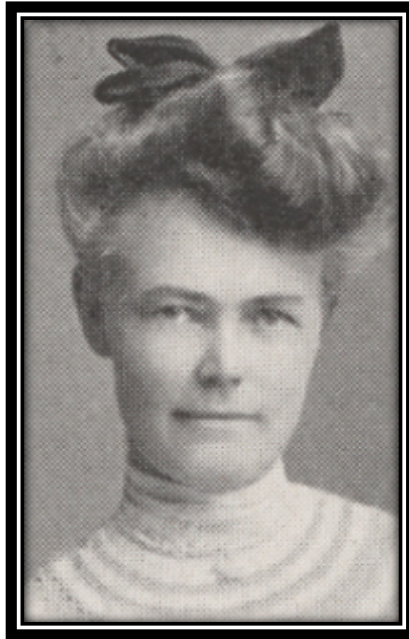
## HISTORY OF FALLS



Elizabeth Falls, from the 1919 Pedagog yearbook  
(Photo courtesy Texas State University Archives)

Falls Hall is named for Elizabeth Falls, who was a leader in the education field. Elizabeth Falls was hired in 1914 to manage the teacher training school and it was after her retirement in 1938 that the faculty voted to name the original Falls Hall in her honor. The first Falls Hall, built on the southern part of campus, has housed approximately 10,000 students over the past 45 years. That hall was demolished in 2012 and the Performing Arts Center was built in the location.

## HISTORY OF SAYERS



Jessie Alison Sayers, from the first Pedagog yearbook  
(Photo courtesy Texas State University Archives)

Sayers Hall is named for Jessie Alison Sayers. Sayers was one of the original 17 faculty members at Southwest Texas State Normal School and younger sister to Joseph Draper Sayers, who was governor of Texas. The Texas State school song, named "Alma Mater," was written by Miss Sayers in the early 1900's. The complete Alma Mater is included on page 33.

**UNAUDITED**  
**Texas State University (754)**

**STATEMENT OF NET POSITION**

**ASSETS AND DEFERRED OUTFLOWS**

|   |                           |
|---|---------------------------|
| Current Assets  |                           |
| Unrestricted Cash and Cash Equivalents:                               |                           |
| Cash on Hand  | \$96,402.83               |
| Cash in Bank (Note 3)   | 24,098,923.45             |
| Cash in Transit/Reimbursement from Treasury                           | 1,887,099.59              |
| Cash in State Treasury (Schedule 3)                                   | 29,601,822.43             |
| Cash Equivalents  | 195,076,458.23            |
| Restricted Cash and Cash Equivalents:                                 |                           |
| Cash in Bank (Note 3)   | 50,150,577.07             |
| Cash Equivalents  | 31,108,007.43             |
| Legislative Appropriations  | 41,637,668.31             |
| Net Receivables:  |                           |
| Federal Receivables (Note 24)   | 5,032,308.87              |
| Interest and Dividends  | 16,983.13                 |
| Accounts Receivable (Note 24)   | 42,815,668.31             |
| Gifts Receivables - Pledges   | 2,333,490.88              |
| Investment Trades   | 196,374.29                |
| Due From Other Agencies (Note 12)                                     | 2,469,648.93              |
| Consumable Inventories  | 877,734.75                |
| Merchandise Inventories   | 3,073,612.71              |
| Prepaid Items   | 28,219,260.52             |
| Loans and Contracts   | 5,864,092.91              |
| Total Current Assets  | <u>\$464,556,134.64</u>   |
| Non-Current Assets  |                           |
| Restricted:   |                           |
| Gifts Receivables - Pledges   | \$1,969,615.14            |
| Investments (Note 3)  | 34,945,003.25             |
| Investments (Note 3)  | 104,916,661.09            |
| Capital Assets, Non-Depreciable (Note 2)                              |                           |
| Land and Land Improvements  | 39,116,838.68             |
| Construction in Progress  | 21,770,529.47             |
| Art and Historical Treasures  | 4,870,135.23              |
| Capital Assets, Net of Accumulated Depreciation/Amortization (Note 2) |                           |
| Buildings and Building Improvements                                   | 489,888,001.65            |
| Infrastructure  | 46,378,799.45             |
| Facilities and Other Improvements                                     | 116,459,183.17            |
| Furniture and Equipment   | 23,930,396.47             |
| Vehicles, Boats and Aircraft  | 2,725,182.47              |
| Other Capital Assets  | 45,069,596.17             |
| Intangible Assets   | 9,187,181.22              |
| Total Non-Current Assets  | <u>\$941,227,123.46</u>   |
| Total Assets  | <u>\$1,405,783,258.10</u> |
| <b>DEFERRED OUTFLOWS</b>  |                           |
| Derivative Hedging Instrument Assets                                  | -                         |
| Deferred Outflows of Resources  | -                         |
| Total Deferred Outflows   | <u>\$0.00</u>             |
| Total Assets and Deferred Outflows                                    | <u>\$1,405,783,258.10</u> |

**UNAUDITED**  
**Texas State University (754)**

**STATEMENT OF NET POSITION**

---

**LIABILITIES AND DEFERRED INFLOWS**

Current Liabilities:

|                                       |                 |
|---------------------------------------|-----------------|
| Accounts Payable                      | \$31,106,230.65 |
| Investment Trades                     | 3,657,231.10    |
| Accrued Payroll                       | 12,866,560.60   |
| Unearned Revenues                     | 178,398,430.85  |
| Due to Other Agencies (Note 12)       | 762,492.88      |
| Employees' Compensable Leave (Note 5) | 6,720,495.83    |
| Funds Held for Others                 | 4,136,708.17    |
| Other Current Liabilities             | 16,137.75       |

Total Current Liabilities \$237,664,287.83

Non-Current Liabilities:

|                                       |              |
|---------------------------------------|--------------|
| Employees' Compensable Leave (Note 5) | 4,593,388.92 |
|---------------------------------------|--------------|

Total Non-Current Liabilities \$4,593,388.92

Total Liabilities and Deferred Inflows \$242,257,676.75

**DEFERRED INFLOWS**

Derivative Hedging Instrument Liabilities -

Deferred Inflows of Resources -

Total Deferred Inflows \$0.00

Total Assets and Deferred Inflows \$242,257,676.75

**NET POSITION**

Invested in Capital Assets, Net of Related Debt \$799,395,843.98

Restricted for:

Capital Projects 79,719,185.12

Funds Held as Permanent Investments:

Non-Expendable 17,139,438.32

Expendable 18,741,477.76

Other 14,597,941.96

Unrestricted 233,931,694.21

Total Net Position \$1,163,525,581.35

See accompanying notes to the Basic Financial Statements.

**UNAUDITED**  
**Texas State University (754)**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**

**OPERATING REVENUES**

|   |                         |
|---|-------------------------|
| Sales of Goods and Services   |                         |
| Tuition and Fees (PR - Chgs for Services)                                       | \$300,596,025.08        |
| Discounts and Allowances  | (77,110,542.70)         |
| Auxiliary Enterprises - Pledged (PR - Chgs for Services)                        | 74,024,901.78           |
| Other Sales of Goods and Services   | 14,083,146.91           |
| Federal Revenue-Operating (PR-OP Grants/Contributions) (Schedule 1A, Note 2)    | 15,486,195.62           |
| Federal Pass Through Revenue (PR-OP Grants/Contributions) (Schedule 1A, Note 2) | 3,855,034.64            |
| State Grant Revenue (PR-OP Grants/Contributions)                                | 3,059,000.36            |
| State Grant Pass Through Revenue (PR-OP Grants/Contributions) (Schedule 1B)     | 37,046,548.27           |
| Other Grants & Contracts (PR-OP Grants/Contributions)                           | 5,979,316.81            |
| Other Operating Revenue (PR-Chgs for Services)                                  | 644,149.04              |
| Total Operating Revenues  | <u>\$377,663,775.81</u> |

**OPERATING EXPENSES**

|                                    |                         |
|------------------------------------|-------------------------|
| Instruction                        | \$168,648,675.75        |
| Research                           | 33,138,109.17           |
| Public Service                     | 4,364,820.73            |
| Academic Support                   | 42,067,768.03           |
| Student Services                   | 30,735,006.02           |
| Institutional Support              | 30,578,192.46           |
| Operation and Maintenance Of Plant | 38,476,657.11           |
| Scholarship and Fellowships        | 47,479,978.40           |
| Auxiliary Enterprises              | 71,730,343.00           |
| Depreciation and Amortization      | 45,496,106.34           |
| Total Operating Expenses           | <u>\$512,715,657.01</u> |

|                         |                           |
|-------------------------|---------------------------|
| Operating Income (Loss) | <u>(\$135,051,881.20)</u> |
|-------------------------|---------------------------|

**NONOPERATING REVENUES (EXPENSES)**

|  |                         |
|--|-------------------------|
| Legislative Revenue (GR)                             | \$91,925,549.00         |
| Additional Appropriations (GR)                       | 20,883,997.73           |
| Federal Grant - Non Exchange (Schedule 1A, Note 2)   | 46,675,986.05           |
| State Pass Through - Non Exchange (Schedule 1B)      | 1,015,475.23            |
| Gifts (PR-OP Grants/Contributions)                   | 6,598,634.98            |
| Pledged Revenues                                     | 2,375,014.96            |
| Investment Income                                    | 3,929,829.73            |
| Gain (Loss) on Sales of Capital Assets               | (1,012,085.98)          |
| Net Increase (Decrease) in Fair Value of Investments | 6,358,559.75            |
| Other Nonoperating Revenues (Expenses)               | (1,254,752.09)          |
| Total Nonoperating Revenues (Expenses)               | <u>\$177,496,209.36</u> |

|   |                 |
|---|-----------------|
| Income (Loss) before Other Revenues, Expenses,<br>Gains, Losses and Transfers | \$42,444,328.16 |
|---|-----------------|

**UNAUDITED**  
**Texas State University (754)**

**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**

---

**OTHER REVENUES, EXPENSES, GAINS  
LOSSES AND TRANSFERS**

|  |                        |
|--|------------------------|
| HEAF Appropriation Revenue (GR)                          | \$21,863,258.00        |
| Additions to Permanent and Term Endowments               | 285,521.30             |
| Transfers From Other Governmental Agencies (Note 12)     | 57,600,000.00          |
| Transfers To Other Governmental Agencies (Note 12)       | (38,065,202.89)        |
| Legislative Transfers-Out (Note 12)                      | (8,310,613.18)         |
| Legislative Appropriations Lapsed                        | (2,703,038.25)         |
| Total Other Revenue, Expenses, Gain/Losses and Transfers | <u>\$30,669,924.98</u> |

**CHANGE IN NET POSITION**

\$73,114,253.14

Net Position, Beginning September 1, 2013

\$1,090,411,328.21

**TOTAL NET POSITION August 31, 2014**

\$1,163,525,581.35

See accompanying Notes to the Basic Financial Statements.

**UNAUDITED**  
**Texas State University (754)**

**MATRIX OF OPERATING EXPENSES REPORTED BY FUNCTION**

| <b>Operating Expenses</b>                 | <b>Instruction</b>      | <b>Research</b>        | <b>Public<br/>Service</b> | <b>Academic<br/>Support</b> |
|---|-------------------------|------------------------|---------------------------|-----------------------------|
| Cost of Goods Sold                        | -                       | -                      | -                         | -                           |
| Salaries and Wages                        | \$122,321,471.99        | \$16,967,557.71        | \$1,984,825.37            | \$23,959,655.61             |
| Payroll Related Costs                     | 32,559,838.53           | 3,594,676.14           | 663,955.71                | 6,530,246.39                |
| Professional Fees and Services            | 2,874,761.57            | 6,515,118.23           | 625,388.73                | 2,280,534.93                |
| Federal Pass-Through Expense (Sch 1A)     | -                       | 76,894.96              | -                         | -                           |
| State Grant Pass-Through Expense (Sch 1B) | -                       | -                      | -                         | -                           |
| Travel                                    | 2,191,290.56            | 1,889,198.55           | 116,324.04                | 504,420.11                  |
| Materials and Supplies                    | 7,453,445.17            | 2,852,070.55           | 725,633.31                | 3,947,216.02                |
| Communication and Utilities               | 157,545.92              | 70,865.40              | 14,278.77                 | 139,306.97                  |
| Repairs and Maintenance                   | 327,979.63              | 51,117.71              | 114,277.44                | 4,035,743.75                |
| Rentals and Leases                        | 150,366.77              | 235,767.42             | 46,703.47                 | 325,167.30                  |
| Printing and Reproduction                 | 545,064.47              | 221,657.05             | 58,033.51                 | 337,028.82                  |
| Depreciation and Amortization             | -                       | -                      | -                         | -                           |
| Interest                                  | 432.77                  | 455.51                 | 5.88                      | 158.33                      |
| Scholarships                              | -                       | -                      | -                         | -                           |
| Claims and Judgments                      | -                       | -                      | -                         | -                           |
| Other Operating Expenses                  | 66,478.37               | 662,729.94             | 15,394.50                 | 8,289.80                    |
| <b>Total Operating Expenses</b>           | <b>\$168,648,675.75</b> | <b>\$33,138,109.17</b> | <b>\$4,364,820.73</b>     | <b>\$42,067,768.03</b>      |

See accompanying notes to the Basic Financial Statements.



**UNAUDITED**  
**Texas State University (754)**

**MATRIX OF OPERATING EXPENSES REPORTED BY FUNCTION**

| <b>Student Services</b> | <b>Institutional Support</b> | <b>Operation and Maintenance of Plant</b> | <b>Scholarships and Fellowships</b> | <b>Auxiliary Enterprise Expenditures</b> | <b>Depreciation and Amortization</b> | <b>Total Expenses</b>   |
|-------------------------|------------------------------|---|-------------------------------------|--|--------------------------------------|-------------------------|
| -                       | -                            | -   | -                                   | \$6,822,172.79                           | -                                    | \$6,822,172.79          |
| \$16,864,029.59         | \$19,250,965.17              | \$13,123,977.46                           | \$1,604,572.22                      | 15,869,365.95                            | -                                    | 231,946,421.07          |
| 4,441,660.64            | 7,219,684.64                 | 4,657,115.77                              | (6,914.55)                          | 4,612,597.32                             | -                                    | 64,272,860.59           |
| 4,348,415.36            | 1,599,790.15                 | 3,464,593.31                              | -                                   | 11,343,722.05                            | -                                    | 33,052,324.33           |
| -                       | -                            | -   | -                                   | -  | -                                    | 76,894.96               |
| -                       | -                            | -   | -                                   | -  | -                                    | 0.00                    |
| 830,843.33              | 404,238.87                   | 55,636.40                                 | -                                   | 2,590,555.20                             | -                                    | 8,582,507.06            |
| 2,849,292.86            | 1,069,093.84                 | 2,753,042.82                              | -                                   | 18,741,784.01                            | -                                    | 40,391,578.58           |
| 129,220.59              | 422,402.90                   | 12,780,225.75                             | -                                   | 8,967,974.27                             | -                                    | 22,681,820.57           |
| 252,136.23              | 61,762.42                    | 1,543,833.58                              | -                                   | 2,225,781.20                             | -                                    | 8,612,631.96            |
| 230,984.41              | 110,569.54                   | 52,425.87                                 | -                                   | 302,313.33                               | -                                    | 1,454,298.11            |
| 767,794.04              | 398,821.79                   | 45,225.25                                 | -                                   | 241,658.59                               | -                                    | 2,615,283.52            |
| -                       | -                            | -   | -                                   | -  | 45,496,106.34                        | 45,496,106.34           |
| 57.28                   | 5,589.29                     | 72.61                                     | -                                   | 124.04                                   | -                                    | 6,895.71                |
| -                       | -                            | -   | 45,882,320.73                       | -  | -                                    | 45,882,320.73           |
| -                       | 1,816.65                     | 408.29                                    | -                                   | -  | -                                    | 2,224.94                |
| 20,571.69               | 33,457.20                    | 100.00                                    | -                                   | 12,294.25                                | -                                    | 819,315.75              |
| <b>\$30,735,006.02</b>  | <b>\$30,578,192.46</b>       | <b>\$38,476,657.11</b>                    | <b>\$47,479,978.40</b>              | <b>\$71,730,343.00</b>                   | <b>\$45,496,106.34</b>               | <b>\$512,715,657.01</b> |

**UNAUDITED**  
**Texas State University (754)**

**STATEMENT OF CASH FLOWS**

**Cash Flows from Operating Activities**

|  |                          |
|--|--------------------------|
| Receipts from Customers                          | \$14,004,615.78          |
| Proceeds from Tuition and Fees                   | 229,992,154.80           |
| Proceeds from Research Grants and Contracts      | 60,431,597.50            |
| Proceeds from Loan Programs                      | 6,836,533.14             |
| Proceeds from Auxiliaries                        | 75,496,108.69            |
| Proceeds from Other Revenues                     | 1,339,830.30             |
| Payments to Suppliers for Goods and Services     | (122,544,212.66)         |
| Payments to Employees for Salaries               | (231,875,851.47)         |
| Payments to Employees for Benefits               | (48,295,007.91)          |
| Payments for Loans Provided                      | (7,937,464.80)           |
| Payments for Other Expenses                      | (46,220,593.55)          |
| Net Cash Provided (Used) by Operating Activities | <u>(\$68,772,290.18)</u> |

**Cash Flows from Noncapital Financing Activities**

|   |                         |
|---|-------------------------|
| Proceeds from State Appropriations                          | \$91,135,822.45         |
| Proceeds from Gifts   | 6,265,062.03            |
| Proceeds from Grant Receipts                                | 47,694,015.14           |
| Proceeds from Loan Programs                                 | 73,769.52               |
| Payments for Other Uses                                     | (8,755,060.77)          |
| Net Cash Provided (Used) by Noncapital Financing Activities | <u>\$136,413,608.37</u> |

**Cash Flows from Capital and Related Financing Activities**

|  |                          |
|--|--------------------------|
| Proceeds from Sale of Capital Assets                                 | \$181,282.30             |
| Proceeds from Debt Issuance  | 57,600,000.00            |
| Proceeds from Other Financing Activities                             | 21,863,258.00            |
| Payments for Additions to Capital Assets                             | (85,570,951.09)          |
| Payments of Principal on Debt Issuance                               | (20,059,728.39)          |
| Payments of Interest on Debt Issuance                                | (19,338,070.48)          |
| Net Cash Provided (Used) by Capital and Related Financing Activities | <u>(\$45,324,209.66)</u> |

**Cash Flows from Investing Activities**

|  |                     |
|--|---------------------|
| Proceeds from Sales of Investments               | \$193,008,009.71    |
| Proceeds from Investment Income                  | 3,932,443.79        |
| Payments to Acquire Investments                  | (196,165,263.75)    |
| Net Cash Provided (Used) by Investing Activities | <u>\$775,189.75</u> |

|  |                         |
|--|-------------------------|
| Increase (Decrease) in Cash and Cash Equivalents | \$23,092,298.28         |
| Cash and Cash Equivalents, September 1, 2013     | \$308,926,992.75        |
| Cash and Cash Equivalents, August 31, 2014       | <u>\$332,019,291.03</u> |

**UNAUDITED**  
**Texas State University (754)**

**STATEMENT OF CASH FLOWS**

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**Reconciliation of Operating Income (Loss) to  
Net Cash Provided (Used) by Operating Activities**

Operating Income (Loss) (\$135,051,881.20)

Adjustments to Reconcile Operating Income  
to Net Cash Provided (Used) by Operating Activities:

Amortization and Depreciation \$45,496,106.34

Operating Income and Cash Flow Categories

Changes in Assets and Liabilities:

(Increase) Decrease in Receivables (\$1,494,738.46)

(Increase) Decrease in Due from Other Agencies (120,904.20)

(Increase) Decrease in Inventories 197,564.38

(Increase) Decrease in Prepaid Expenses (2,133,480.75)

(Increase) Decrease in Loans & Contracts (1,100,592.68)

(Increase) Decrease in State Appropriations 13,870,053.70

Increase (Decrease) in Payables 3,141,310.26

Increase (Decrease) in Due to Other Funds (7,501,787.14)

Increase (Decrease) in Unearned Revenue 14,857,772.30

Increase (Decrease) in Benefits Payable 1,068,421.65

Increase (Decrease) in Other Liabilities (134.38)

Total Adjustments \$66,279,591.02

Net Cash Provided (Used) by Operating Activities (\$68,772,290.18)

**Non Cash Transactions**

Net Change in the Fair Value of Investments \$6,358,559.75

Donation of Capital Assets 1,420,900.00

Gain (loss) on Sale of Capital Assets (1,193,368.28)

See accompanying notes to the Basic Financial Statements.

## THE CONTEMPLATIVE COURTYARD



The Falls and Sayers Halls Complex is home to artwork created by Texas native, James Surls. The piece called “Diamond with Nine Flowers” stands 18 feet high and is made of bronze and stainless steel. The sculpture resides in “The Contemplative Courtyard,” a shaded seating area located outside the north tower of the complex.

NOTES TO THE BASIC FINANCIAL STATEMENTS

## RIBBON CUTTING CEREMONY



A ribbon cutting ceremony was held at Falls and Sayers Halls on August 6, 2014.

**UNAUDITED**  
**Texas State University (754)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

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**NOTE 1: Summary of Significant Accounting Policies**

**BASIS OF PRESENTATION**

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The accompanying financial statements of Texas State University (Texas State) have been prepared in compliance with Texas Government Code Annotated, Section 2101.011, in accordance with the applicable requirements established by the Comptroller of Public Accounts and Generally Accepted Accounting Principles (GAAP) as prescribed by the Governmental Accounting Standard Board (GASB).

Financial reporting for the university is based on all GASB pronouncements, as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, Auditing Practices Board Opinions, and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements. FASB pronouncements issued after November 30, 1989 are not followed in the preparation of the accompanying financial statements.

**NATURE OF OPERATIONS**

---

Texas State is a public student-centered Emerging Research University dedicated to excellence in serving the educational needs of the diverse population of the State of Texas and the world beyond. The university offers degrees in 97 undergraduate programs, 88 graduate programs and 12 doctoral fields. Through research, instruction, and other activities that advance essential knowledge and dissemination of that knowledge, the university strives to fulfill its mission.

**REPORTING ENTITY**

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The financial reporting entity consists of the primary government organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion could cause the financial statements to be misleading or incomplete. The Texas State University Research Foundation and the Harold M. Freeman Educational Foundation are included in the financial statements of Texas State as blended component units.

Texas State is governed by the Board of Regents for The Texas State University System and is included in their financial statements as a component unit. The Texas State University System is a component of the State of Texas and is reported by the State of Texas in the proprietary fund.

**MEASUREMENT FOCUS AND BASIS OF ACCOUNTING**

---

The basis of accounting determines when revenues and expenses are recognized and reported in the financial statements. Three primary financial statements are presented with supporting schedules: The Statement of Net Position, the Statement of Revenue, Expenses and Changes in Net Position, and the Statement of Cash Flows. The accompanying statements have been prepared using the economic resources measurement focus and accrual basis of accounting as prescribed in GASB Statements 34/35. Under the accrual basis, revenues are recognized when earned and expenses are recognized when an obligation has been incurred.

As an agency of the State of Texas, Texas State is reflected as a special-purpose government engaged in only business type activities. Business type activities are those that are financed in whole or in part by fees charged to external parties for goods or services and focus on determining operating income, changes in net position, financial position, and cash flows. Operating items are distinguished from non-operating items. Operating revenues and expenses result from providing services or producing and delivering goods in connection with the principle of ongoing operations. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All significant inter-agency transactions have been eliminated.

**RESTRICTED NET POSITION**

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When both restricted and unrestricted sources are available for use, restricted resources are generally used first, and then unrestricted resources are used as they are needed.

**UNAUDITED**  
**Texas State University (754)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

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**USE OF ESTIMATES IN THE PREPARATION OF BASIC FINANCIAL STATEMENTS**

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The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

A significant estimate for scholarship discounts and allowances is made by the university. Allowances are determined by using the Alternate Method as issued by National Association of College and University Business Officers in the *Advisory Report 2000-05*. This method resulted in a total estimate of \$77,110,542.70 for the university's discounts and allowances related to tuition and fees.

**CURRENT AND NON-CURRENT ASSETS**

---

Current assets are those considered available for appropriation and expenditure within one fiscal year. Examples of expendable financial resources include cash, various receivables, and short-term investments. All other assets are considered non-current.

**CASH AND CASH EQUIVALENTS**

---

For reporting purposes, this account includes cash on hand, cash in local banks, cash in transit, and cash in the treasury. Cash equivalents are defined as short-term, highly liquid investments that are both: (a) readily convertible to known amounts of cash and (b) so near maturity they present insignificant risk of changes in value due to changes in interest rates. Only investments with an original maturity of three months or less are considered cash equivalents.

**ACCOUNTS RECEIVABLE**

---

The university's accounts receivable primarily relate to tuition and fee charges to students and to auxiliary enterprise services provided to students, faculty, and staff. Restricted receivable amounts, related to reimbursement of expenditures from various federal, state, and private sources, are amounts pledged to the university by donors, net of allowances.

**CONTRACTS AND GRANT AWARDS**

---

Contract and grant awards are accounted for in accordance with the requirements of GASB Statements 34/35. Federal contract and grant awards not collected as of fiscal year-end are reported as Federal Accounts Receivable on the Statement of Net Position.

**INVESTMENTS**

---

In accordance with GASB Statement No. 31, investments are reported at fair market value in the Statement of Net Position. Fair value is defined as the amount at which an investment could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

**INVENTORIES AND PREPAID ITEMS**

---

Inventories include both merchandise inventories on hand for sale and consumable inventories. Inventories are valued at cost.

Payments made for services that will benefit periods beyond the current accounting period are recorded as prepaid items. Prepaid scholarships represent funds paid in the current period relating to the following period.

The consumption method of accounting is used to account for inventories and prepaid items that appear in the Proprietary Fund types. The cost of these items is expensed when the items are consumed.

**UNAUDITED**  
**Texas State University (754)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**CAPITAL ASSETS AND RELATED DEBT ACTIVITY**

Purchases for assets with an estimated useful life in excess of one year exceeding the university's capitalization thresholds are recorded as capital assets at their acquisition cost on the date of acquisition. Donated assets with an estimated useful life in excess of one year exceeding the university's capitalization thresholds are recorded as capital assets at their fair market value on the date of acquisition. Intangible capital assets are defined as assets that lack physical substance, are nonfinancial in nature and have an initial useful life extending beyond a single reporting period. Routine repairs and maintenance that do not increase the value of buildings are charged to operating expense in the year in which the expense was incurred.

The university's capitalization thresholds are:

| <b>Asset Category</b>  | <b>Capitalization Threshold</b>  |
|--|----------------------------------|
| Land, land improvements, and land use rights                           | All acquisitions are capitalized |
| Books and materials for the university's academic and research library | All acquisitions are capitalized |
| Works of art and historical treasures not held for financial gain      | All acquisitions are capitalized |
| Furniture, equipment, and vehicles                                     | \$5,000                          |
| Buildings, building improvements, facilities and other improvements    | \$100,000                        |
| Purchased computer software and land use rights <sup>(A)</sup>         | \$100,000                        |
| Infrastructure   | \$500,000                        |
| Internally generated computer software                                 | \$1,000,000                      |

(A) Applies only to land use rights considered to have a limited useful life (TERM.)

Assets are depreciated or amortized over the estimated useful life of the asset using the straight-line method as follows:

|   |             |
|---|-------------|
| Buildings, Infrastructure and Facilities    | 10-30 years |
| Furniture and Equipment                     | 4-15 years  |
| Vehicles                                    | 5-10 years  |
| Other Assets                                | 15 years    |
| Purchased and Internally Developed Software | 5 years     |
| Other Tangible Assets                       | 10 years    |
| TERM Land Use Rights                        | 10 years    |

All land, land improvements, land use rights, and works of art and historical treasures not held for financial gain are considered to have an indefinite useful life. Because these assets are inexhaustible, they are not depreciated.

Bonded indebtedness is issued by the Texas State University System Revenue Financing System. The System Administration Office and each component institution within the system comprise the Revenue Financing System. Although the university must repay the debt that was issued on its behalf, the associated bond liability is reported in total by the System Administration Office and is not included in the liabilities of the university in the university's financial statements. Debt service requirements reported by the System Administration Office and attributable to Texas State are disclosed in Note 6, Bonded Indebtedness.

**ACCOUNTS PAYABLE**

Accounts payable represents the liability for the value of assets or services received at the Statement of Net Position date for which payment is pending.

**OTHER PAYABLES**

Other payables are the accrual at year-end of expenditure transactions not included in any of the other payable descriptions.

**UNEARNED REVENUES**

Unearned revenues represent payments received in advance of providing goods or services.



**UNAUDITED**  
**Texas State University (754)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

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**LONG-TERM LIABILITIES**

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General long-term liabilities are not limited to liabilities arising from debt issuances, but may also include non-current liabilities on lease-purchase agreements and other commitments that are not recorded as current liabilities. In Proprietary Fund types, long-term debt, and other long-term obligations are reported as liabilities in the applicable Business-Type Activities or as a Proprietary Fund type in the Statement of Net Position.

**EMPLOYEES' COMPENSABLE LEAVE BALANCES**

---

A state employee is entitled to be paid for all unused vacation time accrued, in the event of the employee's resignation, dismissal, or separation from State employment, provided the employee has had continuous employment with the State for six months. Compensable leave liabilities are reported as either short-term (current) or long-term (non-current) in the Statement of Net Position. Long term is the portion of vacation balance which was not earned in the given fiscal year. Short term is the portion earned during the fiscal year. If the amount earned during a fiscal year is greater than the balance, then the entire balance is considered short-term. An expense and liability for proprietary fund types are recorded as the benefits accrue to employees.

No liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

**NET POSITION**

---

The difference between assets and liabilities is 'Net Position' on the proprietary fund statements.

**INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT**

---

Invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds, notes and other debt that are attributed to the acquisition, construction, or improvement of those assets.

**RESTRICTED NET POSITION**

---

Restricted net position consists of restricted assets less liabilities and deferred inflows of resources related to those assets. This represents resources that are constrained to a particular purpose and either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

**UNRESTRICTED NET POSITION**

---

Unrestricted net position is the residual amount of the net position not included in the net investment in capital assets or the restricted net position. Unrestricted net assets often have constraints on resources, which are imposed by management, but can be removed or modified. Substantially all unrestricted net assets are designated for academic and research programs and initiatives, and capital projects.

**UNAUDITED**  
**Texas State University (754)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**NOTE 2: Capital Assets**

A summary of changes in capital assets is presented below:

| BUSINESS-TYPE ACTIVITIES                     | Balance<br>9/1/2013            | PRIMARY GOVERNMENT   |                                    |  |                      |
|--|--------------------------------|----------------------|------------------------------------|--|----------------------|
|  |                                | Adjustments          | Reclassifications<br>Completed CIP | Reclassification<br>Inc-Int'agy<br>Trans | Dec-Int'agy<br>Trans |
| <b>Non-Depreciable Assets</b>                |                                |                      |                                    |  |                      |
| Land and Land Improvements                   | \$37,666,380.67                |                      | \$950,458.01                       |  |                      |
| Construction in Progress                     | 90,436,467.55                  |                      | (136,892,994.35)                   |  |                      |
| Other Assets                                 | 4,621,023.73                   |                      |                                    |  |                      |
| Land Use Rights                              |                                |                      |                                    |  |                      |
| Other Intangible Capital Assets              |                                |                      |                                    |  |                      |
| Total Non-Depreciable Assets                 | <u>\$132,723,871.95</u>        | <u>\$0.00</u>        | <u>(\$135,942,536.34)</u>          | <u>\$0.00</u>                            | <u>\$0.00</u>        |
| <b>Depreciable Assets</b>                    |                                |                      |                                    |  |                      |
| Buildings and Building Improvements          | \$739,766,371.49               |                      | \$109,633,689.14                   |  |                      |
| Infrastructure                               | 48,833,503.89                  |                      | 23,570,824.82                      |  |                      |
| Facilities & Other Improvements              | 146,586,238.72                 |                      | 2,738,022.38                       |  |                      |
| Furniture and Equipment                      | 59,639,940.58                  |                      |                                    | \$42,742.40                              |                      |
| Vehicle, Boats & Aircraft                    | 6,873,994.81                   |                      |                                    |  |                      |
| Other Assets                                 | 86,741,840.67                  |                      |                                    |  |                      |
| Total Depreciable Assets at Historical Costs | <u>\$1,088,441,890.16</u>      | <u>\$0.00</u>        | <u>\$135,942,536.34</u>            | <u>\$42,742.40</u>                       | <u>\$0.00</u>        |
| <b>Less Accumulated Depreciation for:</b>    |                                |                      |                                    |  |                      |
| Buildings and Improvements                   | (\$337,815,621.74)             |                      |                                    |  |                      |
| Infrastructure                               | (23,790,000.51)                |                      |                                    |  |                      |
| Facilities & Other Improvements              | (26,508,993.53)                |                      |                                    |  |                      |
| Furniture and Equipment                      | (36,298,688.86)                |                      |                                    | (42,742.40)                              |                      |
| Vehicles, Boats & Aircraft                   | (4,042,503.38)                 |                      |                                    |  |                      |
| Other Assets                                 | (44,024,722.36)                |                      |                                    |  |                      |
| Total Accumulated Depreciation               | <u>(\$472,480,530.38)</u>      | <u>\$0.00</u>        | <u>\$0.00</u>                      | <u>(\$42,742.40)</u>                     | <u>\$0.00</u>        |
| Depreciable Assets, Net                      | \$615,961,359.78               | \$0.00               | \$135,942,536.34                   | \$0.00                                   | \$0.00               |
| <b>Amortizable Assets - Intangible</b>       |                                |                      |                                    |  |                      |
| Land Use Rights                              | \$0.00                         |                      |                                    |  |                      |
| Computer Software                            | 28,419,586.98                  |                      |                                    |  |                      |
| Other Capital Intangible Assets              | 0.00                           |                      |                                    |  |                      |
| Total Amortizable Assets - Intangible        | <u>\$28,419,586.98</u>         | <u>\$0.00</u>        | <u>\$0.00</u>                      | <u>\$0.00</u>                            | <u>\$0.00</u>        |
| <b>Less Accumulated Amortization for:</b>    |                                |                      |                                    |  |                      |
| Land Use Rights                              | \$0.00                         |                      |                                    |  |                      |
| Computer Software                            | (16,498,692.07)                |                      |                                    |  |                      |
| Other Intangible Capital Assets              | 0.00                           |                      |                                    |  |                      |
| Total Accumulated Amortization               | <u>(\$16,498,692.07)</u>       | <u>\$0.00</u>        | <u>\$0.00</u>                      | <u>\$0.00</u>                            | <u>\$0.00</u>        |
| Amortizable Assets - Intangible, Net         | <u>\$11,920,894.91</u>         | <u>\$0.00</u>        | <u>\$0.00</u>                      | <u>\$0.00</u>                            | <u>\$0.00</u>        |
| <b>Capital Assets, Net</b>                   | <b><u>\$760,606,126.64</u></b> | <b><u>\$0.00</u></b> | <b><u>\$0.00</u></b>               | <b><u>\$0.00</u></b>                     | <b><u>\$0.00</u></b> |

**UNAUDITED**  
**Texas State University (754)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**PRIMARY GOVERNMENT**

| <b>Additions</b>              | <b>Deletions</b>               | <b>Balance<br/>8/31/2014</b>   |
|-------------------------------|--------------------------------|--------------------------------|
| \$500,000.00                  |                                | \$39,116,838.68                |
| 68,227,056.27                 |                                | 21,770,529.47                  |
| 249,111.50                    |                                | 4,870,135.23                   |
| <u>\$68,976,167.77</u>        | <u>\$0.00</u>                  | <u>\$65,757,503.38</u>         |
| \$1,403,963.00                | (\$3,635,940.34)               | \$847,168,083.29               |
|                               |                                | 72,404,328.71                  |
|                               |                                | 149,324,261.10                 |
| 6,780,495.95                  | (1,417,012.38)                 | 65,046,166.55                  |
| 626,367.30                    | (617,672.48)                   | 6,882,689.63                   |
| 7,048,686.47                  | (715,769.84)                   | 93,074,757.30                  |
| <u>\$15,859,512.72</u>        | <u>(\$6,386,395.04)</u>        | <u>\$1,233,900,286.58</u>      |
| (\$22,235,070.22)             | \$2,770,610.32                 | (\$357,280,081.64)             |
| (2,235,528.75)                |                                | (26,025,529.26)                |
| (6,356,084.40)                |                                | (32,865,077.93)                |
| (6,107,161.92)                | 1,332,823.10                   | (41,115,770.08)                |
| (488,827.28)                  | 373,823.50                     | (4,157,507.16)                 |
| (4,696,208.61)                | 715,769.84                     | (48,005,161.13)                |
| <u>(\$42,118,881.18)</u>      | <u>\$5,193,026.76</u>          | <u>(\$509,449,127.20)</u>      |
| (\$26,259,368.46)             | (\$1,193,368.28)               | \$724,451,159.38               |
|                               |                                | \$0.00                         |
| \$643,511.47                  | (\$164,825.00)                 | 28,898,273.45                  |
|                               |                                | 0.00                           |
| <u>\$643,511.47</u>           | <u>(\$164,825.00)</u>          | <u>\$28,898,273.45</u>         |
|                               |                                | \$0.00                         |
| (\$3,377,225.16)              | \$164,825.00                   | (19,711,092.23)                |
|                               |                                | 0.00                           |
| <u>(\$3,377,225.16)</u>       | <u>\$164,825.00</u>            | <u>(\$19,711,092.23)</u>       |
| <u>(\$2,733,713.69)</u>       | <u>\$0.00</u>                  | <u>\$9,187,181.22</u>          |
| <u><b>\$39,983,085.62</b></u> | <u><b>(\$1,193,368.28)</b></u> | <u><b>\$799,395,843.98</b></u> |

**UNAUDITED**  
**Texas State University (754)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**NOTE 3: Deposits, Investments and Repurchase Agreements**

Texas State is authorized to invest in obligations and instruments as defined in the Public Funds Investment Act (Texas Government Code Sec. 2256.001) and for the Endowment Fund as defined in the Uniform Prudent Management of Institutional Funds Act (Property Code Chapter 163.001). Such investments include: (1) obligations of the United States or its agencies (2) direct obligations of the State of Texas or its agencies, (3) obligations of political subdivisions rated not less than "A" by a national investment rating firm, (4) certificates of deposit and (5) other instruments and obligations authorized by statute.

**Deposits**

As of August 31, 2014, the actual bank balance was \$79,842,686.71. The carrying value was \$74,249,500.52 as presented below.

| <b>Governmental and Business-Type Activities</b>   |                 |
|--|-----------------|
| CASH IN BANK - CARRYING VALUE  | \$74,249,500.52 |
| Less: Certificates of Deposit included in carrying value and reported as Cash Equivalent                                     |                 |
| Less: Uninvested Securities Lending Cash Collateral included in carrying value and reported as Securities Lending Collateral |                 |
| Less: Securities Lending CD Collateral included in carrying value and reported as Securities Lending Collateral              |                 |
| Cash in Bank per AFR   | \$74,249,500.52 |
| Governmental Funds Current Assets Cash in Bank   |                 |
| Governmental Funds Current Assets Restricted Cash in Bank  |                 |
| Governmental Funds Non-Current Assets Restricted Cash in Bank  |                 |
| Proprietary Funds Current Assets Cash in Bank  | 24,098,923.45   |
| Proprietary Funds Current Assets Restricted Cash in Bank   | 50,150,577.07   |
| Proprietary Funds Non-Current Restricted Cash in Bank  |                 |
| Cash in Bank per AFR   | \$74,249,500.52 |

**Investments**

As of August 31, 2014, investments, at fair market value, consisted of the following:

| <b>Governmental and Business-Type Activities</b>                              |                         |
|---|-------------------------|
|   | <b>Fair Value</b>       |
| U.S. Government   |                         |
| U.S. Treasury Securities  | \$35,349,950.44         |
| U.S. Treasury Strips  |                         |
| U.S. Treasury TIPS  | 4,153,191.27            |
| U.S. Government Agency Obligations (Ginnie Mae, Fannie Mae, Freddie Mac, etc) | 11,475,559.05           |
| U.S. Government Agency Obligations (Texas Treasury Safekeeping Trust Co)      |                         |
| Corporate Obligations   | 23,459,673.88           |
| Corporate Asset and Mortgage Backed Securities                                | 9,054,672.37            |
| Equity  | 40,864,160.84           |
| International Obligations (Govt and Corp)                                     |                         |
| International Equity  | 4,326,695.97            |
| Repurchase Agreement  |                         |
| Repurchase Agreement (Texas Treasury Safekeeping Trust Co)                    |                         |
| Fixed Income Money Market and Bond Mutual Fund                                | 10,963,874.82           |
| Other Commingled Funds  | 213,885.70              |
| International Other Commingled Funds  |                         |
| <b>SUBTOTAL LONG-TERM INVESTMENTS (Statement of Net Position)</b>             | <b>\$139,861,664.34</b> |
| Other Commingled Funds (Texpool)  | 226,184,465.66          |
| <b>SUBTOTAL CASH EQUIVALENTS (Statement of Net Position)</b>                  | <b>\$226,184,465.66</b> |
| <b>Total</b>  | <b>\$366,046,130.00</b> |

**UNAUDITED**  
**Texas State University (754)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**Credit Risk for Investments**

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Systems' investment policy requires that investments in debt securities be rated by two nationally recognized rating organizations. For Non-Operating Funds, the rating must be in the top three investment grade ratings, AAA to A, at the time of purchase. For Endowment Funds, the rating may be AAA to BBB. Since Texas State has an investment advisor with oversight responsibilities, the portfolio may also invest no more than 20% of the fixed income endowment portfolio in below investment grade securities. Risk is further limited by term limitations, and maximum single purchase and maximum aggregate position percentages.

As of August 31, 2014, the credit quality distribution for securities with credit risk exposure was:

| Fund Type        | GAAP Fund | Investment Type  | Current Standard & Poor's Rating |                        |                        |                       |                     | Total                  |
|------------------|-----------|--|----------------------------------|------------------------|------------------------|-----------------------|---------------------|------------------------|
|                  |           |  | AAA                              | AA                     | A                      | BBB                   | BB                  |                        |
|                  |           | <b>Fixed Money Market and Bond Mutual Fund</b>   |                                  |                        |                        |                       |                     |                        |
| 05               | 9999      |  |                                  |                        |                        |                       |                     |                        |
| 05               | 9999      | U.S. Government Agency Obligations (Exclude obligations explicitly guaranteed by U.S. Government such as Ginnie Mae, GSEs such as Fannie Mae have implicit U.S. Government guarantees and therefore are considered to have credit risk and require disclosure of credit quality) | 39,503,141.71                    | 11,397,996.15          |                        |                       |                     | 50,901,137.86          |
| 05               | 9999      | Corporate Obligations  |                                  | 4,106,438.15           | 16,881,313.10          | 1,324,298.83          | 266,697.40          | 22,578,747.48          |
| 05               | 9999      | Corporate Asset and Mortgage Backed Securities   | 599,340.74                       |                        |                        |                       |                     | 599,340.74             |
| 05               | 9999      | Municipal Bonds  |                                  | 47,746.40              | 29,816.50              |                       |                     | 77,562.90              |
| 05               | 9999      | Misc - Preferred Securities  |                                  |                        |                        |                       |                     | -                      |
| <b>TOTAL</b>     |           |  | <b>\$40,102,482.45</b>           | <b>\$15,552,180.70</b> | <b>\$16,911,129.60</b> | <b>\$1,324,298.83</b> | <b>\$266,697.40</b> | <b>\$74,156,788.98</b> |
| <b>Not Rated</b> |           |  |                                  |                        |                        |                       |                     |                        |
| 05               | 9999      | Corporate Asset and Mortgage Backed Securities   |                                  |                        |                        |                       |                     | \$8,455,331.63         |
| 05               | 9999      | Corporate Obligations  |                                  |                        |                        |                       |                     | \$421,669.10           |
| 05               | 9999      | Misc - Preferred Securities  |                                  |                        |                        |                       |                     | 459,257.30             |
| <b>TOTAL</b>     |           |  |                                  |                        |                        |                       |                     | <b>\$9,336,258.03</b>  |

**NOTE 4: Short-Term Debt**

**Not Applicable.**

During the fiscal year ended August 31, 2014, Texas State had no short-term debt activity.

**NOTE 5: Long-Term Liabilities**

During the fiscal year ended August 31, 2014, the following changes occurred in long-term liabilities:

| Business -Type Activities             | Balance 9/1/2013       | Additions             | Reductions            | Balance 8/31/2014      | Amounts Due Within One Year | Amounts Due Thereafter |
|---------------------------------------|------------------------|-----------------------|-----------------------|------------------------|-----------------------------|------------------------|
| Compensable Leave                     | 10,712,193.50          | 2,030,987.01          | 1,429,295.76          | 11,313,884.75          | 6,720,495.83                | 4,593,388.92           |
| <b>Total Business-Type Activities</b> | <b>\$10,712,193.50</b> | <b>\$2,030,987.01</b> | <b>\$1,429,295.76</b> | <b>\$11,313,884.75</b> | <b>\$6,720,495.83</b>       | <b>\$4,593,388.92</b>  |

**Employees' Compensable Leave**

Accrued Compensated Absence is the institution's liability for unpaid overtime accrued by classified employees and unused vacation time for all employees. Any obligation to university personnel is paid at the time an employee is dismissed, resigns, or separates from the university, provided the employee has had six months of continuous employment with the State. An expense and liability are recorded annually as the benefits accrue to employees. For the fiscal year ended August 31, 2014 the accrued liability totaled \$11,313,884.75 for vacation and/or overtime. The university made lump sum payments totaling \$1,429,295.76 for accrued vacation and/or overtime to employees who separated from State service during the fiscal year ending August 31, 2014. Sick leave, the accumulation of which is unlimited, is earned at the rate of eight hours per month and is only paid when an employee is off due to illness or to the estate of an employee in the event of his/her death. The maximum leave that may be paid to an employees' estate is one-half of the employees' accumulated entitlement or 336 hours, whichever is less.

**UNAUDITED**  
**Texas State University (754)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**NOTE 6: Bonded Indebtedness**

All bonded indebtedness for Texas State University is issued by System Administration through the Texas State University System Revenue Financing System. System Administration and each component institution within the system are members of the Revenue Financing System. The Board of Regents pledged all of the funds (revenues) and balances derived or attributable to any member of the Revenue Financing System that is lawfully available to the board for payments on Parity Debt.

System Administration issued the debt; therefore, the bonds payable attributable to the institution are included with the Bonds Payable reported by System Administration. The institution must repay the debt that was issued on its behalf; consequently, the following debt amortization schedule is presented for informational purposes only.

| <b>DEBT SERVICE REQUIREMENTS ATTRIBUTABLE<br/>TO TEXAS STATE UNIVERSITY</b> |                  |                  |                  |
|---|------------------|------------------|------------------|
| <b>Year</b>   | <b>Principal</b> | <b>Interest</b>  | <b>Total</b>     |
| 2015  | \$21,370,786.89  | \$22,474,054.31  | \$43,844,841.20  |
| 2016  | 20,677,817.18    | 22,397,231.78    | 43,075,048.96    |
| 2017  | 22,424,406.63    | 21,424,646.96    | 43,849,053.59    |
| 2018-2022   | 118,866,260.42   | 90,300,827.18    | 209,167,087.60   |
| 2023-2027   | 119,387,101.18   | 60,732,255.26    | 180,119,356.44   |
| 2028-2032   | 85,665,000.00    | 32,520,500.10    | 118,185,500.10   |
| 2033-2037   | 43,425,000.00    | 18,164,666.30    | 61,589,666.30    |
| 2038-2042   | 45,240,000.00    | 7,585,581.26     | 52,825,581.26    |
| 2043-2047   | 7,030,000.00     | 437,868.76       | 7,467,868.76     |
| Totals  | \$484,086,372.30 | \$276,037,631.91 | \$760,124,004.21 |

A portion of the debt represents Tuition Revenue Bonds historically funded by the Texas Legislature through General Revenue Appropriations. The institution was appropriated \$10,900,613.00 during the current fiscal year for Tuition Revenue Bond debt service. The institution expects future Legislative appropriations to meet debt service requirements for Tuition Revenue Bonds.

**NOTE 7: Derivative Instruments**

**Not Applicable.**

Texas State had no derivative activity to report for the fiscal year ended August 31, 2014.

**NOTE 8: Leases**

**Operating Leases**

Texas State has entered into various operating leases for buildings and land. Rental expenses for operating leases were \$233,598.98 for the fiscal year ended August 31, 2014.

**UNAUDITED**  
**Texas State University (754)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

Future minimum lease rental payments under noncancelable operating leases having an initial term in excess of one year as of August 31, 2014 were as follows:

| Fiscal Year Ended August 31, 2014                 |                     |
|---|---------------------|
| 2015  | 149,946.49          |
| 2016  | 57,428.99           |
| 2017  | 53,784.27           |
| 2018  | 49,129.34           |
| 2019  | 21,397.09           |
| <b>Total Minimum Future Lease Rental Payments</b> | <b>\$331,686.17</b> |

Texas State has also leased a building to an outside party under an operating lease. The cost, carrying value and accumulated depreciation of the leased building as of August 31, 2014:

| Asset Leased                   |              |
|--------------------------------|--------------|
| Building:                      |              |
| Cost                           | \$350,178.00 |
| Less: Accumulated Depreciation | (332,669.10) |
| Carrying Value of Building     | \$17,508.90  |

Minimum future lease rental income under noncancelable operating leases as of August 31, 2014 are:

| Fiscal Year Ended August 31, 2014                 |                     |
|---|---------------------|
| 2015  | 106,479.84          |
| 2016  | 106,479.84          |
| 2017  | 106,479.84          |
| 2018  | 106,479.84          |
| 2019  | 106,479.84          |
| <b>Total Minimum Future Lease Rental Payments</b> | <b>\$532,399.20</b> |

**NOTE 9: Pension Plans (administering agencies only)**

**Not Applicable.**

Texas State is not the administering agency for any employee pension plan.

**NOTE 10: Deferred Compensation (administering agencies only)**

**Not Applicable.**

The Employee's Retirement System will report the plans, balances, and liabilities for the State.

**NOTE 11: Postemployment Health Care and Life Insurance Benefits (administering agencies only)**

**Not Applicable.**

The disclosure of information on postemployment benefits other than pension benefits (OPEB) will be provided by Employees Retirement System.

**UNAUDITED**  
**Texas State University (754)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

**NOTE 12: Interfund Activity and Transactions**

Texas State experienced routine transfers with other state agencies, consistent with the activities of the fund making the transfer and as a result of various grants and contract activities. In addition to transfers reflected on Schedule 1B – *Schedule of State Grant Pass-Throughs From/To State Agencies*, Texas State recorded assets and liabilities for future amounts due to/from other state agencies. Repayment of interagency balances will occur within one year from the date of the financial statements.

The university also experiences other interagency activity, which is classified as transfers in/out or legislative transfers in/out. In accordance with tuition set-aside requirements in the Texas Education Code, Section 56.465, tuition revenues were transferred to the Texas Higher Education Coordinating Board. Remaining transfers pertained to receipt of bond proceeds and debt service payments from/to the Texas State University System. Legislative transfer activity is directly attributable to bonds authorized by the Legislature and historically funded by means of special line items in the university’s General Revenue Appropriations.

| <b>Required Note 12 Presentation:</b>   |                                |                              |                |
|---|--------------------------------|------------------------------|----------------|
|   |                                |                              |                |
| <b>Optional Note 12 Presentation:</b>   |                                |                              |                |
|   | <b>Due From Other Agencies</b> | <b>Due To Other Agencies</b> | <b>Source</b>  |
| GENERAL REVENUE (01)                    |                                |                              |                |
| <b>Appd Fund 5140, D23 Fund 5140</b>    |                                |                              |                |
| (Agency 608, D23 Fund 5140)             | 11,932.06                      |                              | State - Shared |
| <b>Appd Fund 0802, D23 Fund 0802</b>    |                                |                              |                |
| (Agency 608, D23 Fund 0802)             | 857.37                         |                              | State - Shared |
| <b>Appd Fund 9999, D23 Fund 7999</b>    |                                |                              |                |
| (Agency 300, D23 Fund 7999)             | 104,847.79                     |                              | Federal        |
| (Agency 300, D23 Fund 7999)             | 510,018.34                     | 508,337.19                   | State          |
| (Agency 530, D23 Fund 7999)             | 236,486.29                     |                              | Federal        |
| (Agency 537, D23 Fund 7999)             | 515,008.03                     |                              | State          |
| (Agency 551, D23 Fund 7999)             | 1,280.15                       |                              | Federal        |
| (Agency 556, D23 Fund 7999)             | 15,642.98                      |                              | Federal        |
| (Agency 580, D23 Fund 7999)             | 3,650.00                       |                              | State          |
| (Agency 582, D23 Fund 7999)             | 385,370.49                     |                              | Federal        |
| (Agency 582, D23 Fund 7999)             | 5,594.79                       |                              | State          |
| (Agency 601, D23 Fund 7999)             | 30,045.09                      |                              | Federal        |
| (Agency 720, D23 Fund 7999)             |                                | 1,169.05                     | State          |
| (Agency 723, D23 Fund 7999)             | 34,257.10                      |                              | Federal        |
| (Agency 724, D23 Fund 7999)             | 75,705.74                      |                              | Federal        |
| (Agency 743, D23 Fund 7999)             | 142,200.16                     | 19,878.25                    | Federal        |
| (Agency 745, D23 Fund 7999)             | 28,299.89                      |                              | Federal        |
| (Agency 760, D23 Fund 7999)             | 13,285.34                      |                              | Federal        |
| (Agency 781, D23 Fund 7999)             | 123,142.44                     |                              | Federal        |
| (Agency 781, D23 Fund 7999)             | 92,539.68                      | 233,108.39                   | State          |
| (Agency 802, D23 Fund 7999)             | 139,485.20                     |                              | Federal        |
| <b>Total Due From/To Other Agencies</b> | <b>\$2,469,648.93</b>          | <b>\$762,492.88</b>          |                |



**UNAUDITED**  
**Texas State University (754)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

| <b>Optional Note 12 Presentation:</b> |                                 |                                  |                              |
|---------------------------------------|---------------------------------|----------------------------------|------------------------------|
|                                       | <b>Transfers In</b>             | <b>Transfers Out</b>             | <b>Purpose</b>               |
| GENERAL REVENUE (01)                  |                                 |                                  |                              |
| Appd Fund 0260, D23 Fund 0260         |                                 |                                  |                              |
| (Agency 781, D23 Fund 0260)           |                                 | \$17,167.20                      | Fin Aid Doctoral Transfer    |
| Appd Fund 5103, D23 Fund 5103         |                                 |                                  |                              |
| (Agency 781, D23 Fund 5103)           |                                 | 5,028,726.00                     | Fin Aid BOT Transfer         |
| Appd Fund 9999, D23 Fund 7999         |                                 |                                  |                              |
| (Agency 758, D23 Fund 7999 )          | 57,600,000.00                   | 33,019,309.69                    | Bond Proceeds & Debt Service |
| <b>Total Transfers</b>                | <b>\$57,600,000.00</b>          | <b>\$38,065,202.89</b>           |                              |
| <b>Required Note 12 Presentation:</b> |                                 |                                  |                              |
|                                       | <b>Legislative Transfers In</b> | <b>Legislative Transfers Out</b> | <b>Purpose</b>               |
| GENERAL REVENUE (01)                  |                                 |                                  |                              |
| Appd Fund 0005, D23 Fund 0001         |                                 |                                  |                              |
| (Agency 758, D23 Fund 0001)           |                                 | \$8,310,613.18                   | Debt Service                 |
| <b>Total Legislative Transfers</b>    |                                 | <b>\$8,310,613.18</b>            |                              |

The detailed State Grant Pass-Through information is listed on Schedule 1B – Schedule of State Grant Pass-Through From/To State Agencies.

**NOTE 13: Continuance Subject to Review**

**Not Applicable.**

Texas State University is not subject to the Texas Sunset Act.

**NOTE 14: Adjustments to Fund Balances and Net Assets**

**Not Applicable.**

Texas State had no adjustment to net assets to report for the fiscal year ended August 31, 2014.

**NOTE 15: Contingencies and Commitments**

As of August 31, 2014, various lawsuits and claims involving Texas State were pending. While the ultimate liability with respect to litigation and other claims asserted against the university cannot be reasonably estimated at this time, such liability, to the extent not provided for by insurance or otherwise, is not likely to have a material effect on the university.

**NOTE 16: Subsequent Events**

**Not Applicable.**

Texas State had no subsequent events to report for the fiscal year ended August 31, 2014.

**UNAUDITED**  
**Texas State University (754)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

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**NOTE 17: Risk Management**

**WORKERS' COMPENSATION**

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The State's Workers' Compensation program is administered by the State Office of Risk Management (SORM). As a participating agency Texas State is assessed an annual charge for Workers' Compensation coverage for employees according to a set formula. The assessment for all fund sources was \$529,467.42 for the fiscal year ended August 31, 2014.

**UNEMPLOYMENT COMPENSATION**

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The State provides an Unemployment Compensation program; actual claims are paid from several funding sources as determined by the Comptroller of Public Accounts. The university must reimburse the General Revenue Fund-Consolidated, from university appropriations, fifty percent of the unemployment benefits paid for general revenue-funded employees and one-hundred percent of the unemployment claims for employees paid from Fund 260 and other institutional funds. The Unemployment Compensation program is on a pay-as-you-go basis, in which no assets are set aside to be accumulated for the payment of claims. No material unemployment claims are pending at the fiscal year ended August 31, 2014.

**PROPERTY AND OTHER INSURANCE COVERAGE**

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Property insurance is obtained through Alliant Insurance Services to include fire and flood coverage for all university buildings that are valued in excess of \$100,000.00. Texas State's other property and vehicle insurance policies are also obtained through Alliant Insurance Services, a participant in the SORM's statewide insurance program.

**VEHICLE INSURANCE**

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The Texas Motor Vehicle Safety Responsibility Act (Texas Transportation Code, Chapter 601) requires that every non-governmental vehicle operated on a State highway be insured for minimum limits of liability in the amount of \$30,000/\$60,000 bodily injury and \$25,000 property damage. All vehicles owned and/or leased by Texas State are insured by coverage obtained through SORM. There is coverage of \$1,000,000.00 combined single liability. The coverage exceeds the extent of the waivers of State immunity in the Tort Claims Act.

**OTHER**

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The university is exposed to a variety of civil claims resulting from the performance of its duties. It is the university's policy to periodically assess the proper combination of commercial insurance and retention of risk to cover losses to which it may be exposed.

**NOTE 18: Management Discussion and Analysis (MD&A)**

**Not Applicable.**

Management Discussion and Analysis is a required part of the basic financial statements. Management Discussion and Analysis is omitted because Texas State is reported in a consolidated format with The Texas State University System, which is reported as a component of the State of Texas. Management Discussion and Analysis as it relates to Texas State University System can be found in the State of Texas basic financial statements.

**UNAUDITED**  
**Texas State University (754)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

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**NOTE 19: The Financial Reporting Entity**

Component Units (CUs) are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, CUs can be other organizations for which the nature and significance of their relationship with the primary government is such that exclusion would create misleading or incomplete financial statements.

**COMPONENT UNITS**

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**The Texas State University Research Foundation** (Research Foundation) was formed as an independent 501(c)(3) organization on July, 22, 2010. The Research Foundation was formed to support the university's mission and objectives of promoting higher education, conducting research, providing public service, and assisting in economic development in Texas. The Research Foundation has a fiscal year end of February 28 and is exclusively associated with the university.

The Research Foundation is included in the financial statements of Texas State University (University) as a blended component unit in accordance with GASB Statement 14 as amended by GASB Statement 39. The key business officers of the University comprise the entirety of the Research Foundation's officers and directors, thereby giving the University the ability to impose its will on the Research Foundation.

During fiscal year ending February 28, 2014, the Research Foundation incurred expenses in the amount of \$2,569.00

**The Harold M. Freeman Education Foundation** (Freeman Foundation) is a legally separate entity formed through a trust to make use of the Freeman Ranch available exclusively to Texas State University. The Freeman ranch is used and operated solely for farm, ranch and game management, education, and research purposes in connection with the educational activities of Texas State University. There is no formal governing board for the Freeman Foundation. Texas State University acts as an active co-trustee to operate the ranch. Frost Bank operates as an inactive trustee to ensure the provisions of the trust are followed. Based on the Freeman Foundation being closely related to Texas State University, the Freeman Foundation is included as a blended component unit. Separate financial statements are not issued by the Freeman Foundation.

**RELATED ORGANIZATIONS**

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The following affiliated foundations, while not component units, are disclosed due to their close relationship with the university. Affiliated foundations are controlled by separate boards of directors, pay their own expenses and are not included in the basic financial statements of the university.

**TEXAS STATE UNIVERSITY DEVELOPMENT FOUNDATION**

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The Texas State University Development Foundation was formed in 1977 to support the educational, scientific and research mission of Texas State. The Development Foundation raises and manages endowment funds designated for scholarships and other support for the university. In total, the Development Foundation Board reported payments of \$1,531,576.83 for university support and \$1,182,202.46 for student scholarships from Development Foundation funds during the fiscal year ended August 31, 2014. The Development Foundation received restricted gifts of \$2,278,948.01 and temporarily restricted gifts of \$951,363.33 during the same period.

**THE MCCOY COLLEGE OF BUSINESS ADMINISTRATION DEVELOPMENT FOUNDATION**

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The McCoy College of Business Foundation (Foundation), a 501.c.3, founded in 2004, is dedicated exclusively to the support of The McCoy College of Business at Texas State University. The Foundation Board of Directors manages the Foundation's investments and decides annually on the amount of funds to transfer from the endowments to the McCoy College of Business in support of chairs, professorships, undergraduate scholarships, graduate fellowships, faculty development, program development and student development. Based upon estimated, unaudited, figures during the fiscal year ending August 31, 2014 the Foundation approved a \$822,500.00 distribution to the university to be made from endowments; received new contributions of \$490,811.00 for endowments; and, ended the fiscal year with accrued assets and liabilities of \$35,259,125.00 and \$16,287.00 respectively.

**UNAUDITED**  
**Texas State University (754)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

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The Foundation pays for its own operating expenses (including staff salaries, accounting, supplies and auditing), which is estimated to total \$117,642.00 in fiscal year 2014 or approximately 0.3% of the assets of the Foundation. Fees for investment management were approximately 1% of the assets.

**TEXAS STATE UNIVERSITY SUPPORT FOUNDATION**

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The Texas State University Support Foundation was formed exclusively for charitable, educational and scientific purposes to assist in the development of the university. The Support Foundation had assets totaling \$332,183.89 as of August 31, 2014. The Support Foundation income was \$3,286.65, and expended \$6,230.28 of which \$3,600.00 was in direct support of the university, including payment for university-provided services.

**TEXAS STATE ALUMNI ASSOCIATION**

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The efforts and funds of the Texas State Alumni Association are dedicated to Texas State University, and are used to provide student scholarships, campus support, and alumni outreach or engagement activities. During FY 2014 the Association reported payments of \$76,500.00 in student scholarships. At August 31, 2014, Texas State University held \$232,303.54 in deposits considered Held in Trust for Others – Agency Funds on behalf of the Alumni Association. Agency funds are assets not owned by the university but held in custodianship, to be used or withdrawn by the depositors at will. The Agency funds resources, including those of the Alumni Association, are reflected in the university’s financial records as cash and cash equivalents with a corresponding liability to the depositing organizations.

**NOTE 20: Stewardship, Compliance and Accountability**

Texas State’s administration is not aware of any non-compliance items or material violations of finance related legal and contract provisions. Per the laws of the State of Texas, Texas State cannot spend amounts in excess of appropriations granted by the Texas Legislature and there are no deficits reported in net position.

**NOTE 21: N/A**

Not Used.

**NOTE 22: Donor Restricted Endowments**

The restricted, Expendable, classification on the Statement of Net Position related to endowments is as follows:

| <b>Donor Restricted Endowment</b> | <b>Amounts of Net Appreciation<br/>(In Thousands)</b> | <b>Reported in Net Position</b> |
|-----------------------------------|---|---------------------------------|
| True Endowment                    | \$18,741  | Restricted for Expendable       |
| Total                             | \$18,741  |                                 |

The amount reported as net appreciation represents net appreciation on investments of donor restricted endowments that are available for authorization for expenditure. Pursuant to the Uniform Prudent Management of Institutional Funds Act (Property Code Chapter 163.001), net appreciation, realized and unrealized, in the fair market value of the endowment assets in excess of historical dollar value of the gifts may be distributed to the extent prudent.

The fiscal year 2014 Texas State endowment annual distribution was calculated using a hybrid Yale model. The calculation takes 70% of the prior year spend, increase by HEPI + 30% of the average 36 month fair market value multiplied times a 3% percentage distribution. The individual endowments own units in a pool, and the distribution is allocated on a per unit basis.

**UNAUDITED**  
**Texas State University (754)**

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

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**NOTE 23: Extraordinary and Special Items**

**Not Applicable.**

Texas State had no extraordinary or special items to report for the fiscal year ended August 31, 2014.

**NOTE 24: Disaggregation of Receivable and Payable Balances**

Accounts Receivable, net of allowances of uncollectible accounts, and Federal Receivables as reported on the Statement of Net Position are detailed as follows:

| <b>Federal Receivables - Current</b>       |                        |
|--|------------------------|
| <b>Federal Receivable Program</b>          | <b>Amount</b>          |
| Instruction                                | \$716,459.21           |
| Research                                   | 2,060,937.96           |
| Scholarships                               | 2,254,911.70           |
| <b>Total Federal Receivables</b>           | <b>\$5,032,308.87</b>  |
|  | <hr/>                  |
| As Reported on the Financial Statements    | <u>\$5,032,308.87</u>  |
|  | <hr/>                  |
|  |                        |
| <b>Accounts Receivable - Current</b>       |                        |
| <b>Accounts Receivable - Current</b>       | <b>Amount</b>          |
| General                                    | \$3,204,352.91         |
| Installment                                | 39,611,315.40          |
| <b>Total Accounts Receivable - Current</b> | <b>\$42,815,668.31</b> |
|  | <hr/>                  |
| As Reported on the Financial Statements    | <u>\$42,815,668.31</u> |
|  | <hr/>                  |

**NOTE 25: Termination Benefits**

**Not Applicable.**

Texas State has no reportable voluntary or involuntary termination benefits as of August 31, 2014.

**NOTE 26: Segment Information**

**Not Applicable.**

Texas State does not have activities subject to segment disclosures.

**NOTE 27: Service Concession Arrangements**

**Not Applicable.**

Texas State does not have activities subject to disclosure.

**NOTES TO THE BASIC FINANCIAL STATEMENTS**

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**NOTE 28:      Troubled Debt Restructuring**

**Not Applicable.**

Texas State does not have activities subject to disclosure.

**NOTE 29:      Deferred Outflows and Deferred Inflows of Resources**

**Not Applicable.**

Texas State does not have activities subject to disclosure. Refer to Note 7 Derivatives and Note 27 Service Concession Arrangements.

**NOTE 30:      Non-Exchange Financial Guarantees**

**Not Applicable**

Texas State does not have activities subject to disclosure.

## ALMA MATER

Alma Mater harkens back to the golden era of school tributes. The song paints a classical and idyllic portrait of the hilly campus above the San Marcos River.

A tradition associated with the song is for students to come together at the end of an athletic event and sing the first and last verses. The original complete five-stanza poem penned by Miss Sayers is as follows.

O, Alma Mater, set upon the green hills,  
With turrets pointing upward to the sky;  
We yield to thee our love and our devotion;  
Mother of hopes and aspirations high.

Thy feet are laved by pure and limpid waters,  
Fair river flowing gently to the sea;  
Thy hills are crowned with ancient oak and laurel  
Fit emblems they of strength and victory.

Thy walls call tell of struggles and temptations,  
Hard honest toil, and eager restless strife;  
Hopes, smiles and tears, and radiant youthful friendships,  
And all that makes for brave and earnest life.

Dear mother, ours, should effort be successful,  
Ambitions crowned with glory or renown,  
We turn to thee with reverence and affection,  
Thine is the conquest, thine the victor's crown.

Thy spirit urges us to deeds of valor,  
Raising the fallen, cheering the oppressed;  
Thy call will echo clearly down the ages.  
Dear Alma Mater, mother loved and blessed.

**UNAUDITED**  
**Texas State University (754)**

**Agency 754 - Texas State University**  
**Schedule 1A**  
**For the Fiscal Year Ended August 31, 2014**

\*\*\*Certified\*\*\*

| Federal Grantor/<br>Pass-through Grantor/<br>Program Title  | CFDA<br>Number | NSE Name/<br>Identifying<br>Number              | Agy/<br>Univ<br>No | Pass-through From                     |                                 |                             | Total<br>PT From and<br>Direct Prog.<br>Amount | Agy/<br>Univ<br>No. | Pass-through To                          |                                 | Expenditures<br>Amount | Total<br>PT To and<br>Expenditures<br>Amount |
|---|----------------|---|--------------------|---------------------------------------|---------------------------------|-----------------------------|--|---------------------|--|---------------------------------|------------------------|--|
|   |                |   |                    | Agencies or<br>Universities<br>Amount | Non-State<br>Entities<br>Amount | Direct<br>Program<br>Amount |  |                     | Agencies<br>or<br>Universities<br>Amount | Non-State<br>Entities<br>Amount |                        |  |
| <b>U.S. Department of Agriculture</b>   |                |   |                    |                                       |                                 |                             |  |                     |  |                                 |                        |  |
| <u>Pass-Through From:</u>   |                |   |                    |                                       |                                 |                             |  |                     |  |                                 |                        |  |
| Child and Adult Care Food Program   | 10.558         |   |                    |                                       |                                 |                             | 15,113.92                                      |                     |  |                                 | 15,113.92              | 15,113.92                                    |
| <u>Pass-Through From:</u>   |                |   |                    |                                       |                                 |                             |  |                     |  |                                 |                        |  |
| Department of Agriculture   |                |   | 551                | 15,113.92                             |                                 |                             |  |                     |  |                                 |                        |  |
| Totals - U.S. Department of Agriculture   |                |   |                    | 15,113.92                             | 0.00                            | 0.00                        | 15,113.92                                      |                     | 0.00                                     | 0.00                            | 15,113.92              | 15,113.92                                    |
| <b>U.S. Department of Justice</b>   |                |   |                    |                                       |                                 |                             |  |                     |  |                                 |                        |  |
| Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program   | 16.580         | Institute for Intergovt Research/<br>8000001812 |                    |                                       |                                 | 1,741.18                    | 1,741.18                                       |                     |  |                                 | 1,741.18               | 1,741.18                                     |
| Recovery Act - State and Local Law Enforcement Assistance Program: Combating Criminal Narcotics Activity Stemming from the Southern Border of the United States Competitive Grant Program | 16.809         | New Mexico Institute of/<br>8000001972          |                    |                                       |                                 | 169,544.97                  | 169,544.97                                     |                     | 89,895.00                                | 79,649.97                       | 169,544.97             | 169,544.97                                   |
| <u>Direct Programs:</u>   |                |   |                    |                                       |                                 |                             |  |                     |  |                                 |                        |  |
| Law Enforcement Assistance, FBI Advanced Police Training  | 16.300         |   |                    |                                       |                                 |                             | 331,583.24                                     |                     | 53,250.00                                | 278,333.24                      | 331,583.24             | 331,583.24                                   |
| <u>Pass-Through From:</u>   |                |   |                    |                                       |                                 |                             |  |                     |  |                                 |                        |  |
| Bulletproof Vest Partnership Program  | 16.607         |   |                    |                                       |                                 |                             | 5,497.04                                       |                     |  | 5,497.04                        | 5,497.04               | 5,497.04                                     |
| <u>Pass-Through From:</u>   |                |   |                    |                                       |                                 |                             |  |                     |  |                                 |                        |  |
| Governor - Fiscal   |                |   | 300                | 5,497.04                              |                                 |                             |  |                     |  |                                 |                        |  |
| Congressionally Recommended Awards  | 16.753         |   |                    |                                       |                                 |                             | 0.79   |                     |  | 0.79                            | 0.79                   | 0.79   |
| <u>Pass-Through From:</u>   |                |   |                    |                                       |                                 |                             |  |                     |  |                                 |                        |  |
| Texas A&M Engineering Extension Service   |                |   | 716                | 0.79                                  |                                 |                             |  |                     |  |                                 |                        |  |
| Totals - U.S. Department of Justice   |                |   |                    | 5,497.83                              | 171,286.15                      | 331,583.24                  | 508,367.22                                     |                     | 0.00                                     | 143,145.00                      | 365,222.22             | 508,367.22                                   |
| <b>National Endowment For The Humanities</b>  |                |   |                    |                                       |                                 |                             |  |                     |  |                                 |                        |  |
| Promotion of the Humanities_Federal/State Partnership   | 45.129         | Humanities Texas/<br>8000001977                 |                    |                                       |                                 | 1,749.09                    | 1,749.09                                       |                     | 300.00                                   | 1,449.09                        | 1,749.09               | 1,749.09                                     |
|   |                | Humanities Texas/<br>8000002159                 |                    |                                       |                                 | 1,000.00                    | 1,000.00                                       |                     | 542.00                                   | 458.00                          | 1,000.00               | 1,000.00                                     |
| Totals - National Endowment For The Humanities  |                |   |                    | 0.00                                  | 2,749.09                        | 0.00                        | 2,749.09                                       |                     | 0.00                                     | 842.00                          | 1,907.09               | 2,749.09                                     |
| <b>National Science Foundation</b>  |                |   |                    |                                       |                                 |                             |  |                     |  |                                 |                        |  |
| <u>Direct Programs:</u>   |                |   |                    |                                       |                                 |                             |  |                     |  |                                 |                        |  |
| Education and Human Resources   | 47.076         |   |                    |                                       |                                 |                             | 13,099.16                                      |                     |  | 13,099.16                       | 13,099.16              | 13,099.16                                    |
| Totals - National Science Foundation  |                |   |                    | 0.00                                  | 0.00                            | 13,099.16                   | 13,099.16                                      |                     | 0.00                                     | 0.00                            | 13,099.16              | 13,099.16                                    |
| <b>Small Business Administration</b>  |                |   |                    |                                       |                                 |                             |  |                     |  |                                 |                        |  |



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|  |        |   |            |            |            |            |            |            |            |
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| <u>Pass-Through From:</u>  |        |   |            |            |            |            |            |            |            |
| Small Business Development Centers   | 59.037 |   |            | 284,605.70 |            |            | 284,605.70 | 284,605.70 |            |
| <u>Pass-Through From:</u>  |        |   |            |            |            |            |            |            |            |
| University of Texas at San Antonio   |        | 743                                       | 284,605.70 |            |            |            |            |            |            |
| <b>Totals - Small Business Administration</b>  |        |   | 284,605.70 | 0.00       | 0.00       | 284,605.70 | 0.00       | 0.00       | 284,605.70 |
| <b>U.S. Department of Veterans Affairs</b>   |        |   |            |            |            |            |            |            |            |
| <u>Direct Programs:</u>  |        |   |            |            |            |            |            |            |            |
| Veterans Information and Assistance  | 64.115 |   |            | 3,950.74   | 3,950.74   |            | 3,950.74   | 3,950.74   |            |
| <b>Totals - U.S. Department of Veterans Affairs</b>  |        |   | 0.00       | 0.00       | 3,950.74   | 3,950.74   | 0.00       | 0.00       | 3,950.74   |
| <b>Environmental Protection Agency</b>   |        |   |            |            |            |            |            |            |            |
| <u>Pass-Through From:</u>  |        |   |            |            |            |            |            |            |            |
| Capitalization Grants for Drinking Water State Revolving Funds   | 66.468 |   |            | 5,502.33   |            |            | 5,502.33   | 5,502.33   |            |
| <u>Pass-Through From:</u>  |        |   |            |            |            |            |            |            |            |
| Texas Commission on Environmental Quality  |        | 582                                       | 5,502.33   |            |            |            |            |            |            |
| Performance Partnership Grants   | 66.605 |   |            | -5,502.67  |            |            | -5,502.67  | -5,502.67  |            |
| <u>Pass-Through From:</u>  |        |   |            |            |            |            |            |            |            |
| Texas Commission on Environmental Quality  |        | 582                                       | -5,502.67  |            |            |            |            |            |            |
| <b>Totals - Environmental Protection Agency</b>  |        |   | -0.34      | 0.00       | 0.00       | -0.34      | 0.00       | 0.00       | -0.34      |
| <b>U.S. Department of Education</b>  |        |   |            |            |            |            |            |            |            |
| Improving Teacher Quality State Grants   | 84.367 | National Writing Project Corp/ 8000001817 | 127.01     |            | 127.01     |            | 127.01     | 127.01     |            |
|  |        | National Writing Project Corp/ 8000002138 | 3,462.54   |            | 3,462.54   | 300.00     | 3,162.54   | 3,462.54   |            |
| National Writing Project   | 84.928 | National Writing Project Corp/ 8000001303 | -0.95      |            | -0.95      |            | -0.95      | -0.95      |            |
| <u>Direct Programs:</u>  |        |   |            |            |            |            |            |            |            |
| Migrant Education_State Grant Program  | 84.011 |   |            | 60,648.05  | 60,648.05  | 1,200.00   | 59,448.05  | 60,648.05  |            |
| Higher Education_Institutional Aid   | 84.031 |   |            | 636,999.31 | 636,999.31 |            | 636,999.31 | 636,999.31 |            |
| Fund for the Improvement of Postsecondary Education  | 84.116 |   |            | 375,905.88 | 375,905.88 |            | 375,905.88 | 375,905.88 |            |
| Special Education - Personnel Development to Improve Services and Results for Children with Disabilities | 84.325 |   |            | 64,823.80  | 64,823.80  |            | 64,823.80  | 64,823.80  |            |
| <u>Pass-Through From:</u>  |        |   |            |            |            |            |            |            |            |
| Improving Teacher Quality State Grants   | 84.367 |   |            | 92,339.17  |            | 7,115.35   | 85,223.82  | 92,339.17  |            |
| <u>Pass-Through From:</u>  |        |   |            |            |            |            |            |            |            |
| Texas Higher Education Coordinating Board  |        | 781                                       | 92,339.17  |            |            |            |            |            |            |
| College Access Challenge Grant Program   | 84.378 |   |            | 8,618.20   |            | 2,777.27   | 5,840.93   | 8,618.20   |            |
| <u>Pass-Through From:</u>  |        |   |            |            |            |            |            |            |            |

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| <i>Texas Higher Education Coordinating Board</i>  | 781    | 8,618.20                                  |            |              |              |            |            |              |              |  |
| <hr/>   |        |   |            |              |              |            |            |              |              |  |
| Totals - U.S. Department of Education   |        | 100,957.37                                | 3,588.60   | 1,138,377.04 | 1,242,923.01 | 0.00       | 11,392.62  | 1,231,530.39 | 1,242,923.01 |  |
| <hr/>   |        |   |            |              |              |            |            |              |              |  |
| <b>U.S. Department of Health and Human Services</b>                                     |        |   |            |              |              |            |            |              |              |  |
| Area Health Education Centers<br>Point of Service Maintenance<br>and Enhancement Awards | 93.107 |   |            |              | -1,647.88    |            |            | -1,647.88    | -1,647.88    |  |
| <i>Pass-Through From:</i>   |        |   |            |              |              |            |            |              |              |  |
| <i>University of Texas Medical Branch at Galveston</i>                                  |        | 723                                       | -1,647.88  |              |              |            |            |              |              |  |
| <hr/>   |        |   |            |              |              |            |            |              |              |  |
| Foster Care_Title IV-E  | 93.658 |   |            |              | 669,864.22   |            |            | 669,864.22   | 669,864.22   |  |
| <i>Pass-Through From:</i>   |        |   |            |              |              |            |            |              |              |  |
| <i>Department of Family and Protective Services</i>                                     |        | 530                                       | 669,864.22 |              |              |            |            |              |              |  |
| <hr/>   |        |   |            |              |              |            |            |              |              |  |
| Totals - U.S. Department of Health and Human Services                                   |        | 668,216.34                                | 0.00       | 0.00         | 668,216.34   | 0.00       | 0.00       | 668,216.34   | 668,216.34   |  |
| <hr/>   |        |   |            |              |              |            |            |              |              |  |
| <b>Research &amp; Development Cluster</b>   |        |   |            |              |              |            |            |              |              |  |
| <b>U.S. Department of Agriculture</b>   |        |   |            |              |              |            |            |              |              |  |
| Wetlands Reserve Program  | 10.072 | Dewberry & Davis, LLC/<br>8000001831      | 55,289.44  |              | 55,289.44    |            |            | 55,289.44    | 55,289.44    |  |
| Higher Education Institution<br>Challenge Grants Program                                | 10.217 | Kansas State<br>University/<br>8000001932 | 35,901.80  |              | 35,901.80    |            |            | 35,901.80    | 35,901.80    |  |
| <i>Direct Programs:</i>   |        |   |            |              |              |            |            |              |              |  |
| Agricultural Research_Basic<br>and Applied Research                                     | 10.001 |   |            | 24,949.38    | 24,949.38    |            |            | 24,949.38    | 24,949.38    |  |
| Grants for Agricultural<br>Research, Special Research<br>Grants                         | 10.200 |   |            | 1,526.56     | 1,526.56     |            |            | 1,526.56     | 1,526.56     |  |
| Hispanic Serving Institutions<br>Education Grants                                       | 10.223 |   |            | 830,259.12   | 830,259.12   | 103,860.73 |            | 726,398.39   | 830,259.12   |  |
| Capacity Building for Non-Land<br>Grant Colleges of Agriculture<br>(NLGCA)              | 10.326 |   |            | 72,189.95    | 72,189.95    |            |            | 72,189.95    | 72,189.95    |  |
| <i>Pass-Through From:</i>   |        |   |            |              |              |            |            |              |              |  |
| Wetlands Reserve Program  | 10.072 |   |            |              | 2,913.07     |            |            | 2,913.07     | 2,913.07     |  |
| <i>Pass-Through From:</i>   |        |   |            |              |              |            |            |              |              |  |
| <i>Parks and Wildlife Department</i>  |        | 802                                       | 2,913.07   |              |              |            |            |              |              |  |
| <hr/>   |        |   |            |              |              |            |            |              |              |  |
| Grants for Agricultural<br>Research, Special Research<br>Grants                         | 10.200 |   |            |              | 293.80       |            |            | 293.80       | 293.80       |  |
| <i>Pass-Through From:</i>   |        |   |            |              |              |            |            |              |              |  |
| <i>Sul Ross State University</i>  |        | 756                                       | 293.80     |              |              |            |            |              |              |  |
| <hr/>   |        |   |            |              |              |            |            |              |              |  |
| Hispanic Serving Institutions<br>Education Grants                                       | 10.223 |   |            |              | 91,990.08    |            |            | 91,990.08    | 91,990.08    |  |
| <i>Pass-Through From:</i>   |        |   |            |              |              |            |            |              |              |  |
| <i>University of Texas at El Paso</i>   |        | 724                                       | 91,990.08  |              |              |            |            |              |              |  |
| <hr/>   |        |   |            |              |              |            |            |              |              |  |
| Totals - U.S. Department of Agriculture   |        | 95,196.95                                 | 91,191.24  | 928,925.01   | 1,115,313.20 | 0.00       | 103,860.73 | 1,011,452.47 | 1,115,313.20 |  |
| <hr/>   |        |   |            |              |              |            |            |              |              |  |
| <b>U.S. Department of Commerce</b>  |        |   |            |              |              |            |            |              |              |  |
| <i>Direct Programs:</i>   |        |   |            |              |              |            |            |              |              |  |
| Measurement and Engineering<br>Research and Standards                                   | 11.609 |   |            | 69,736.25    | 69,736.25    |            |            | 69,736.25    | 69,736.25    |  |
| <i>Pass-Through From:</i>   |        |   |            |              |              |            |            |              |              |  |
| Sea Grant Support   | 11.417 |   |            |              | 33,636.94    |            |            | 33,636.94    | 33,636.94    |  |
| <i>Pass-Through From:</i>   |        |   |            |              |              |            |            |              |              |  |
| <i>Texas A&amp;M AgriLife Research</i>  |        | 556                                       | 33,636.94  |              |              |            |            |              |              |  |

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| Totals - U.S. Department of Commerce                              |        |  | 33,636.94 | 0.00       | 69,736.25  | 103,373.19 | 0.00      | 0.00      | 103,373.19 | 103,373.19 |
| <b>U.S. Department of Defense</b>                                 |        |  |           |            |            |            |           |           |            |            |
| Basic and Applied Scientific Research                             | 12.300 | CHEMTOR, L.P./<br>8000001970                       |           | 10,106.25  |            | 10,106.25  |           |           | 10,106.25  | 10,106.25  |
|   |        | CHEMTOR, L.P./<br>8000001984                       |           | 22,251.87  |            | 22,251.87  |           |           | 22,251.87  | 22,251.87  |
|   |        | JSJ Technologies, LLC/<br>8000001906               |           | 10,828.26  |            | 10,828.26  |           |           | 10,828.26  | 10,828.26  |
|   |        | Physical Sciences, Inc./<br>8000001935             |           | 15,464.90  |            | 15,464.90  |           |           | 15,464.90  | 15,464.90  |
|   |        | Systems and Materials Research Cons/<br>8000001918 |           | 10,583.59  |            | 10,583.59  |           |           | 10,583.59  | 10,583.59  |
|   |        | Systems and Materials Research Cons/<br>8000002039 |           | 15,000.00  |            | 15,000.00  |           |           | 15,000.00  | 15,000.00  |
|   |        | Systems and Materials Research Cons/<br>8000002137 |           | 35,154.87  |            | 35,154.87  |           |           | 35,154.87  | 35,154.87  |
| Basic Scientific Research - Combating Weapons of Mass Destruction | 12.351 | Rensselaer Polytechnic Institute/<br>8000001707    |           | 9,997.94   |            | 9,997.94   |           |           | 9,997.94   | 9,997.94   |
| Air Force Defense Research Sciences Program                       | 12.800 | Utah State University/<br>8000002168               |           | 12,037.95  |            | 12,037.95  |           |           | 12,037.95  | 12,037.95  |
| <u>Direct Programs:</u>   |        |  |           |            |            |            |           |           |            |            |
| U.S. Department of Defense  | 12.000 | 8000002154   |           |            | 9,357.59   | 9,357.59   |           |           | 9,357.59   | 9,357.59   |
| Basic Scientific Research   | 12.431 |  |           |            | 31,293.40  | 31,293.40  |           |           | 31,293.40  | 31,293.40  |
| Basic, Applied, and Advanced Research in Science and Engineering  | 12.630 |  |           |            | 149,250.82 | 149,250.82 |           |           | 104,814.56 | 149,250.82 |
| <u>Pass-Through To:</u>   |        |  |           |            |            |            |           |           |            |            |
|   |        | University of Texas at San Antonio                 |           |            |            |            | 743       | 44,436.26 |            |            |
| Air Force Defense Research Sciences Program                       | 12.800 |  |           | 190,993.03 | 190,993.03 |            |           |           | 190,993.03 | 190,993.03 |
| Research and Technology Development                               | 12.910 |  |           | 28,032.17  | 28,032.17  |            |           |           | 28,032.17  | 28,032.17  |
| <u>Pass-Through From:</u>   |        |  |           |            |            |            |           |           |            |            |
| U.S. Department of Defense  | 12.000 | 8000001322   |           |            |            | 3,581.41   |           | 3,581.41  |            | 3,581.41   |
| <u>Pass-Through From:</u>   |        |  |           |            |            |            |           |           |            |            |
|   |        | Lamar University                                   | 734       | 3,581.41   |            |            |           |           |            |            |
| Basic and Applied Scientific Research                             | 12.300 |  |           |            |            | 9,043.40   |           |           | 9,043.40   | 9,043.40   |
| <u>Pass-Through From:</u>   |        |  |           |            |            |            |           |           |            |            |
|   |        | Texas A&M Engineering Experiment Station           | 712       | 9,043.40   |            |            |           |           |            |            |
| Totals - U.S. Department of Defense                               |        |  | 12,624.81 | 141,425.63 | 408,927.01 | 562,977.45 | 44,436.26 | 3,581.41  | 514,959.78 | 562,977.45 |
| <b>U.S. Department of the Interior</b>                            |        |  |           |            |            |            |           |           |            |            |
| Cooperative Endangered Species Conservation Fund                  | 15.615 | The Nature Conservancy/<br>8000002090              |           | 15,774.63  |            | 15,774.63  |           |           | 15,774.63  | 15,774.63  |
| State Wildlife Grants   | 15.634 | State of Louisiana/<br>8000001765                  |           | 12,677.44  |            | 12,677.44  |           |           | 12,677.44  | 12,677.44  |

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| Endangered Species Conservation - Recovery Implementation Funds                               | 15.657 | Houston Zoo/<br>8000001489                      |     | 7,201.00   |            | 7,201.00   |              | 7,201.00   | 7,201.00   |            |              |
| Coastal Impact Assistance Program   | 15.668 | San Antonio River Authority/<br>8000001920      |     | 4,636.57   |            | 4,636.57   |              | 4,636.57   | 4,636.57   |            |              |
| <u>Direct Programs:</u>   |        |   |     |            |            |            |              |            |            |            |              |
| Fish and Wildlife Management Assistance   | 15.608 |   |     |            | 22,460.86  | 22,460.86  |              | 22,460.86  | 22,460.86  |            |              |
| Migratory Bird Monitoring, Assessment and Conservation  | 15.655 |   |     |            | 51,359.40  | 51,359.40  |              | 51,359.40  | 51,359.40  |            |              |
| U.S. Geological Survey_ Research and Data Collection  | 15.808 |   |     |            | 90,760.29  | 90,760.29  |              | 90,760.29  | 90,760.29  |            |              |
| ARRA - U.S. Geological Survey_ Research and Data Collection                                   | 15.808 |   |     |            | 10,170.56  | 10,170.56  |              | 10,170.56  | 10,170.56  |            |              |
| Cooperative Research and Training Programs - Resources of the National Park System            | 15.945 |   |     |            | 35,784.10  | 35,784.10  |              | 35,784.10  | 35,784.10  |            |              |
| <u>Pass-Through From:</u>   |        |   |     |            |            |            |              |            |            |            |              |
| Cooperative Endangered Species Conservation Fund  | 15.615 |   |     |            |            | 200,906.56 |              | 200,906.56 | 200,906.56 |            |              |
| <u>Pass-Through From:</u>   |        |   |     |            |            |            |              |            |            |            |              |
|   |        | <i>Parks and Wildlife Department</i>            | 802 | 200,906.56 |            |            |              |            |            |            |              |
| State Wildlife Grants   | 15.634 |   |     |            |            | 135,740.87 |              | 135,740.87 | 135,740.87 |            |              |
| <u>Pass-Through From:</u>   |        |   |     |            |            |            |              |            |            |            |              |
|   |        | <i>Parks and Wildlife Department</i>            | 802 | 135,740.87 |            |            |              |            |            |            |              |
| Totals - U.S. Department of the Interior  |        |   |     | 336,647.43 | 40,289.64  | 210,535.21 | 587,472.28   | 0.00       | 0.00       | 587,472.28 | 587,472.28   |
| <b>U.S. Department of Justice</b>   |        |   |     |            |            |            |              |            |            |            |              |
| Part E - Developing, Testing and Demonstrating Promising New Programs                         | 16.541 | John Hopkins University/<br>8000001981          |     | 27,424.84  |            | 27,424.84  |              | 27,424.84  | 27,424.84  |            |              |
| Edward Byrne Memorial State and Local Law Enforcement Assistance Discretionary Grants Program | 16.580 | Institute for Intergovt Research/<br>8000002071 |     | 126,935.82 |            | 126,935.82 | 30,078.15    | 96,857.67  | 126,935.82 |            |              |
|   |        | Institute for Intergovt Research/<br>8000002072 |     | 389,943.29 |            | 389,943.29 | 113,975.00   | 275,968.29 | 389,943.29 |            |              |
| Edward Byrne Memorial Competitive Grant Program   | 16.751 | Institute for Intergovt Research/<br>8000002167 |     | 56,848.54  |            | 56,848.54  |              | 56,848.54  | 56,848.54  |            |              |
| <u>Direct Programs:</u>   |        |   |     |            |            |            |              |            |            |            |              |
| National Institute of Justice Research, Evaluation, and Development Project Grants            | 16.560 |   |     |            | 254,066.43 | 254,066.43 | 73,566.85    | 180,499.58 | 254,066.43 |            |              |
| <u>Pass-Through From:</u>   |        |   |     |            |            |            |              |            |            |            |              |
| Juvenile Accountability Block Grants  | 16.523 |   |     |            |            | 310,966.83 | 47,322.00    | 263,644.83 | 310,966.83 |            |              |
| <u>Pass-Through From:</u>   |        |   |     |            |            |            |              |            |            |            |              |
|   |        | <i>Governor - Fiscal</i>                        | 300 | 310,966.83 |            |            |              |            |            |            |              |
| Juvenile Justice and Delinquency Prevention_Allocation to States                              | 16.540 |   |     |            |            | 9,301.10   |              | 9,301.10   | 9,301.10   |            |              |
| <u>Pass-Through From:</u>   |        |   |     |            |            |            |              |            |            |            |              |
|   |        | <i>Governor - Fiscal</i>                        | 300 | 9,301.10   |            |            |              |            |            |            |              |
| Totals - U.S. Department of Justice   |        |   |     | 320,267.93 | 601,152.49 | 254,066.43 | 1,175,486.85 | 0.00       | 264,942.00 | 910,544.85 | 1,175,486.85 |
| <b>U.S. Department of Transportation</b>  |        |   |     |            |            |            |              |            |            |            |              |

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|--|--------|--|--------------|--------------|-----------|--------------|
| University Transportation Centers Program              | 20.701 | University of New Orleans/<br>8000001980           | 64.00        | 64.00        | 64.00     | 64.00        |
|  |        | University of New Orleans/<br>8000002113           | 10,854.56    | 10,854.56    | 10,854.56 | 10,854.56    |
| <u>Direct Programs:</u>                                |        |  |              |              |           |              |
| Aviation Research Grants                               | 20.108 |  | 55,662.72    | 55,662.72    | 55,662.72 | 55,662.72    |
| Totals - U.S. Department of Transportation             |        |  | 0.00         | 10,918.56    | 55,662.72 | 66,581.28    |
| <b>National Aeronautics and Space Administration</b>   |        |  |              |              |           |              |
| Science  | 43.001 | Omega Optics, Inc./<br>8000002176                  | 38,479.32    | 38,479.32    | 38,479.32 | 38,479.32    |
|  |        | University of Oklahoma/<br>8000002043              | 6,338.00     | 6,338.00     | 6,338.00  | 6,338.00     |
| <u>Direct Programs:</u>                                |        |  |              |              |           |              |
| Science  | 43.001 |  | 81,159.55    | 81,159.55    | 81,159.55 | 81,159.55    |
| Totals - National Aeronautics and Space Administration |        |  | 0.00         | 44,817.32    | 81,159.55 | 125,976.87   |
| <b>National Endowment For The Humanities</b>           |        |  |              |              |           |              |
| Promotion of the Humanities_Federal/State Partnership  | 45.129 | Humanities Texas/<br>8000001923                    | 2,392.12     | 2,392.12     | 2,392.12  | 2,392.12     |
| Totals - National Endowment For The Humanities         |        |  | 0.00         | 2,392.12     | 0.00      | 2,392.12     |
| <b>National Science Foundation</b>                     |        |  |              |              |           |              |
| Biological Sciences                                    | 47.074 | American Society for Biochemisty/<br>8000001843    | 0.08         | 0.08         | 0.08      | 0.08         |
| Education and Human Resources                          | 47.076 | Association of American Geographers/<br>8000002088 | 31,140.25    | 31,140.25    | 31,140.25 | 31,140.25    |
| <u>Direct Programs:</u>                                |        |  |              |              |           |              |
| Engineering Grants                                     | 47.041 |  | 138,874.00   | 138,874.00   | 2,500.00  | 136,374.00   |
| Mathematical and Physical Sciences                     | 47.049 |  | 1,040,240.66 | 1,040,240.66 | 25,441.97 | 1,014,798.69 |
| Computer and Information Science and Engineering       | 47.070 |  | 637,887.40   | 637,887.40   | 4,848.47  | 633,038.93   |
| Biological Sciences                                    | 47.074 |  | 114,791.82   | 114,791.82   |           | 114,791.82   |
| Social, Behavioral, and Economic Sciences              | 47.075 |  | 587,285.28   | 587,285.28   |           | 587,285.28   |
| Education and Human Resources                          | 47.076 |  | 717,275.38   | 717,275.38   | 1,000.00  | 716,275.38   |
| ARRA - Education and Human Resources                   | 47.076 |  | 1,052.79     | 1,052.79     |           | 1,052.79     |
| Office of Cyberinfrastructure                          | 47.080 |  | 23,128.17    | 23,128.17    | 4,751.53  | 18,376.64    |
| Trans-NSF Recovery Act Research Support                | 47.082 |  | 24,458.84    | 24,458.84    | 16,995.00 | 7,463.84     |
| ARRA - Trans-NSF Recovery Act Research Support         | 47.082 |  | 79,891.18    | 79,891.18    |           | 79,891.18    |
| <u>Pass-Through From:</u>                              |        |  |              |              |           |              |
| Engineering Grants                                     | 47.041 |  |              | -895.41      |           | -895.41      |
| <u>Pass-Through From:</u>                              |        |  |              |              |           |              |
|  |        | Texas Tech University                              | 733          | -895.41      |           |              |
| Social, Behavioral, and Economic Sciences              | 47.075 |  |              | 6,898.68     |           | 6,898.68     |
| <u>Pass-Through From:</u>                              |        |  |              |              |           |              |
|  |        | Texas A&M University - Corpus Christi              | 760          | 6,898.68     |           |              |
| Education and Human Resources                          | 47.076 |  |              | 54,000.00    |           | 54,000.00    |

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| <i>Pass-Through From:</i>  |        |   |            |            |              |              |      |           |              |              |
| <i>University of Houston</i>                                     |        | 730   | 54,000.00  |            |              |              |      |           |              |              |
| <b>Totals - National Science Foundation</b>                      |        |   | 60,003.27  | 31,140.33  | 3,364,885.52 | 3,456,029.12 | 0.00 | 55,536.97 | 3,400,492.15 | 3,456,029.12 |
| <b>Environmental Protection Agency</b>                           |        |   |            |            |              |              |      |           |              |              |
| <i>Direct Programs:</i>  |        |   |            |            |              |              |      |           |              |              |
| Science To Achieve Results (STAR) Research Program               | 66.509 |   |            |            | 105,133.21   | 105,133.21   |      | 52,765.90 | 52,367.31    | 105,133.21   |
| P3 Award: National Student Design Competition for Sustainability | 66.516 |   |            |            | 59,708.39    | 59,708.39    |      | 24,208.39 | 35,500.00    | 59,708.39    |
| <i>Pass-Through From:</i>  |        |   |            |            |              |              |      |           |              |              |
| Nonpoint Source Implementation Grants                            | 66.460 |   |            |            |              | 670,223.75   |      | 12,370.38 | 657,853.37   | 670,223.75   |
| <i>Pass-Through From:</i>  |        |   |            |            |              |              |      |           |              |              |
| <i>Texas Commission on Environmental Quality</i>                 |        | 582   | 670,223.75 |            |              |              |      |           |              |              |
| <b>Totals - Environmental Protection Agency</b>                  |        |   | 670,223.75 | 0.00       | 164,841.60   | 835,065.35   | 0.00 | 89,344.67 | 745,720.68   | 835,065.35   |
| <b>U.S. Department of Energy</b>                                 |        |   |            |            |              |              |      |           |              |              |
| Renewable Energy Research and Development                        | 81.087 | National Renewable Energy Lab/ 8000002016   |            | -4,218.79  |              | -4,218.79    |      |           | -4,218.79    | -4,218.79    |
|  |        | National Renewable Energy Lab/ 8000002082   |            | 296,482.58 |              | 296,482.58   |      |           | 296,482.58   | 296,482.58   |
| <i>Pass-Through From:</i>  |        |   |            |            |              |              |      |           |              |              |
| State Energy Program   | 81.041 |   |            |            |              | 57,789.36    |      |           | 57,789.36    | 57,789.36    |
| <i>Pass-Through From:</i>  |        |   |            |            |              |              |      |           |              |              |
| <i>Comptroller - State Energy Conservation Office</i>            |        | 907   | 57,789.36  |            |              |              |      |           |              |              |
| <b>Totals - U.S. Department of Energy</b>                        |        |   | 57,789.36  | 292,263.79 | 0.00         | 350,053.15   | 0.00 | 0.00      | 350,053.15   | 350,053.15   |
| <b>U.S. Department of Education</b>                              |        |   |            |            |              |              |      |           |              |              |
| Education Research, Development and Dissemination                | 84.305 | Georgia St University Rsch Foun/ 8000001578 |            | 73,508.58  |              | 73,508.58    |      |           | 73,508.58    | 73,508.58    |
| <i>Pass-Through From:</i>  |        |   |            |            |              |              |      |           |              |              |
| Adult Education - Basic Grants to States                         | 84.002 |   |            |            |              | 377,523.77   |      | 11,615.26 | 365,908.51   | 377,523.77   |
| <i>Pass-Through From:</i>  |        |   |            |            |              |              |      |           |              |              |
| <i>Texas Workforce Commission</i>                                |        | 320   | 377,523.77 |            |              |              |      |           |              |              |
| Improving Teacher Quality State Grants                           | 84.367 |   |            |            |              | 146,449.38   |      | 33,438.96 | 113,010.42   | 146,449.38   |
| <i>Pass-Through From:</i>  |        |   |            |            |              |              |      |           |              |              |
| <i>Texas Higher Education Coordinating Board</i>                 |        | 781   | 146,449.38 |            |              |              |      |           |              |              |
| College Access Challenge Grant Program                           | 84.378 |   |            |            |              | 368,034.22   |      |           | 368,034.22   | 368,034.22   |
| <i>Pass-Through From:</i>  |        |   |            |            |              |              |      |           |              |              |
| <i>Texas Higher Education Coordinating Board</i>                 |        | 781   | 368,034.22 |            |              |              |      |           |              |              |
| <b>Totals - U.S. Department of Education</b>                     |        |   | 892,007.37 | 73,508.58  | 0.00         | 965,515.95   | 0.00 | 45,054.22 | 920,461.73   | 965,515.95   |
| <b>U.S. Department of Health and Human Services</b>              |        |   |            |            |              |              |      |           |              |              |

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|---|--------|---|------------|------------|--------------|--------------|------------|------------|--------------|--------------|
| Research Infrastructure Programs  | 93.351 | University of Oregon/<br>8000001721             | 142,548.08 | 142,548.08 |              | 142,548.08   | 142,548.08 |            |              |              |
| <u>Direct Programs:</u>   |        |   |            |            |              |              |            |            |              |              |
| U.S. Department of Health and Human Services  | 93.000 | 8000001887                                      |            | 145,528.50 | 145,528.50   |              | 145,528.50 | 145,528.50 |              |              |
| Healthy Marriage Promotion and Responsible Fatherhood Grants                              | 93.086 |   |            | 584,418.49 | 584,418.49   | 1,574.50     | 582,843.99 | 584,418.49 |              |              |
| Substance Abuse and Mental Health Services_Projects of Regional and National Significance | 93.243 |   |            | 115,888.09 | 115,888.09   | 9,724.19     | 106,163.90 | 115,888.09 |              |              |
| Alcohol Research Programs   | 93.273 |   |            | 1,785.47   | 1,785.47     |              | 1,785.47   | 1,785.47   |              |              |
| National Center for Research Resources  | 93.389 |   |            | 718,552.84 | 718,552.84   | 139,977.09   | 578,575.75 | 718,552.84 |              |              |
| Cancer Treatment Research   | 93.395 |   |            | 14,968.84  | 14,968.84    |              | 14,968.84  | 14,968.84  |              |              |
| ARRA - Health Information Technology Professionals in Health Care                         | 93.721 |   |            | 38,910.56  | 38,910.56    | 1,320.00     | 134.38     | 38,910.56  |              |              |
| <u>Pass-Through To:</u>   |        |   |            |            |              |              |            |            |              |              |
| University of Texas at Austin   |        |   |            |            |              | 721          | 37,456.18  |            |              |              |
| ARRA - Health Information Technology Professionals in Health Care                         | 93.721 |   |            | -4,997.48  | -4,997.48    |              |            | -4,997.48  |              |              |
| <u>Pass-Through To:</u>   |        |   |            |            |              |              |            |            |              |              |
| University of Texas Health Science Center at Houston                                      |        |   |            |            |              | 744          | -4,997.48  |            |              |              |
| Biomedical Research and Research Training   | 93.859 |   |            | 211,250.69 | 211,250.69   |              | 211,250.69 | 211,250.69 |              |              |
| <u>Pass-Through From:</u>   |        |   |            |            |              |              |            |            |              |              |
| Allergy, Immunology and Transplantation Research  | 93.855 |   |            |            | 70,451.96    |              | 70,451.96  | 70,451.96  |              |              |
| <u>Pass-Through From:</u>   |        |   |            |            |              |              |            |            |              |              |
| University of Texas Medical Branch at Galveston   |        |   | 723        | 70,451.96  |              |              |            |            |              |              |
| Biomedical Research and Research Training   | 93.859 |   |            |            | 101,600.79   |              | 101,600.79 | 101,600.79 |              |              |
| <u>Pass-Through From:</u>   |        |   |            |            |              |              |            |            |              |              |
| University of Texas Health Science Center at San Antonio                                  |        |   | 745        | 101,600.79 |              |              |            |            |              |              |
| <hr/>   |        |   |            |            |              |              |            |            |              |              |
| Totals - U.S. Department of Health and Human Services                                     |        |   | 172,052.75 | 142,548.08 | 1,826,306.00 | 2,140,906.83 | 32,458.70  | 152,595.78 | 1,955,852.35 | 2,140,906.83 |
| <hr/>   |        |   |            |            |              |              |            |            |              |              |
| <b>U.S. Department of Homeland Security</b>   |        |   |            |            |              |              |            |            |              |              |
| Hazard Mitigation Grant   | 97.039 | Bastrop County/<br>8000002150                   |            | 1,343.65   | 1,343.65     |              | 1,343.65   | 1,343.65   |              |              |
| <u>Direct Programs:</u>   |        |   |            |            |              |              |            |            |              |              |
| State and Local Homeland Security National Training Program                               | 97.005 |   |            | 146,477.03 | 146,477.03   | 3,040.00     | 143,437.03 | 146,477.03 |              |              |
| <hr/>   |        |   |            |            |              |              |            |            |              |              |
| Totals - U.S. Department of Homeland Security   |        |   | 0.00       | 1,343.65   | 146,477.03   | 147,820.68   | 0.00       | 3,040.00   | 144,780.68   | 147,820.68   |
| <hr/>   |        |   |            |            |              |              |            |            |              |              |
| <b>JAG Program Cluster</b>  |        |   |            |            |              |              |            |            |              |              |
| <b>U.S. Department of Justice</b>   |        |   |            |            |              |              |            |            |              |              |
| Edward Byrne Memorial Justice Assistance Grant Program                                    | 16.738 | Institute for Intergovt Research/<br>8000002073 |            | 813,856.37 | 813,856.37   | 275,945.00   | 537,911.37 | 813,856.37 |              |              |
| <u>Direct Programs:</u>   |        |   |            |            |              |              |            |            |              |              |
| Edward Byrne Memorial Justice Assistance Grant Program                                    | 16.738 |   |            | 45,400.00  | 45,400.00    |              | 45,400.00  | 45,400.00  |              |              |

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| Totals - U.S. Department of Justice   |        | 0.00       | 813,856.37 | 45,400.00      | 859,256.37     | 0.00 | 275,945.00 | 583,311.37     | 859,256.37     |
| <b><u>Fish and Wildlife Cluster</u></b>   |        |            |            |                |                |      |            |                |                |
| <b>U.S. Department of the Interior</b>  |        |            |            |                |                |      |            |                |                |
| <i>Pass-Through From:</i>   |        |            |            |                |                |      |            |                |                |
| Sport Fish Restoration Program  | 15.605 |            |            |                | 3.19           |      |            | 3.19           | 3.19           |
| <i>Pass-Through From:</i>   |        |            |            |                |                |      |            |                |                |
| <i>Parks and Wildlife Department</i>  |        | 802        | 3.19       |                |                |      |            |                |                |
| Totals - U.S. Department of the Interior  |        | 3.19       | 0.00       | 0.00           | 3.19           | 0.00 | 0.00       | 3.19           | 3.19           |
| <b><u>Highway Safety Cluster</u></b>  |        |            |            |                |                |      |            |                |                |
| <b>U.S. Department of Transportation</b>  |        |            |            |                |                |      |            |                |                |
| <i>Pass-Through From:</i>   |        |            |            |                |                |      |            |                |                |
| Alcohol Impaired Driving Countermeasures Incentive Grants I                         | 20.601 |            |            |                | 123,010.07     |      |            | 123,010.07     | 123,010.07     |
| <i>Pass-Through From:</i>   |        |            |            |                |                |      |            |                |                |
| <i>Texas Department of Transportation</i>   |        | 601        | 123,010.07 |                |                |      |            |                |                |
| Totals - U.S. Department of Transportation  |        | 123,010.07 | 0.00       | 0.00           | 123,010.07     | 0.00 | 0.00       | 123,010.07     | 123,010.07     |
| <b><u>Statewide Data Systems Cluster</u></b>  |        |            |            |                |                |      |            |                |                |
| <b>U.S. Department of Education</b>   |        |            |            |                |                |      |            |                |                |
| <i>Pass-Through From:</i>   |        |            |            |                |                |      |            |                |                |
| Statewide Data Systems  | 84.372 |            |            |                | 7,030.00       |      |            | 7,030.00       | 7,030.00       |
| <i>Pass-Through From:</i>   |        |            |            |                |                |      |            |                |                |
| <i>Texas Higher Education Coordinating Board</i>                                    |        | 781        | 7,030.00   |                |                |      |            |                |                |
| Totals - U.S. Department of Education   |        | 7,030.00   | 0.00       | 0.00           | 7,030.00       | 0.00 | 0.00       | 7,030.00       | 7,030.00       |
| <b><u>Student Financial Assistance Cluster</u></b>                                  |        |            |            |                |                |      |            |                |                |
| <b>U.S. Department of Education</b>   |        |            |            |                |                |      |            |                |                |
| <i>Direct Programs:</i>   |        |            |            |                |                |      |            |                |                |
| Federal Supplemental Educational Opportunity Grants                                 | 84.007 |            |            | 713,675.61     | 713,675.61     |      |            | 713,675.61     | 713,675.61     |
| Federal Work-Study Program  | 84.033 |            |            | 1,066,545.21   | 1,066,545.21   |      |            | 1,066,545.21   | 1,066,545.21   |
| Federal Pell Grant Program  | 84.063 |            |            | 46,675,986.05  | 46,675,986.05  |      |            | 46,675,986.05  | 46,675,986.05  |
| Federal Direct Student Loans  | 84.268 |            |            | 179,902,476.00 | 179,902,476.00 |      |            | 179,902,476.00 | 179,902,476.00 |
| Teacher Education Assistance for College and Higher Education Grants (TEACH Grants) | 84.379 |            |            | 72,102.00      | 72,102.00      |      |            | 72,102.00      | 72,102.00      |
| Postsecondary Education Scholarships for Veteran's Dependents                       | 84.408 |            |            | 2,540.00       | 2,540.00       |      |            | 2,540.00       | 2,540.00       |
| Totals - U.S. Department of Education   |        | 0.00       | 0.00       | 228,433,324.87 | 228,433,324.87 | 0.00 | 0.00       | 228,433,324.87 | 228,433,324.87 |
| <b><u>TANF Cluster</u></b>  |        |            |            |                |                |      |            |                |                |
| <b>U.S. Department of Health and Human Services</b>                                 |        |            |            |                |                |      |            |                |                |
| <i>Pass-Through From:</i>   |        |            |            |                |                |      |            |                |                |
| Temporary Assistance for Needy Families   | 93.558 |            |            |                | 150.00         |      |            | 150.00         | 150.00         |
| <i>Pass-Through From:</i>   |        |            |            |                |                |      |            |                |                |



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| <i>Texas Workforce Commission</i>                     | 320    | 150.00              |                     |                       |                       |                  |                     |                       |                       |
| Totals - U.S. Department of Health and Human Services |        | 150.00              | 0.00                | 0.00                  | 150.00                | 0.00             | 0.00                | 150.00                | 150.00                |
| <br><b>Teacher Quality Partnership Grants Cluster</b> |        |                     |                     |                       |                       |                  |                     |                       |                       |
| <b>U.S. Department of Education</b>                   |        |                     |                     |                       |                       |                  |                     |                       |                       |
| <u>Direct Programs:</u>                               |        |                     |                     |                       |                       |                  |                     |                       |                       |
| Teacher Quality Partnership Grants                    | 84.336 |                     | 588,174.75          | 588,174.75            |                       | 70,200.00        | 517,974.75          | 588,174.75            |                       |
| Totals - U.S. Department of Education                 |        | 0.00                | 0.00                | 588,174.75            | 588,174.75            | 0.00             | 70,200.00           | 517,974.75            | 588,174.75            |
| <br><b>TRIO Cluster</b>                               |        |                     |                     |                       |                       |                  |                     |                       |                       |
| <b>U.S. Department of Education</b>                   |        |                     |                     |                       |                       |                  |                     |                       |                       |
| <u>Direct Programs:</u>                               |        |                     |                     |                       |                       |                  |                     |                       |                       |
| TRIO_Student Support Services                         | 84.042 |                     | 284,100.44          | 284,100.44            |                       |                  | 284,100.44          | 284,100.44            |                       |
| TRIO_Talent Search                                    | 84.044 |                     | 636,161.27          | 636,161.27            |                       |                  | 636,161.27          | 636,161.27            |                       |
| TRIO_Upward Bound                                     | 84.047 |                     | 614,492.41          | 614,492.41            |                       |                  | 614,492.41          | 614,492.41            |                       |
| Totals - U.S. Department of Education                 |        | 0.00                | 0.00                | 1,534,754.12          | 1,534,754.12          | 0.00             | 0.00                | 1,534,754.12          | 1,534,754.12          |
| <b>Total Expenditures of Federal Awards</b>           |        | <b>3,855,034.64</b> | <b>2,464,471.64</b> | <b>239,600,186.25</b> | <b>245,919,692.53</b> | <b>76,894.96</b> | <b>1,219,480.40</b> | <b>244,623,317.17</b> | <b>245,919,692.53</b> |



**UNAUDITED**  
**Texas State University (754)**

State of Texas - Federal Activity  
**SEFA Notes Menu, FY 2014**  
October 29, 2014

**Agency 754 - Texas State University**  
**SEFA Notes Menu - FY 2014**

[Note 1 – Non-Monetary Assistance](#)

[Note 2 – Reconciliation](#)

[Note 3a – Student Loans Processed and Administrative Cost Recovered](#)

[Note 3b – Federally Funded Loans Processed and Administrative Cost Recovered](#)

[Note 4 – Depository Libraries for Governmental Publications](#)

[Note 5 – Unemployment Insurance Funds](#)

[Note 6 – Rebates for the Special Supplemental Food Program for Women, Infants, and Children \(WIC\)](#)

[Note 7 – Federal Deferred Revenue](#)

[Note 8 – Supplemental Nutrition Assistance Program \(SNAP\)](#)



**UNAUDITED**  
**Texas State University (754)**

State of Texas - Federal Activity

**SEFA Note 1**

October 29, 2014

**Agency 754 - Texas State University**  
**SEFA Note 1 - Non-Monetary Assistance, FY 2014**

Comment:

N/A

**This agency has been certified. No modifications allowed.**



**UNAUDITED**  
**Texas State University (754)**

State of Texas - Federal Activity

**SEFA Note 2**

October 29, 2014

**Agency 754 - Texas State University**  
**SEFA Note 2 - Reconciliation, FY 2014**

Below is a reconciliation of the total of federal pass-through and federal expenditures as reported on the Schedule of Federal Financial Assistance to the total of federal revenues and federal grant pass-through revenues as reported in the general-purpose financial statements. Generally, federal funds are not earned until expended; therefore, federal revenues equal federal expenditures for the reporting period.

Per Combined Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds; and Combined Statement of Revenues, Expenses and Changes in Net Assets - Proprietary Funds; and Combined Statement of Changes in Fiduciary Net Assets:

|   | AFR               | USAS Amount            |  | Note 2 Amount          |
|---|-------------------|------------------------|--|------------------------|
| <b>Federal Revenue</b>  |                   |                        |  |                        |
| Governmental Funds  | Exhibit II        | -                      |  |                        |
| Proprietary Funds   |                   |                        |  |                        |
| Operating   | Exhibit IV/SRECNA | 15,486,195.62          |  | 15,486,195.62          |
| Non-operating   | Exhibit IV/SRECNA | 46,675,986.05          |  | 46,675,986.05          |
| Capital Contributions   | Exhibit IV/SRECNA | -                      |  |                        |
| Fiduciary Funds   | Exhibit VII       | -                      |  |                        |
| <b>Total Federal Revenue</b>                                  |                   | <b>\$62,162,181.67</b> |  | <b>\$62,162,181.67</b> |
| <i>Amount per Schedule: \$242,064,657.89</i>                  |                   |                        |  |                        |
| <i>Discrepancy: (\$179,902,476.22)</i>                        |                   |                        |  |                        |
| <b>Federal Pass-Through Revenue</b>                           |                   |                        |  |                        |
| Governmental Funds  | Exhibit II        | -                      |  |                        |
| Proprietary Funds   |                   |                        |  |                        |
| Operating   | Exhibit IV/SRECNA | 3,855,034.64           |  | 3,855,034.64           |
| Non-operating   | Exhibit IV/SRECNA | -                      |  |                        |
| Capital Contributions   | Exhibit IV/SRECNA | -                      |  |                        |
| Fiduciary Funds   | Exhibit VII       | -                      |  |                        |
| <b>Total Federal Pass-Through Revenue</b>                     |                   | <b>\$3,855,034.64</b>  |  | <b>\$3,855,034.64</b>  |
| <i>Amount per Schedule: \$3,855,034.64</i>                    |                   |                        |  |                        |
| <b>Total Federal Revenue and Federal Pass-Through Revenue</b> |                   | <b>\$66,017,216.31</b> |  | <b>\$66,017,216.31</b> |
| <b>Reconciliation Items</b>                                   |                   |                        |  |                        |
|   |                   |                        |  | <b>CFDA</b>            |
|   |                   |                        |  | <b>Amount</b>          |
| <b>Non-monetary Items:</b>                                    |                   |                        |  |                        |
| ---   |                   |                        |  |                        |
| <b>Total Non-monetary Items</b>                               |                   |                        |  | <b>\$0.00</b>          |
| <b>New Loans Processed: (Amounts are from Note 3a)</b>        |                   |                        |  |                        |
| Federal Family Education Loans                                |                   | 84.032                 |  | -                      |
| Federal Family Education Loan Program (FFELP)                 |                   | 84.032L                |  | -                      |
| Federal Perkins Loan Program (Perkins)                        |                   | 84.038                 |  | -                      |
| Federal Direct Student Loans (Direct Loans)                   |                   | 84.268                 |  | 179,902,476.00         |
| Health Education Assistance Loan Program (HEAL)               |                   | 93.108                 |  | -                      |
| Nursing Faculty Loan Program                                  |                   | 93.264                 |  | -                      |
| Health Professions Student Loan Program                       |                   | 93.342                 |  | -                      |
| Nursing Student Loan Program                                  |                   | 93.364                 |  | -                      |

**UNAUDITED**  
**Texas State University (754)**

|   |                         |
|---|-------------------------|
| <b>Total New Loans Processed</b>  | <b>\$179,902,476.00</b> |
| <b>Other Reconciling Items:</b>   |                         |
| <b>Add:</b>   |                         |
| State Unemployment Funds - State Portion  | 17.225                  |
| Other <i>(Contact FRS if you have other reconciling items as additions items)</i>                     |                         |
| <br>  |                         |
| <b>Deduct: (Enter amounts as negative)</b>  |                         |
| Federal revenue received on the fixed fee basis contract  |                         |
| <i>Note:</i>  |                         |
| <br>Federal revenue received under a vendor relationship between<br>agency and the federal government |                         |
| <i>Note:</i>  |                         |
| <br>Federal grants <i>from</i> Texas A&M Research Foundation  | 0.22                    |
| Federal grants <i>to</i> Texas A&M Research Foundation  |                         |
| Medicare Part D   |                         |
| Medicare Part D - Direct Subsidy  |                         |
| COBRA   |                         |
| Build America Bond  |                         |
| Early Retirement Reinsurance Program  |                         |
| Other <i>(Contact FRS if you have other reconciling items as deductions items)</i>                    |                         |
| <br>  |                         |
| <b>Total Other Reconciling Items</b>  | <b>\$0.22</b>           |
| <b>Total Reconciliation Items:</b>  | <b>\$179,902,476.22</b> |
| <br>  |                         |
| <b>Total per Note 2:</b>  | <b>\$245,919,692.53</b> |
| <b>Total Pass Through and Expenditures per Federal Schedule:</b>                                      | <b>\$245,919,692.53</b> |
| <b>Difference:</b>  | <b>\$0.00</b>           |

**This agency has been certified. No modifications allowed.**



**UNAUDITED**  
**Texas State University (754)**

State of Texas - Federal Activity

**SEFA Note 3a**

October 29, 2014

**Agency 754 - Texas State University**

**SEFA Note 3a - Student Loans Processed and Administrative Cost Recovered, FY 2014**

| <b>Program Name</b>   | <b>CFDA</b> | <b>New Loans Processed</b> | <b>Admin Cost Recovered*</b> | <b>Total Loans Processed and Admin Cost Recovered (From Schedule)</b> | <b>Ending Balances of PY Loans from Prior FYs</b> |
|---|-------------|----------------------------|------------------------------|---|---|
| Federal Family Education Loans  | 84.032      | 0.00                       |                              |   | 0.00  |
| Federal Family Education Loan Program (FFELP)   | 84.032L     | 0.00                       |                              |   | 0.00  |
| Federal Perkins Loan Program (Perkins)<br>Does your university use a service organization as part of processing loans under the Perkins program? If so, please disclose the name of the company that the loans have been outsourced to: | 84.038      | 0.00                       |                              |   | 0.00  |
| Federal Direct Student Loans (Direct Loans)   | 84.268      | 179,902,476.00             | 0.00                         | 179,902,476.00  | 0.00  |
| Health Education Assistance Loan Program (HEAL)   | 93.108      | 0.00                       |                              |   | 0.00  |
| Nursing Faculty Loan Program  | 93.264      | 0.00                       |                              |   | 0.00  |
| Health Professions Student Loan Program   | 93.342      | 0.00                       |                              |   | 0.00  |
| Nursing Student Loans   | 93.364      | 0.00                       |                              |   | 0.00  |
| <b>Total</b>  |             | <b>\$179,902,476.00</b>    | <b>\$0.00</b>                | <b>\$179,902,476.00</b>   | <b>\$0.00</b>                                     |

**This agency has been certified. No modifications allowed.**

\* Admin Cost Recovered includes administration cost and any interest subsidy related to student loans processed.



**UNAUDITED**  
**Texas State University (754)**

State of Texas - Federal Activity

**SEFA Note 3b**

October 29, 2014

**Agency 754 - Texas State University**

**SEFA Note 3b - Federally Funded Loans Processed and Administrative Cost Recovered, FY 2014**

Comment:

N/A

**This agency has been certified. No modifications allowed.**



**UNAUDITED**  
**Texas State University (754)**

State of Texas - Federal Activity

**SEFA Note 4**

October 29, 2014

**Agency 754 - Texas State University**

**SEFA Note 4 - Depository Libraries for Governmental Publications, FY 2014**

**Comment:**

The University participates as a depository library in the Government Printing Office's Depository Libraries for Government Publication program, CFDA #40.001. The University is the legal custodian of government publications, which remain the property of the Federal government. The publications are not assigned a value by the Government Printing Office.

**This agency has been certified. No modifications allowed.**





**UNAUDITED**  
**Texas State University (754)**

State of Texas - Federal Activity

**SEFA Note 5**

October 29, 2014

**Agency 754 - Texas State University**  
**SEFA Note 5 - Unemployment Insurance Funds, FY 2014**

Comment:

N/A

**This agency has been certified. No modifications allowed.**



**UNAUDITED**  
**Texas State University (754)**

State of Texas - Federal Activity

**SEFA Note 6**

October 29, 2014

**Agency 754 - Texas State University**

**SEFA Note 6 - Rebates for the Special Supplemental Food Program for Women, Infants, and Children (WIC), FY 2014**

Comment:

N/A

**This agency has been certified. No modifications allowed.**



**UNAUDITED**  
**Texas State University (754)**

State of Texas - Federal Activity

**SEFA Note 7**

October 29, 2014

**Agency 754 - Texas State University**  
**SEFA Note 7 - Federal Deferred Revenue, FY 2014**

Comment:

N/A

**This agency has been certified. No modifications allowed.**



**UNAUDITED**  
**Texas State University (754)**

State of Texas - Federal Activity

**SEFA Note 8**

October 29, 2014

**Agency 754 - Texas State University**

**SEFA Note 8 - Supplemental Nutrition Assistance Program (SNAP), FY 2014**

Comment:

N/A

**This agency has been certified. No modifications allowed.**



**UNAUDITED**  
**Texas State University (754)**

State of Texas - State Pass-through Reporting  
**Schedule 1B**  
 October 6, 2014 9:13 AM

**Texas State University (754)**  
**Schedule 1B**  
**Schedule of State Grant Pass-Throughs From/To State Agencies**  
**For the Year Ended August 31, 2014**

| Pass-through From  | Grant ID | Agency Number | Amount                                |
|--|----------|---------------|---------------------------------------|
| <b>CRIMINAL JUSTICE PLANNING GRANTS - GR-D Fund 0421</b><br>Governor - Fiscal                                    | 300.0004 | 300           | 2,009,200.69<br><u>2,009,200.69</u>   |
| <b>TEXAS EMERGING TECHNOLOGY GRANTS - GR-D Fund 5124</b><br>Governor - Fiscal                                    | 300.0006 | 300           | 333,186.74<br><u>333,186.74</u>       |
| <b>State Leadership - AEL</b><br>Texas Workforce Commission  | 320.0005 | 320           | 2,900.00<br><u>2,900.00</u>           |
| <b>Fifth Year Accounting Student Scholarship Program</b><br>Texas State Board of Public Accountancy              | 457.0001 | 457           | 25,600.00<br><u>25,600.00</u>         |
| <b>Tobacco Use Prevention and Control</b><br>Department of State Health Services                                 | 537.0008 | 537           | 2,444,260.19<br><u>2,444,260.19</u>   |
| <b>Interns for TCEQ</b><br>Texas Commission on Environmental Quality   | 582.0057 | 582           | 853.10<br><u>853.10</u>               |
| <b>COLLEGE and CAREER READINESS INITIATIVE FACULTY COLLABORATIVE PROGRAM</b><br>University of Texas at Arlington | 714.0008 | 714           | 1,660.00<br><u>1,660.00</u>           |
| <b>Joint Admission Medical Program (JAMP)</b><br>University of Texas System                                      | 720.0002 | 720           | 19,003.95<br><u>19,003.95</u>         |
| <b>College Readiness Initiative</b><br>Texas State University System   | 758.0001 | 758           | 353,472.39<br><u>353,472.39</u>       |
| <b>Family Practice Residency Program</b><br>Texas Higher Education Coordinating Board                            | 781.0001 | 781           | -<br><u>-</u>                         |
| <b>Minority Health Research and Education</b><br>Texas Higher Education Coordinating Board                       | 781.0005 | 781           | 73,723.98<br><u>73,723.98</u>         |
| <b>Nursing and Allied Health</b><br>Texas Higher Education Coordinating Board                                    | 781.0006 | 781           | 31.88<br><u>31.88</u>                 |
| <b>TEXAS Grant Program</b><br>Texas Higher Education Coordinating Board  | 781.0008 | 781           | 27,111,615.26<br><u>27,111,615.26</u> |
| <b>Advanced Research Program</b><br>Texas Higher Education Coordinating Board                                    | 781.0010 | 781           | 53,410.63<br><u>53,410.63</u>         |
| <b>Professional Nursing Shortage Reduction Program</b><br>Texas Higher Education Coordinating Board              | 781.0013 | 781           | 9,743.01<br><u>9,743.01</u>           |
| <b>Engineering Recruitment Program</b><br>Texas Higher Education Coordinating Board                              | 781.0020 | 781           | 12,342.08<br><u>12,342.08</u>         |
| <b>Texas Research Incentive Program - HB51</b><br>Texas Higher Education Coordinating Board                      | 781.0021 | 781           | 1,015,475.23<br><u>1,015,475.23</u>   |
| <b>College Work Study Program</b><br>Texas Higher Education Coordinating Board                                   | 781.0023 | 781           | 212,251.24<br><u>212,251.24</u>       |
| <b>College Readiness Initiative</b><br>Texas Higher Education Coordinating Board                                 | 781.0026 | 781           | 8,278.81<br><u>8,278.81</u>           |
| <b>Top 10% Scholarships</b><br>Texas Higher Education Coordinating Board   | 781.0028 | 781           | 1,116,402.00<br><u>1,116,402.00</u>   |
| <b>Work Study Mentorship Program</b>   | 781.0029 |               |                                       |

**UNAUDITED**  
**Texas State University (754)**

|  |                 |     |                      |
|--|-----------------|-----|----------------------|
| Texas Higher Education Coordinating Board  |                 | 781 | 88,526.82            |
|  |                 |     | <u>88,526.82</u>     |
| <b>ABE Community College Grants</b>  | <b>781.0031</b> |     |                      |
| Texas Higher Education Coordinating Board  |                 | 781 | 11,281.37            |
|  |                 |     | <u>11,281.37</u>     |
| <b>Outreach and Success</b>  | <b>781.0039</b> |     |                      |
| Texas Higher Education Coordinating Board  |                 | 781 | -1,684.93            |
|  |                 |     | <u>-1,684.93</u>     |
| <b>CCA-DE MATH</b>   | <b>781.0053</b> |     |                      |
| Texas Higher Education Coordinating Board  |                 | 781 | 24,175.31            |
|  |                 |     | <u>24,175.31</u>     |
| <b>Hazlewood Exemption HB1025</b>  | <b>781.0061</b> |     |                      |
| Texas Higher Education Coordinating Board  |                 | 781 | 3,119,802.00         |
|  |                 |     | <u>3,119,802.00</u>  |
| <b>Houston toad response to ongoing habitat restoration in Bastrop State Park, Bastrop County, Texas</b> | <b>802.0056</b> |     |                      |
| Parks and Wildlife Department  |                 | 802 | 5,454.24             |
|  |                 |     | <u>5,454.24</u>      |
| <b>445395 Support for Brazos River Fish Collections</b>  | <b>802.0086</b> |     |                      |
| Parks and Wildlife Department  |                 | 802 | 11,057.51            |
|  |                 |     | <u>11,057.51</u>     |
| <b>Total Pass-Through from Other Agencies (Exh. II):</b>   |                 |     | <b>38,062,023.50</b> |

| Pass-through To  | Grant ID | Agency Number | Amount   |
|--|----------|---------------|----------|
|  |          |               | -        |
| <b>Total Pass-Through to Other Agencies (Exh. II):</b> |          |               | <b>-</b> |

**UNAUDITED**  
**Texas State University (754)**

**Schedule 2A**  
**Miscellaneous Bond Information**

---

**Not Applicable**

**UNAUDITED**  
**Texas State University (754)**

**Schedule 2B**  
**Changes in Bonded Indebtedness**

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**Not Applicable**



**UNAUDITED**  
**Texas State University (754)**

**Schedule 2C**  
**Debt Service Requirements**

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**Not Applicable**

**UNAUDITED**  
**Texas State University (754)**

**Schedule 2D**  
**Analysis of Funds Available for Debt Service**

---

**Not Applicable**

**UNAUDITED**  
**Texas State University (754)**

**Schedule 2E**  
**Schedule of Defeased Bonds Outstanding**

---

**Not Applicable**

**UNAUDITED**  
**Texas State University (754)**

**Schedule 2F**  
**Early Extinguishment and Refunding**

---

**Not Applicable**

**UNAUDITED**  
**Texas State University (754)**

**Schedule 3**  
**Reconciliation of Cash in State Treasury**

---

| <u>Cash in State Treasury</u> | <u>Unrestricted</u>           | <u>Current Year Total</u>     |
|-------------------------------|-------------------------------|-------------------------------|
| Available University Fund     | <u>\$29,601,822.43</u>        | <u>\$29,601,822.43</u>        |
| Total Cash in State Treasury  | <u><u>\$29,601,822.43</u></u> | <u><u>\$29,601,822.43</u></u> |

# **HOUSING AND RESIDENTIAL LIFE**



The Department of Housing and Residential Life is committed to hiring student staff and professional employees that are dedicated to student success. Each staff member has the opportunity to make a difference in the lives of students in a fun, academic centered environment.

# **Texas State University**

## **Mission Statement**

The noblest search is the search for excellence.

—Lyndon B. Johnson  
Thirty-Sixth President of the United States, 1963-1969  
Texas State University Class of 1930

### **Our Mission**

Texas State University is a public, student-centered, Emerging Research University dedicated to excellence in serving the educational needs of the diverse population of Texas and the world beyond.

### **Our Shared Values**

In pursuing our mission, we, the faculty, staff, and students of Texas State University, are guided by a shared collection of values. Specifically, we value:

- An exceptional undergraduate experience as the heart of what we do;
- Graduate education as a means of intellectual growth and professional development;
- A diversity of people and ideas, a spirit of inclusiveness, a global perspective, and a sense of community as essential conditions for campus life;
- The cultivation of character and the modeling of honesty, integrity, compassion, fairness, respect, and ethical behavior, both in the classroom and beyond;
- Engaged teaching and learning based in dialogue, student involvement, and the free exchange of ideas;
- Research, scholarship, and creative activity as fundamental sources of new knowledge and as expressions of the human spirit;
- A commitment to public service as a resource for personal, educational, cultural, and economic development;
- Thoughtful reflection, collaboration, planning, and evaluation as essential for meeting the changing needs of those we serve.

The mission statement was approved by The Texas State University System Board of Regents on August 24, 2012 and by the Texas Higher Education Coordinating Board at its January 24, 2013 meeting.



*The rising STAR of Texas*