ANNUAL FINANCIAL REPORT

of

Texas A&M Health Science Center

For the Year Ended August 31, 2016 With Comparative Totals for the Year Ended August 31, 2015



Paul E. Ogden, M.D., Interim Senior Vice President & Chief Operating Officer Barry C. Nelson, Ph.D., Associate Vice President, Finance & Administration

TEXAS A&M HEALTH SCIENCE CENTER

STUDENT ENROLLMENT DATA

CURRENT YEAR

	NUMBER OF STUDE	ENTS BY SEMESTER
TYPE OF STUDENT	FALL 2015	FALL 2016
Texas Resident	2,251	2,338
Out-of-State	169	190
Foreign	171	161
Total Students	2,591	2,689

HISTORICAL (Fall Semester)

		SEMESTER
FISCAL YEAR	<u>HEADCOUNT</u>	CREDIT HOURS
2012-13	2,286	Not Required
2013-14	2,417	Not Required
2014-15	2,467	Not Required
2015-16	2,591	Not Required
2016-17	2,689	Not Required

TEXAS A&M HEALTH SCIENCE CENTER

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EXHIBIT III TEXAS A&M HEALTH SCIENCE CENTER STATEMENT OF NET POSITION FOR THE YEAR ENDED AUGUST 31, 2016

	_	CURRENT YEAR TOTAL		PRIOR YEAR TOTAL
Assets and Deferred Outflows				
Current Assets	^		<u>^</u>	
Cash & Cash Equivalents [Schedule Three]	\$	21,301,305.26	\$	12,541,579.50
Investments Derivative Instruments				
Restricted				
Cash & Cash Equivalents [Schedule Three]		31,179.10		16,047.01
Investments				20,867.00
Legislative Appropriations		13,559,842.65		8,375,700.48
Receivables, Net [Note 24] Federal		2,528,083.75		2,068,085.37
Other Intergovernmental		2,520,005.75		2,008,085.57
Interest and Dividends				
Gifts		5,000,000.00		
Self-Insured Health and Dental				
Student		372,599.55		420,794.47
Investment Trades		6 749 746 02		0.076.400.06
Accounts Other		6,748,746.93 312.66		8,976,420.06 12,421.30
Due From Other Agencies		5,194,175.66		3,670,617.70
Due From Other Members		55,948,677.35		71,871,291.08
Due From Other Funds		5,585,184.04		12,064,237.20
Consumable Inventories		620,722.19		568,972.84
Merchandise Inventories				
Loans and Contracts		367,608.87		445,060.23
Interfund Receivable [Note 12] Other Current Assets		1 110 142 42		1 002 657 45
Other Current Assets	_	1,110,142.42	-	1,003,657.45
Total Current Assets	\$	118,368,580.43	\$	122,055,751.69
Non-Current Assets				
Restricted				
Cash & Cash Equivalents [Schedule Three]	\$		\$	
Assets Held By System Office		61,463,647.86		67,193,434.42
Investments [Note 3]		4 250 160 04		2 520 (47 1 4
Loans, Contracts and Other Gifts Receivable		4,259,169.84		3,539,647.14 5,000,000.00
Loans and Contracts				5,000,000.00
Assets Held By System Office		113,112,489.16		110,054,611.83
Investments [Note 3]		-, ,		.,,.
Interfund Receivable [Note 12]				
Capital Assets, Non-Depreciable [Note 2]				
Land and Land Improvements		27,126,304.16		27,126,304.16
Construction In Progress		122,099,149.36		100,187,776.29
Other Tangible Capital Assets Land Use Rights		243,017.34		243,017.34
Other Intangible Capital Assets				
Capital Assets, Depreciable [Note 2]				
Buildings and Building Improvements		258,887,925.27		258,887,925.27
Infrastructure		18,575,661.11		18,575,661.11
Facilities and Other Improvements		6,444,750.68		6,444,750.68
Furniture and Equipment		61,997,507.06		57,237,743.71
Vehicles, Boats, and Aircraft		1,068,228.84		990,579.45
Other Capital Assets		24,678,095.66		24,640,836.56
Intangible Capital Assets, Amortized [Note 2] Land Use Rights				
Computer Software		477,617.00		477,617.00
Other Intangible Capital Assets		177,017.00		177,017.00
Accumulated Depreciation/Amortization		(182,278,260.00)		(165,216,726.58)
Assets Held In Trust				
Other Non-Current Assets		2,727,398.41		814,761.91
Total Non-Current Assets	\$	520,882,701.75	\$	516,197,940.29
	ψ	520,002,701.75	φ	510,177,740.27
Deferred Outflows of Resources [Note 28]				
Unamortized Loss On Refunding Debt	\$		\$	
Government Acquisition				
Pensions	_		_	
Total Deferred Outflows of Resources	\$		\$	
		(20.25) 202 15		(00 050 (01
Total Assets and Deferred Outflows	\$	639,251,282.18	\$	638,253,691.98
	\$	037,231,202.10	\$	030,233,

EXHIBIT III TEXAS A&M HEALTH SCIENCE CENTER STATEMENT OF NET POSITION FOR THE YEAR ENDED AUGUST 31, 2016

		CURRENT YEAR TOTAL		PRIOR YEAR TOTAL
Liabilities and Deferred Inflows				
Current Liabilities				
Payables	^	11 505 500 53	<i>•</i>	22 205 522 56
Accounts	\$	11,587,708.53	\$	22,285,523.76
Payroll Investment Trades		11,602,241.20		10,785,772.77
Self-Insured Health and Dental				
Student		86,377.63		36,598.21
Other		5,411.19		21,558.31
Interfund Payable [Note 12]		- ,		,
Due to Other Agencies		418,764.30		420,280.60
Due to Other Funds		5,585,184.04		12,064,237.20
Due to Other Members		10,852,213.54		659,948.52
Funds Held for Investment		12 770 204 26		10 200 001 04
Unearned Revenue		13,778,284.26		12,389,921.24
Employees' Compensable Leave Claims and Judgments		945,593.37		812,506.34
Notes and Loans Payable [Note 5]				
Bonds Payable [Note 6]				
Capital Lease Obligations		35,851.07		274,518.18
Liabilities Payable From Restricted Assets				. ,
Funds Held for Others		623,860.75		49,271.79
Other Current Liabilities		409,469.64		439,139.34
	*		^	
Total Current Liabilities	\$	55,930,959.52	\$	60,239,276.26
Non-Current Liabilities				
Interfund Payable [Note 12]	\$		\$	
Employees' Compensable Leave	ψ	9,491,680.18	Ψ	9,985,407.23
Other Post Employment Benefits [Note 11]		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
Pension Liability [Note 9]				
Claims and Judgments				
Notes and Loans Payable [Note 5]				
Bonds Payable [Note 6]				
Assets Held In Trust				
Liabilities Payable From Restricted Assets Funds Held for Others		155,505.70		4,752,383.72
Capital Lease Obligations		155,505.70		4,732,385.72
Other Non-Current Liabilities		40,000,000.00		40,000,000.00
	_	10,000,000100	_	10,000,000100
Total Non-Current Liabilities	\$	49,647,185.88	\$	54,773,642.02
Deferred Inflows of Resources [Note 28]	*			
Pension	\$		\$	
Total Deferred Inflows of Resources	\$		\$	
Total Deterred finlows of Resources	\$		ф Ф	
Total Liabilities and Deferred Inflows	\$	105,578,145.40	\$	115,012,918.28
Net Position	*		^	
Net Investment In Capital Assets	\$	305,024,477.75	\$	297,806,389.72
Restricted for Debt Service				
Capital Projects		23,386,503.21		282,037.43
Education		22,969,145.75		22,179,128.50
Endowment and Permanent Funds		22,707,145.75		22,179,120.50
Nonexpendable		39,477,639.51		39,472,462.28
Expendable		20,341,826.13		20,863,554.74
Unrestricted		122,473,544.43		142,637,201.03
Total Net Position [Exhibit IV]	\$	533,673,136.78	\$	523,240,773.70
Total Liabilities, Deferred Inflows, and Net Position	\$	639,251,282.18	\$	638,253,691.98
Four Enginees, Deferred finlows, and reef rosidoli	φ	057,251,202.10	Ψ	050,255,071.70

EXHIBIT IV TEXAS A&M HEALTH SCIENCE CENTER STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION FOR THE YEAR ENDED AUGUST 31, 2016

Professional Fees 736,620,01 433,345,17 Auxiliary Enterprises 1,391,169,33 1,155,119,17 Discounts and Allowances (20,769,80) (5,195,63) Other Sales of Goods and Services (5,574,786,16) (5,380,800,98) Interest Revenue 66,797,50 74,885,10 Federal Revenue - Operating 29,206,942,94 27,930,227,13 State Pass Through Revenue 21,231,157,36 50,087,125,81 State Pass Through Revenue 101,907,86 19,076,16 State Pass Through Revenue 20,479,179 181,858,81 Total Operating Revenue 20,479,179 181,858,81 Total Operating Revenues \$ 143,727,657,99 \$ 170,525,303,49 Operating Expenses 10,907,431,48 8,987,825,44 Academic Support 29,956,409,68 22,956,403,74 Student Service 4,966,143,28 5,002,283,52 Instruction 18,392,269,25 107,474,834,64 Academic Support 29,956,409,61,43,28 5,002,283,52 135,917,678,39 \$ 107,92,431,48 8,987,825,44,374 Academic Services		_	CURRENT YEAR TOTAL		PRIOR YEAR TOTAL
Discounts and Allowances (2,295,285,31) (2,581,871,11) Professional Fees 1,391,169,33 1,155,119,17 Discounts and Allowances (20,769,80) (5,195,63) Other Sales of Goods and Services (40,188,52,91) 44,785,058,83 Discounts and Allowances (5,974,786,16) (5,380,800,98) Interest Revenue (6,797,50) 74,885,10 Federal Rass Through Revenue (21,21,17,36) 50,687,125,81 State Grant Revenue (19,07,86) (19,76,60) 50,81,25,91 Other Operating Revenue (24,21,17,36) (5,380,800,98) (19,79,15) Other Grants and Contracts - Operating (14,60,664,2) (15,19,545,98) (19,79,15) (19,79,15),545,98 Other Operating Revenue (24,791,79) (18,858,81) (17,74,83,464) (15,954,598) (10,79,1,31,48) (17,74,83,464) Research (15,96,40,68) (10,79,1,31,48) (17,74,83,464) (18,92,269,025) (17,74,83,464) Academic Support (2,435,690,12) (2,51,72,28,463,74) (17,74,83,464) (17,74,83,464) (17,728,28) (17,74,83,464) (Operating Revenues				
Professional Fees 736.62.001 433.343.17 Auxiliary Entrprises 1,391,169.33 1,155.119.17 Discounts and Allowances (2),769.80) (5)195.633 Other Sales of Goods and Services 40,158,252.91 44,785,058.83 Discounts and Allowances (5)97.4786.16) (5) 5308.00.980 Interest Revenue 66,797.50 74,885.10 Federal Revenue - Operating 29,206,942.94 27,390.227.13 State Pass Through Revenue 101,907.86 19,007.86 State Pass Through Revenue 6,787.50 74,885.10 Other Operating Revenue 6,787.51 50.687.125.81 Other Operating Revenue 204,791.79 181.858.81 Other Operating Revenue 204,791.79 181.858.81 Operating Expenses 10.971.431.48 8.987.825.44 Instruction \$ 109,822,435.58 \$ 107,474,834.64 Research 78,363,078.08 72,580.106.46 Public Service 10,971,431.48 8.987.825.44 Academic Support 22,956,409.68 29,654,446.374 Student Services 10,	Tuition and Fees	\$	38,529,210.14	\$	36,655,669.48
Auxiliary Enterprises 1,391,169,33 1,155,119,17 Discounts and Allowances (20,769,80) (5,195,63) Other Sales of Goods and Services 40,158,255,91 44,785,058,83 Discounts and Allowances (6,797,50) 74,885,10 Interest Revenue 66,797,50 74,885,10 Federal Revenue 29,206,942,94 27,930,227,13 Federal Revenue 21,231,157,36 50,687,125,81 State Grant Revenue 10,1907,86 19,076,16 Other Grants and Contract- Operating 44,606,266,42 11,159,545,98 Other Organis and Contract- Operating 14,606,266,42 11,519,545,98 Operating Revenue 5 143,727,657,99 \$ 170,252,303,49 Operating Expenses 5 143,727,657,99 \$ 170,474,834,64 Research 78,856,106,432 21,235,304,463,74 Student Service 10,791,431,48 8,987,825,44 Academic Support 29,954,406,84 29,954,403,74 Student Service 12,315,304,34 Sto32,385,22 Instruction Raintenance of Plant 22,476,600,12	Discounts and Allowances		(3,295,285.31)		(2,581,871.11)
Discounts and Allowances (20,769.80) (5,195.63) Other Sales of Goods and Services 40,158,525.91 44,785,058.83 Discounts and Allowances (5,974,786.16) (5,380,800.98) Interest Revenue 66,797.50 74,885.10 Federal Revenue - Operating 29,206,942.94 27,390.227.13 Federal Revenue 21,231,157.36 50,687,125.81 State Grant Revenue 6,787.50 74,885.10 State Pass Through Revenue 6,788,110.00 5,012,857.57 Other Grants and Contracts - Operating 14,606,266.42 11,519,545.98 Other Operating Revenue 204,791.79 181,858.81 Total Operating Revenue \$ 109,822,435.58 \$ 107,274,834.64 Research 78,363,078.08 72,580,106.46 Public Service 10,791,431.44 8,987,825.44 Academic Support 29,956,446.374 29,956,446.342 Student Services 4,966,143.28 5,032,835.22 Instruction \$ 19,858.81 5,917,278.83 Student Service 2,784,161.32 2,396,315.89 Academic Support <td>Professional Fees</td> <td></td> <td>736,620.01</td> <td></td> <td>453,345.17</td>	Professional Fees		736,620.01		453,345.17
Other Sales of Goods and Services 40.158,252.91 44.785.058.83 Discounts and Allowances (5,974,786.16) (5,380,800.98) Interest Revenue 96,797.50 74.885.10 Federal Revenue 29.206,942.94 27,930,227.13 Federal Revenue 101,907.86 19,007.86 Other Grant Revenue 101,907.86 19,007.86 Other Grants and Contracts - Operating 14,006.266.42 11,519,345.98 Other Operating Revenue 204,791.79 181,858.81 Total Operating Revenue 204,791.79 181,858.81 Operating Expenses 100,902,843.078.08 72,253.01.06.46 Public Service 10,744,834.64 8,987.825.44 Academic Support 29.956,403.48 8,987.825.44 Academic Support 29.956,403.43 15.917.678.39 Operating Revenue 21,213.300.43 15.917.678.39 Operating Revenue 21,213.300.43 15.917.678.39 Operating Revenue 2,174.258.41 Academic Support 12,315.300.43 Depreciation/Amortization 18,392.269.25 18,070.066.54	Auxiliary Enterprises		1,391,169.33		1,155,119.17
Discounts and Allowances (5,974,786,16) (5,330,800,98) Interest Revenue 66,797,50 74,885,10 Federal Revenue - Operating 29,206,942,94 27,930,227,13 Federal Pass Through Revenue 101,907,86 19,076,16 State Grant Revenue 101,907,86 19,076,16 State Grant Revenue 6,785,110,00 5,031,259,57 Other Operating Revenue 204,791,79 18,1858,81 Other Operating Revenues \$ 144,606,266,42 11,519,343,98 Operating Revenues \$ 109,822,435,58 \$ 107,474,834,64 Research 78,363,078,08 72,580,106,46 Public Service 10,791,431,48 8,987,825,44 Public Service 10,791,431,48 8,987,825,44 10,791,431,48 8,987,825,44 Public Service 12,315,300,43 15,917,678,39 Operating Expenses 11,519,343,98 Institutional Support 12,2457,690,12 25,172,258,41 Scholarships & Fellowships 2,784,161,32 2,396,315,89 Auxilary 2,4491,169,00 2,431,71,55 E 16,722,253,233,235<			(20,769.80)		(5,195.63)
Interest Revenue 66,797.50 74,885.10 Federal Revenue Operating 29,206,942.94 27,930.227.13 Federal Rass Through Revenue 101,907.86 19,076.16 State Grant Revenue 101,907.86 19,076.16 Other Grants and Contracts - Operating 14,606.266.42 11,519,345.98 Other Grants and Contracts - Operating 14,606.266.42 11,519,345.98 Operating Revenue 204,791.79 181,858.81 Operating Expenses 109,822,435.58 \$ 107,474,834.64 Research 78,363,078.08 72,580,106.46 Public Service 4,966,143.28 5,032,835.22 Institutional Support 29,956,409,68 29,654,463,74 Schalernik & Fellowships 2,784,161.32 2,396,6315.89 Austilary 2,445,169,01.2 2,517,2258,41 Operating Expenses [Schedule IV-1] \$ 292,340,178.22 \$ 287,729,556.28 Total Operating Income [Loss] \$ (148,612,520.23) \$ (117,204,252.79) Nonoperating Revenues [Expenses] 2 247,650.01 2,247,635.00 Federal Pass Through Non-Operating 5 (148,612,5	Other Sales of Goods and Services		40,158,525.91		44,785,058.83
Federal Revenue - Operating 29,206,942.94 27,930,227,13 Federal Pass Through Revenue 21,231,157,36 50,687,125,81 State Grant Revenue 101,907,86 19,076,16 State Pass Through Revenue 6,785,110,00 5,031,259,57 Other Operating Revenue 204,791,79 181,858,81 Total Operating Revenue 204,791,79 181,858,81 Operating Expenses 1 143,727,657,99 \$ Instruction \$ 109,822,435,58 \$ 107,474,834,64 Research 78,363,078,08 72,580,106,46 29,654,406,374 Public Service 10,791,431,48 8,987,825,44 Academic Support 29,956,409,68 29,654,463,74 Student Services 4,966,143,28 5032,835,29 15,917,678,39 Operation & Maintenance of Plant 22,457,690,12 25,172,258,41 5,917,678,39 Operating Keneuse 5 148,392,269,25 18,070,066,54 Total Operating Expenses [Schedule IV-1] \$ 292,340,178,22 \$ 23,63,50 Federal Pass Through Non-Operating 5 151,583,355,89 <td>Discounts and Allowances</td> <td></td> <td>(5,974,786.16)</td> <td></td> <td>(5,380,800.98)</td>	Discounts and Allowances		(5,974,786.16)		(5,380,800.98)
Federal Pass Through Revenue 21,231,157,36 50,687,125,81 State Crant Revenue 101,907,86 19,076,16 State Pass Through Revenue 6,785,110.00 503,1259,57 Other Operating Revenue 204,791,79 181,858,81 Total Operating Revenues \$ 109,822,435,58 \$ 107,474,834,64 Research 78,363,078,08 \$ 72,557,99 \$ 107,474,834,64 Research 78,363,078,08 \$ 29,654,463,74 Stude Pass Through Nervices 4,966,143,28 \$ 503,283,22 Instruction \$ 109,822,435,58 \$ 107,474,834,64 Research 78,363,078,08 \$ 72,558,0106,46 Public Services 4,966,143,28 \$ 503,283,22 Instructional Support 12,2457,690,01 22,477,678,39 Operating Keyenues 2,2457,690,01 25,172,258,41 Scholarships & Fellowships 2,784,161,32 2,396,315,89 Auxiliary 2,491,169,00 2,443,171,55 Depreciation/Amortization 18,392,269,25 18,070,066,54 Total Operating Expenses [Schedule IV-1] \$ 292,340,178,22 \$ 287,729,556,28 Total Operating Revenues [Expenses] \$ (148,612,520,23	Interest Revenue		66,797.50		74,885.10
State Grant Revenue 101,907.86 19,076.16 State Pass Through Revenue 6,785,110.00 5,031,259,57 Other Grants and Contracts - Operating 14,606,266.42 11,519,545,98 Other Grants and Contracts - Operating 204,791,79 181,858.81 Total Operating Revenues \$ 143,727,657.99 \$ 170,525,303.49 Operating Expenses	Federal Revenue - Operating		29,206,942.94		27,930,227.13
State Pass Through Revenue 6,785,110.00 5,031,259,57 Other Grants and Contracts - Operating 14,606,266,42 11,519,245,98 Other Operating Revenues 204,791,79 181,858,81 Total Operating Revenues \$ 143,727,657,99 \$ 170,252,303,49 Operating Expenses 1 8 109,822,435,58 \$ 107,474,834,64 Research 78,363,078,08 72,580,106,46 Public Service 29,956,409,66 29,954,463,74 Academic Support 29,956,409,66 29,956,446,37 4,966,143,28 5,032,835,22 Instruction Kaintenance of Plant 22,457,690,12 25,172,258,41 5,061,371,0763,39 Operating Kamenace of Plant 22,457,690,12 25,172,258,41 2,366,315,89 2,374,161,32 2,396,31,519 Operating Expenses [Schedule IV-1] \$ 292,340,178,22 \$ 287,729,556,28 10,721,42,527,99 10,721,42,527,99 Nonoperating Revenues [Expenses] \$ (148,612,520,23) \$ (117,204,252,79) Nonoperating Revenues [Expense] 247,635,00 Federal Revenues (Schedule IV-1] \$ 292,340,178,22 \$ 287,729,556,28 135,799,573,07 10,337,9	Federal Pass Through Revenue		21,231,157.36		50,687,125.81
Other Grants and Contracts - Operating 14,606,266.42 11,519,545.98 Other Operating Revenue 204,791.79 181,858.81 Total Operating Revenues \$ 143,727,657.99 \$ 170,525,303.49 Operating Expenses 78,363,078.08 \$ 107,474,834.64 Research 78,363,078.08 \$ 107,474,834.64 Research 78,363,078.08 \$ 29,956,409.68 29,956,409.68 29,654,463.74 Student Services 10,791,431.48 8,987,825.44 Academic Support 12,315,300.43 15,917,678.39 Operation & Maintenance of Plant 22,457,690.12 25,172,258.41 25,906,315.89 2,441,161.00 2,443,171.57 Depreciation/Amortization 18,392,269.25 18,070,066.54 18,392,269.25 18,070,066.54 Total Operating Revenues [Loss] \$ (148,612,520.23) \$ (117,204,252.79) Nonoperating Revenues [Loss] \$ 135,799,573.07 Federal Revenues Non-Operating 251,242.00 247,635.00 Federal Revenue Non-Operating \$ 135,799,573.07 Federal Revenues (Lapenses) 20,779,556.28 10,379,918,13 Investing Activitites Expense (270,368,69)	State Grant Revenue		101,907.86		19,076.16
Other Operating Revenue 204,791.79 181,858.81 Total Operating Revenues \$ 143,727,657.99 \$ 170,525,303.49 Operating Expenses	State Pass Through Revenue		6,785,110.00		5,031,259.57
Total Operating Revenues \$ 143,727,657.99 \$ 170,525,303.49 Operating Expenses \$ 109,822,435,58 \$ 107,474,834.64 Research 78,363,078.08 72,580,106.46 Public Service 10,791,431.48 8,987,825.44 Academic Support 29,956,409.68 29,654,463.74 Student Services 4,966,143.28 5,032,835.22 Institutional Support 12,315,390.43 15,917,678.39 Operating & Tellowships 27,84,161.32 2,396,315.39 Auxiliary 2,441,169.00 2,443,171.55 Depreciation/Amortization 18,392,269.25 18,070,066.54 Total Operating Revenues [Expenses] \$ (148,612,520.23) \$ (117,204,252.79) Nonoperating Revenues [Expenses] \$ 151,583,355.89 \$ 135,799,573.07 Eederal Revenues Non-Operating 3,907,967.74 10,337,918.13 Investing Activities Expense (270,368.69) (307,562.89) Gifts 3,907,967.74 10,337,918.13 Investing Activities Expense (270,368.69) (307,562.59) Borrower Rebates and Agent Fees (10,359.01) (27,758.25) <td>Other Grants and Contracts - Operating</td> <td></td> <td>14,606,266.42</td> <td></td> <td>11,519,545.98</td>	Other Grants and Contracts - Operating		14,606,266.42		11,519,545.98
Operating Expenses \$ 109,822,435.58 \$ 107,474,834.64 Research 78,363,078.08 72,580,106.46 Public Service 10,791,431.48 8.987,825.44 Academic Support 29,954,409.68 29,654,463.74 Student Services 4,966,143.28 5.032,835.22 Institutional Support 12,315,390.43 15,917,678.39 Operation & Maintenance of Plant 22,457,690.12 25,172,258.41 Scholarships & Fellowships 2,491,169.00 2,443,171.55 Depreciation/Amortization 18,392,269.25 18,070,066.54 Total Operating Expenses [Schedule IV-1] \$ 292,340,178.22 \$ 287,729,556.28 Nonoperating Revenues [Expenses] \$ (148,612,520.23) \$ (117,204,252.79) Nonoperating Revenues [Expenses] \$ 25,1242.00 247,635.00 Federal Revenue Non-Operating \$ 151,583,355.89 \$ 135,799,573.07 Federal Revenue Non-Operating \$ 21,242.00 247,635.00 Federal Revenue Non-Operating \$ 21,242.00 247,635.00 </td <td>Other Operating Revenue</td> <td></td> <td>204,791.79</td> <td></td> <td>181,858.81</td>	Other Operating Revenue		204,791.79		181,858.81
Operating Expenses \$ 109,822,435.58 \$ 107,474,834.64 Research 78,363,078.08 72,580,106.46 Public Service 10,791,431.48 8.987,825.44 Academic Support 29,954,409.68 29,654,463.74 Student Services 4,966,143.28 5.032,835.22 Institutional Support 12,315,390.43 15,917,678.39 Operation & Maintenance of Plant 22,457,690.12 25,172,258.41 Scholarships & Fellowships 2,491,169.00 2,443,171.55 Depreciation/Amortization 18,392,269.25 18,070,066.54 Total Operating Expenses [Schedule IV-1] \$ 292,340,178.22 \$ 287,729,556.28 Nonoperating Revenues [Expenses] \$ (148,612,520.23) \$ (117,204,252.79) Nonoperating Revenues [Expenses] \$ 25,1242.00 247,635.00 Federal Revenue Non-Operating \$ 151,583,355.89 \$ 135,799,573.07 Federal Revenue Non-Operating \$ 21,242.00 247,635.00 Federal Revenue Non-Operating \$ 21,242.00 247,635.00 </td <td>Total Operating Revenues</td> <td>\$</td> <td>143 727 657 99</td> <td>\$</td> <td>170 525 303 49</td>	Total Operating Revenues	\$	143 727 657 99	\$	170 525 303 49
Instruction \$ 109,822,435.58 \$ 107,474,834.64 Research 78,363,078.08 72,580,106.46 Public Service 10,791,431.48 8.987,825.44 Academic Support 29,956,409.68 29,654,463.74 Student Services 4,966,143.28 5.032,835.22 Institutional Support 12,315,390.43 15,917,678.39 Operation & Maintenance of Plant 22,457,690.12 25,172,258.41 Scholarships & Fellowships 2,491,169.00 2,443,171.55 Depreciation/Amortization 18,392,269.25 18,070,066.54 Total Operating Expenses [Schedule IV-1] \$ 292,340,178.22 \$ 287,729,556.28 Total Operating Revenues [Expenses] \$ (148,612,520.23) \$ (117,204,252.79) Nonoperating Revenues [Expenses] \$ 251,242.00 247,635.00 Legislative Revenue \$ 151,583,355.89 \$ 135,799,573.07 Federal Revenue Non-Operating \$ 251,242.00 247,635.00 Federal Pass Through Non-Operating \$ (270,368.69) (307,562.39) Investment Income 8,430,384.40 132,665.98 Investing Activities Expense (270,368.69) (307,562.39) Borrower Rebates and	Total Operating Revenues	Ψ	143,727,037.99	Ψ	170,525,505.47
Research 78,363,078.08 72,580,106.46 Public Service 10,791,431.48 8,987,825.44 Academic Support 29,956,409.68 29,654,463.74 Student Services 4,966,143.28 5,032,835.22 Institutional Support 12,315,390.43 15,917,678.39 Operation & Maintenance of Plant 22,457,690.12 25,172,258.41 Scholarships & Fellowships 2,491,169.00 2,443,171.55 Depreciation/Amortization 18,392,269.25 18,070,066.54 Total Operating Expenses [Schedule IV-1] \$ 292,340,178.22 \$ 287,729,556.28 Total Operating Income [Loss] \$ (148,612,520.23) \$ (117,204,252.79) Nonoperating Revenues [Expenses] \$ 251,242.00 247,635.00 Legislative Revenue \$ 151,583,355.89 \$ 135,799,573.07 Federal Revenue Non-Operating \$ 251,242.00 247,635.00 Federal Revenue Non-Operating \$ (270,368.69) (307,562.39) Investime Activities Expense (10,359.01) (27,758.25) Borrower Rebates and Agent Fees (30,67,86.72) (4,000.87)		¢	100 000 405 50	¢	107 171 021 (1
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Academic Support 29,956,409.68 29,654,463.74 Student Services 4,966,143.28 5,032,835.22 Institutional Support 12,315,390.43 15,917,678.39 Operation & Maintenance of Plant 22,457,690.12 22,172,258.41 Scholarships & Fellowships 2,784,161.32 2,396,315.89 Auxiliary 2,491,169.00 2,443,171.55 Depreciation/Amortization 18,392,269.25 18,070,066.54 Total Operating Expenses [Schedule IV-1] \$ 292,340,178.22 \$ 287,729,556.28 Total Operating Income [Loss] \$ (148,612,520.23) \$ (117,204,252.79) Nonoperating Revenues [Expenses] \$ 251,242.00 247,635.00 Federal Revenue Non-Operating \$ 151,583,355.89 \$ 135,799,573.07 Federal Revenue Non-Operating \$ 3,907,967.74 10,337,918.13 Investment Income \$ 8,430,384.40 132,665.98 Investing Activities Expense (10,359.01) (27,758.25) Borrower Rebates and Agent Fees (36,786.72) (4,000.87) Gain [Loss] On Sale or Disposal of Capital Assets (36,786.72) (4,000.87)<					
Student Services 4,966,143.28 5,032,835.22 Institutional Support 12,315,390.43 15,917,678.39 Operation & Maintenance of Plant 22,457,690.12 25,172,258.41 Scholarships & Fellowships 2,784,161.32 2,396,315.89 Auxiliary 2,491,169.00 2,443,171.55 Depreciation/Amortization 18,392,269.25 18,070,066.54 Total Operating Expenses [Schedule IV-1] \$ 292,340,178.22 \$ 287,729,556.28 Total Operating Income [Loss] \$ (148,612,520.23) \$ (117,204,252.79) Nonoperating Revenues [Expenses] \$ (148,612,520.23) \$ (117,204,252.79) Legislative Revenue \$ 151,583,355.89 \$ 135,799,573.07 Federal Revenue Non-Operating \$ 251,242.00 247,635.00 Federal Revenue Non-Operating \$ 3,907,967.74 10,337,918.13 Investiment Income \$ 4,430,384.40 132,665.98 Investing Activities Expense (10,359.01) (27,758.25) Borrower Rebates and Agent Fees (36,786.72) (4,000.87) Gain [Loss] On Sale or Disposal of Capital Assets (36,786.72) (4,000.87) Settlement of Claims (2,531,558.93) (31,795,044.10)					
Institutional Support 12,315,390.43 15,917,678.39 Operation & Maintenance of Plant 22,457,690.12 25,172,258.41 Scholarships & Fellowships 2,784,161.32 2,396,315.89 Auxiliary 2,491,169.00 2,443,171.55 Depreciation/Amortization 18,392,269.25 18,070,066.54 Total Operating Expenses [Schedule IV-1] \$ 292,340,178.22 \$ 287,729,556.28 Total Operating Income [Loss] \$ (148,612,520.23) \$ (117,204,252.79) Nonoperating Revenues [Expenses] \$ 151,583,355.89 \$ 135,799,573.07 Federal Revenue Non-Operating \$ 251,242.00 247,635.00 Federal Pass Through Non-Operating \$ 3,907,967.74 10,337,918.13 Investment Income 8,430,384.40 132,665.98 Investment Income \$ 4,30,384.40 132,665.98 Investing Activities Expense (270,368.69) (307,562.39) Interest Expense (10,359.01) (27,758.25) Borrower Rebates and Agent Fees (36,786.72) (4,000.87) Gain [Loss] On Sale or Disposal of Capital Assets (36,786.72) (4,000.87) Other Nonoperating Revenues [Expenses] (2,531,558.93) (31,795,044.10)<					
Operation & Maintenance of Plant 22,457,690.12 25,172,258.41 Scholarships & Fellowships 2,784,161.32 2,396,315.89 Auxiliary 2,491,169.00 2,443,171.55 Depreciation/Amortization 18,392,269.25 18,070,066.54 Total Operating Expenses [Schedule IV-1] \$ 292,340,178.22 \$ 287,729,556.28 Total Operating Income [Loss] \$ (148,612,520.23) \$ (117,204,252.79) Nonoperating Revenues [Expenses] \$ 151,583,355.89 \$ 135,799,573.07 Federal Revenue Non-Operating 251,242.00 247,635.00 Federal Pass Through Non-Operating 3,907,967.74 10,337,918.13 Investment Income 8,430,384.40 132,665.98 Investing Activities Expense (10,359.01) (27,758.25) Borrower Rebates and Agent Fees (10,359.01) (27,758.25) Gain [Loss] On Sale or Disposal of Capital Assets (36,786.72) (4,000.87) Settlement of Claims (2,531,558.93) (31,795,044.10) Other Nonoperating Revenues [Expenses] \$ 168,264,615.80 \$ 149,431,393.56					
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Auxiliary 2,491,169.00 2,443,171.55 Depreciation/Amortization 18,392,269.25 18,070,066.54 Total Operating Expenses [Schedule IV-1] \$ 292,340,178.22 \$ 287,729,556.28 Total Operating Income [Loss] \$ (148,612,520.23) \$ (117,204,252.79) Nonoperating Revenues [Expenses] \$ (148,612,520.23) \$ (117,204,252.79) Legislative Revenue \$ 151,583,355.89 \$ 135,799,573.07 Federal Revenue Non-Operating 251,242.00 247,635.00 Federal Revenue Non-Operating 3,907,967.74 10,337,918.13 Investment Income 8,430,384.40 132,665.98 Investing Activities Expense (270,368.69) (307,562.39) Intrest Expense (36,786.72) (4,000.87) Settlement of Claims (36,786.72) (4,000.87) Other Nonoperating Revenues 6,940,739.12 35,047,966.99 Other Nonoperating Revenues [Expenses] (2,531,558.93) (31,795,044.10) Total Nonoperating Revenues [Expenses] \$ 168,264,615.80 \$ 149,431,393.56	*				
Depreciation/Amortization 18,392,269.25 18,070,066.54 Total Operating Expenses [Schedule IV-1] \$ 292,340,178.22 \$ 287,729,556.28 Total Operating Income [Loss] \$ (148,612,520.23) \$ (117,204,252.79) Nonoperating Revenues [Expenses] \$ (148,612,520.23) \$ (117,204,252.79) Legislative Revenue \$ 151,583,355.89 \$ 135,799,573.07 Federal Revenue Non-Operating 251,242.00 247,635.00 Federal Pass Through Non-Operating 3,907,967.74 10,337,918.13 Investment Income 8,430,384.40 132,665.98 Investing Activities Expense (270,368.69) (307,562.39) Interest Expense (10,359.01) (27,758.25) Borrower Rebates and Agent Fees (36,786.72) (4,000.87) Settlement of Claims (2,531,558.93) (31,795,044.10) Other Nonoperating Revenues [Expenses] (2,531,558.93) (31,795,044.10) Total Nonoperating Revenues [Expenses] \$ 168,264,615.80 \$ 149,431,393.56	1 1				
Total Operating Expenses [Schedule IV-1] \$ 292,340,178.22 \$ 287,729,556.28 Total Operating Income [Loss] \$ (148,612,520.23) \$ (117,204,252.79) Nonoperating Revenues [Expenses]					
Total Operating Income [Loss] \$ (148,612,520.23) \$ (117,204,252.79) Nonoperating Revenues [Expenses] \$ (151,583,355.89) \$ (135,799,573.07) Federal Revenue Non-Operating 251,242.00 247,635.00 Federal Pass Through Non-Operating 3,907,967.74 10,337,918.13 Investment Income 8,430,384.40 132,665.98 Investing Activities Expense (270,368.69) (307,562.39) Interest Expense (10,359.01) (27,758.25) Borrower Rebates and Agent Fees (36,786.72) (4,000.87) Settlement of Claims 6,940,739.12 35,047,966.99 Other Nonoperating [Expenses] (2,531,558.93) (31,795,044.10) Total Nonoperating Revenues [Expenses] \$ 168,264,615.80 \$ 149,431,393.56	Depreciation/Amortization		18,392,269.25	_	18,070,066.54
Nonoperating Revenues [Expenses]Legislative Revenue\$ 151,583,355.89\$ 135,799,573.07Federal Revenue Non-Operating251,242.00247,635.00Federal Pass Through Non-Operating3,907,967.7410,337,918.13Investiment Income8,430,384.40132,665.98Investing Activities Expense(270,368.69)(307,562.39)Interest Expense(10,359.01)(27,758.25)Borrower Rebates and Agent Fees(36,786.72)(4,000.87)Settlement of Claims(2,531,558.93)(31,795,044.10)Other Nonoperating Revenues [Expenses]\$ 168,264,615.80\$ 149,431,393.56	Total Operating Expenses [Schedule IV-1]	\$	292,340,178.22	\$	287,729,556.28
Legislative Revenue \$ 151,583,355.89 \$ 135,799,573.07 Federal Revenue Non-Operating 251,242.00 247,635.00 Federal Pass Through Non-Operating 3,907,967.74 10,337,918.13 Investment Income 8,430,384.40 132,665.98 Investing Activities Expense (270,368.69) (307,562.39) Interest Expense (10,359.01) (27,758.25) Borrower Rebates and Agent Fees (36,786.72) (4,000.87) Settlement of Claims (36,786.72) (4,000.87) Other Nonoperating Revenues 6,940,739.12 35,047,966.99 Other Nonoperating Revenues [Expenses] \$ 168,264,615.80 \$ 149,431,393.56	Total Operating Income [Loss]	\$	(148,612,520.23)	\$	(117,204,252.79)
Federal Revenue Non-Operating 251,242.00 247,635.00 Federal Pass Through Non-Operating 3,907,967.74 10,337,918.13 State Pass Through Non-Operating 3,907,967.74 10,337,918.13 Investiment Income 8,430,384.40 132,665.98 Investing Activities Expense (270,368.69) (307,562.39) Interest Expense (10,359.01) (27,758.25) Borrower Rebates and Agent Fees (36,786.72) (4,000.87) Settlement of Claims (36,786.72) (4,000.87) Other Nonoperating Revenues 6,940,739.12 35,047,966.99 Other Nonoperating Revenues [Expenses] \$ 168,264,615.80 \$ 149,431,393.56	Nonoperating Revenues [Expenses]				
Federal Revenue Non-Operating 251,242.00 247,635.00 Federal Pass Through Non-Operating 3,907,967.74 10,337,918.13 State Pass Through Non-Operating 3,907,967.74 10,337,918.13 Investiment Income 8,430,384.40 132,665.98 Investing Activities Expense (270,368.69) (307,562.39) Interest Expense (10,359.01) (27,758.25) Borrower Rebates and Agent Fees (36,786.72) (4,000.87) Settlement of Claims (36,786.72) (4,000.87) Other Nonoperating Revenues 6,940,739.12 35,047,966.99 Other Nonoperating Revenues [Expenses] \$ 168,264,615.80 \$ 149,431,393.56	Legislative Revenue	\$	151,583,355.89	\$	135,799,573.07
State Pass Through Non-Operating 3,907,967.74 10,337,918.13 Gifts 3,907,967.74 10,337,918.13 Investment Income 8,430,384.40 132,665.98 Investing Activities Expense (270,368.69) (307,562.39) Interest Expense (10,359.01) (27,758.25) Borrower Rebates and Agent Fees (36,786.72) (4,000.87) Settlement of Claims 6,940,739.12 35,047,966.99 Other Nonoperating Revenues 6,940,739.12 35,047,966.99 Other Nonoperating Revenues (2,531,558.93) (31,795,044.10) Total Nonoperating Revenues [Expenses] \$ 168,264,615.80 \$ 149,431,393.56	Federal Revenue Non-Operating		251,242.00		247,635.00
Gifts 3,907,967.74 10,337,918.13 Investment Income 8,430,384.40 132,665.98 Investing Activities Expense (270,368.69) (307,562.39) Interest Expense (10,359.01) (27,758.25) Borrower Rebates and Agent Fees (36,786.72) (4,000.87) Settlement of Claims 6,940,739.12 35,047,966.99 Other Nonoperating Revenues 6,940,739.12 35,047,966.99 Other Nonoperating Revenues (2,531,558.93) (31,795,044.10) Total Nonoperating Revenues [Expenses] \$ 168,264,615.80 \$ 149,431,393.56	Federal Pass Through Non-Operating				
Investment Income 8,430,384.40 132,665.98 Investing Activities Expense (270,368.69) (307,562.39) Interest Expense (10,359.01) (27,758.25) Borrower Rebates and Agent Fees (36,786.72) (4,000.87) Settlement of Claims (36,786.72) (4,000.87) Other Nonoperating Revenues 6,940,739.12 35,047,966.99 Other Nonoperating Revenues (31,795,044.10) (31,795,044.10) Total Nonoperating Revenues [Expenses] \$ 168,264,615.80 \$ 149,431,393.56	State Pass Through Non-Operating				
Investing Activities Expense (270,368.69) (307,562.39) Interest Expense (10,359.01) (27,758.25) Borrower Rebates and Agent Fees (36,786.72) (4,000.87) Gain [Loss] On Sale or Disposal of Capital Assets (36,786.72) (4,000.87) Settlement of Claims (2,531,558.93) (31,795,044.10) Other Nonoperating Revenues [Expenses] \$ 168,264,615.80 \$ 149,431,393.56	Gifts		3,907,967.74		10,337,918.13
Interest Expense(10,359.01)(27,758.25)Borrower Rebates and Agent FeesGain [Loss] On Sale or Disposal of Capital Assets(36,786.72)(4,000.87)Settlement of ClaimsOther Nonoperating Revenues6,940,739.1235,047,966.99Other Nonoperating [Expenses](2,531,558.93)(31,795,044.10)Total Nonoperating Revenues [Expenses]\$ 168,264,615.80\$ 149,431,393.56	Investment Income		8,430,384.40		132,665.98
Borrower Rebates and Agent FeesGain [Loss] On Sale or Disposal of Capital Assets(36,786.72)Settlement of Claims(4,000.87)Other Nonoperating Revenues6,940,739.12Other Nonoperating [Expenses](2,531,558.93)Total Nonoperating Revenues [Expenses]\$ 168,264,615.80\$ 168,264,615.80\$ 149,431,393.56	Investing Activities Expense		(270,368.69)		(307,562.39)
Gain [Loss] On Sale or Disposal of Capital Assets(36,786.72)(4,000.87)Settlement of Claims0ther Nonoperating Revenues6,940,739.1235,047,966.99Other Nonoperating [Expenses](2,531,558.93)(31,795,044.10)Total Nonoperating Revenues [Expenses]\$ 168,264,615.80\$ 149,431,393.56	Interest Expense		(10,359.01)		(27,758.25)
Settlement of Claims 6,940,739.12 35,047,966.99 Other Nonoperating Revenues (2,531,558.93) (31,795,044.10) Total Nonoperating Revenues [Expenses] \$ 168,264,615.80 \$ 149,431,393.56	Borrower Rebates and Agent Fees				
Settlement of Claims 6,940,739.12 35,047,966.99 Other Nonoperating Revenues (2,531,558.93) (31,795,044.10) Total Nonoperating Revenues [Expenses] \$ 168,264,615.80 \$ 149,431,393.56			(36,786.72)		(4,000.87)
Other Nonoperating [Expenses] (2,531,558.93) (31,795,044.10) Total Nonoperating Revenues [Expenses] \$ 168,264,615.80 \$ 149,431,393.56					
Other Nonoperating [Expenses] (2,531,558.93) (31,795,044.10) Total Nonoperating Revenues [Expenses] \$ 168,264,615.80 \$ 149,431,393.56	Other Nonoperating Revenues		6,940,739.12		35,047,966.99
	1 0	_		_	(31,795,044.10)
Income [Loss] Before Other Revenues and Transfers \$ 19,652,095.57 \$ 32,227,140.77	Total Nonoperating Revenues [Expenses]	\$	168,264,615.80	\$	149,431,393.56
	Income [Loss] Before Other Revenues and Transfers	\$	19,652,095.57	\$	32,227,140.77

EXHIBIT IV TEXAS A&M HEALTH SCIENCE CENTER STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION FOR THE YEAR ENDED AUGUST 31, 2016

	_	CURRENT YEAR TOTAL	 PRIOR YEAR TOTAL
Other Revenues and Transfers			
Capital Contributions	\$	281,867.73	\$ 9,799.21
Capital Appropriations [Higher Education Fund]			
Additions to Permanent and Term Endowments		6,377.23	1,394,560.64
Special Items			
Extraordinary Items			
Transfers In			
Transfers From Other State Agencies		33,872.00	28,356.00
Mandatory Transfers From Other Members			
Nonmandatory Transfers From Other Members		10,536,584.37	16,073,059.60
Nonmandatory Transfers From Members/Agencies-Cap Assets			205,062.14
Transfers Out			
Transfers to Other State Agencies		(830,943.21)	(1,919,614.71)
Mandatory Transfers to Other Members		(620,197.70)	(1,199,129.15)
Nonmandatory Transfers to Other Members		(10,210,123.33)	(1,305,223.98)
Nonmandatory Transfers to Members/Agencies - Cap Assets		(173,370.08)	(165,625.00)
Legislative Transfers - In		44,599.00	
Legislative Transfers - Out		(8,288,397.50)	(8,275,707.50)
Legislative Appropriations Lapsed		(1.00)	
Total Other Revenues and Transfers	\$	(9,219,732.49)	\$ 4,845,537.25
Change In Net Position	\$	10,432,363.08	\$ 37,072,678.02
Net Position, Beginning of Year Restatement	\$	523,240,773.70	\$ 486,168,095.68
Net Position, Beginning of Year, Restated	\$	523,240,773.70	\$ 486,168,095.68
Net Position, End of Year	\$	533,673,136.78	\$ 523,240,773.70

SCHEDULE IV-1 TEXAS A&M HEALTH SCIENCE CENTER NACUBO FUNCTION TO NATURAL CLASSIFICATION MATRIX FOR THE YEAR ENDED AUGUST 31, 2016

	INSTRUC	TION	RESEARCH	PUBLIC SERVICE	ACADEMIC SUPPORT		STUDENT SERVICES
Natural Classification							
Cost of Goods Sold	\$ 73,	532.44 \$		\$ 1,180.00	\$ 1,165.4	5 \$	25,750.00
Salaries & Wages	58,643,	049.57	32,577,158.63	5,658,795.12	18,996,786.4	-3	2,112,982.92
Payroll Related Costs	14,582,	134.56	7,795,738.93	1,359,743.33	4,935,786.	0	540,288.42
Payroll Related Costs-TRS Pension							
Professional Fees & Services	23,764,	844.12	6,284,321.91	1,028,111.34	3,709,203.1	3	1,525,726.16
Travel	841,	740.18	1,186,034.84	220,171.42	322,055.0	57	94,057.21
Materials & Supplies	7,200,	027.05	14,290,079.44	615,314.46	623,008.0	i9	60,660.76
Communication & Utilities	179,	693.29	528,446.54	113,966.11	101,999.0	58	451.54
Repairs & Maintenance	913,	212.49	1,784,580.18	182,007.60	132,080.	1	4,623.12
Rentals & Leases	1,215,	998.19	1,803,832.80	449,019.33	184,919.1	.6	82,462.75
Printing & Reproduction	148,	597.97	251,670.68	75,049.25	71,678.4	5	54,109.20
Federal Pass-Through			2,587,617.92	284,687.00			
State Pass-Through			1,163,510.88	1,530.32			
Depreciation & Amortization							
Bad Debt Expense							(2,139.70)
Interest	1,	618.02	3,005.84	430.22	271.	8	17.95
Scholarships	116,	023.24	908,648.24	7,901.17	817.0	0	5,242.00
Claims & Losses							
Net Change In OPEB Obligation							
Other Operating Expenses	2,141,	964.46	7,198,431.25	793,524.81	876,638.0	3	461,910.95
Total Operating Expenses	\$ 109,822,	435.58 \$	78,363,078.08	\$ 10,791,431.48	\$ 29,956,409.0	58 \$	4,966,143.28

IN	STITUTIONAL SUPPORT	OPERATION & MAINTENANCE OF PLANT	SCHOLARSHIPS & FELLOWSHIPS	k AUXILIARY	DEPRECIATION & AMORTIZATION	TOTAL	PRIOR YEAR
\$		\$	\$	\$ 136,719.72	\$\$	238,347.61 \$	6 269,834.75
Ψ	6.063.376.43	2,565,020.84	33,779,11		ψψ	126,849,014.68	124,137,125.74
	1,563,331.45	640,496,13	177.33	,		31,474,468.28	29.579.396.48
	1,000,001110	010,190115	111100			51,171,100120	2,,017,070110
	3,274,048.97	3,786,928.44	38,977.89	1.607.312.21		45,019,474.17	39,484,126,55
	114,115.05	62,708.34	5,317.10	1,910.81		2,848,110.62	2,566,019.12
	525,156.83	623,382.96	4,120.65	5 251,426.52		24,193,177.36	26,434,679.19
	196,072.58	7,044,675.21	6.35	35,361.87		8,200,673.17	7,624,142.51
	128,862.31	4,758,128.71		97,938.99		8,001,433.51	14,309,295.01
	61,631.85	1,373,915.31	2,804.00	54,336.43		5,228,919.82	4,974,299.71
	22,237.90	1,827.39	294.64	9,623.57		635,089.05	539,231.91
						2,872,304.92	3,362,246.21
						1,165,041.20	860,511.07
					18,392,269.25	18,392,269.25	18,070,066.54
						(2,139.70)	(35,046.51)
	88.34	71.79		10.38		5,513.72	21,349.94
			2,652,024.11	25,386.22		3,716,041.98	3,197,741.59
	366,468.72	1,600,535.00	46,660.14	16,304.62		13,502,438.58	12,334,536.47
				- · · · · · · · · · · · · · · · · · · ·			
\$	12,315,390.43	\$ 22,457,690.12	\$ 2,784,161.32	2 \$ 2,491,169.00	\$ 18,392,269.25 \$	292,340,178.22 \$	5 287,729,556.28

[Exhibit IV]

EXHIBIT V TEXAS A&M HEALTH SCIENCE CENTER STATEMENT OF CASH FLOWS FOR THE YEAR ENDED AUGUST 31, 2016

		CURRENT YEAR TOTAL		PRIOR YEAR TOTAL
Cash Flows From Operating Activities				
Proceeds Received From Tuition and Fees	\$	35,552,741.16	\$	30,401,470.35
Proceeds Received From Customers		35,815,103.62		38,804,240.82
Proceeds From Grants and Contracts		81,433,934.62		73,850,580.32
Proceeds From Auxiliary Enterprises		1,370,399.53		1,149,923.54
Proceeds From Loan Programs		525,603.01		638,948.58
Proceeds From Other Operating Revenues Payments to Suppliers for Goods and Services		179,248.84		76,956.69
Payments to Suppliers for Goods and Services		(106,381,530.29) (157,867,654.55)		(109,679,204.78) (151,212,913.20)
Payments for Loans Provided		(1,082,587.00)		(131,212,913.20) (844,439.00)
Payments for Other Operating Expenses		(6,443,859.79)		(7,052,865.79)
Net Cash Provided [Used] By Operating Activities	\$	(116,898,600.85)	\$	(123,867,302.47)
Cash Flows From Noncapital Financing Activities				
Proceeds From State Appropriations	\$	146,443,811.72	\$	136,978,507.88
Proceeds From Gifts		3,907,967.74		5,464,918.13
Proceeds From Endowments		6,377.23		1,394,560.64
Proceeds From Transfers From Other Funds		33,872.00		572,342.72
Proceeds From Other Grant Receipts		251,242.00		247,635.00
Proceeds From Other Noncapital Financing Activities		47,722,868.10		60,362,613.77
Payments of Interest		(2.246.206.10)		(1,010,(14,71))
Payments for Transfers to Other Funds		(2,246,306.18)		(1,919,614.71)
Payments for Grant Disbursements Payments for Other Noncapital Financing Uses		(49,841,819.18)		(62,045,536.04)
Other Noncapital Transfers From/To System		1,963,942.88		6,130,808.02
Transfers Between Fund Groups		1,905,912.00		0,150,000.02
Net Cash Provided [Used] By Noncapital Financing Activities	\$	148,241,956.31	\$	147,186,235.41
Cash Flows From Capital and Related Financing Activities				
Proceeds From Sale of Capital Assets	\$	31,405.00	\$	60,321.18
Proceeds From Debt Issuance	+		-	
Proceeds From State Grants and Contracts				
Proceeds From Federal Grants and Contracts				
Proceeds From Gifts				
Proceeds From Interfund Payables				
Proceeds From Other Financing Activities				
Proceeds From Capital Contributions		(28 101 610 28)		(79 696 242 52)
Payments for Additions to Capital Assets Payments of Principal On Debt		(28,101,610.28)		(78,686,242.53)
Payments for Capital Leases		(274,518.18)		(300,572.91)
Payments of Interest On Debt Issuance		(10,359.01)		(27,758.25)
Payments for Interfund Receivables		(10,555.01)		(21,750.25)
Payments of Other Costs On Debt Issuance				
Transfer of Capital Debt Proceeds From System [Nonmandatory]		3,863,255.12		5,975,816.99
Intrasystem Transfers for Capital Debt [Mandatory]		(8,908,595.20)		(9,474,836.65)
Intrasystem Transfers for Construction Proceeds [Non-Mand]	_			
Net Cash Provided [Used] By Capital and Related Financing Act.	\$	(33,400,422.55)	\$	(82,453,272.17)
Cash Flows From Investing Activities				
Proceeds From Sales of Investments	\$		\$	
Sales and Purchases of Investments Held By System		6,890,406.19		22,675,355.36
Proceeds From Interest and Investment Income		3,941,518.75		3,665,974.45
Payments to Acquire Investments				
Net Cash Provided [Used] By Investing Activities	\$	10,831,924.94	\$	26,341,329.81
Net Increase [Decrease] In Cash and Cash Equivalents	\$	8,774,857.85	\$	(32,793,009.42)
Cash and Cash Equivalents, Beginning of Year Restatement	\$	12,557,626.51	\$	45,350,635.93
Cash and Cash Equivalents, Beginning of Year, As Restated	\$	12,557,626.51	\$	45,350,635.93
Cash and Cash Equivalents, End of Year [Sch Three]	\$	21,332,484.36	\$	12,557,626.51
cash and cash Equivalents, End of Teat [50h Three]	φ	21,352,707.30	φ	12,557,020.51

EXHIBIT V TEXAS A&M HEALTH SCIENCE CENTER STATEMENT OF CASH FLOWS FOR THE YEAR ENDED AUGUST 31, 2016

	_	CURRENT YEAR TOTAL	 PRIOR YEAR TOTAL
Reconciliation of Operating Income [Loss] to Net Cash Provided [Used] By Operating Activities	\$		\$
Operating Income [Loss]		(148,612,520.23)	(117,204,252.79)
Adjustments to Reconcile Operating Income [Loss] to Net Cash Provided [Used] By Operating Activities			
Amortization and Depreciation		18,392,269.25	18,070,066.54
Bad Debt Expense		550,594.59	395,437.44
Operating Income [Loss] and Cash Flow Categories Classification Differences			
Changes In Assets and Liabilities		1 0 6 4 450 00	(()))
[Increase] Decrease In Receivables		1,864,452.20	(6,886,266.04)
[Increase] Decrease In Due From Other Funds [Increase] Decrease In Due From System Members		(108,194.99) 19,921,876.77	(1,291,783.43) (26,189,122.66)
[Increase] Decrease In Due From System Members		(51,749.35)	9,733.84
[Increase] Decrease In Prepaid Expenses		(106,484.97)	12,446.68
[Increase] Decrease In Loans and Contracts		(639,931.64)	(296,043.00)
[Increase] Decrease In Other Assets		(039,931.04)	(290,043.00)
Increase [Decrease] In Payables		(9,847,714.50)	9,812,033.90
Increase [Decrease] In Due to Other Agencies/Funds		(1,516.30)	69,552.98
Increase [Decrease] In Due to System Members		692,265.02	(428,988.43)
Increase [Decrease] In Unearned Revenue		1,388,363.02	(1,543,015.78)
Increase [Decrease] In Deposits		20,330.30	(12,397.91)
Increase [Decrease] In Employees' Compensable Leave		(360,640.02)	1,615,296.19
Increase [Decrease] In OPEB Liability		(***,******)	-,,
Increase [Decrease] In Pension Liability			
Increase [Decrease] In Self Insured Accrued Liability			
Increase [Decrease] In Other Liabilities			
Total Adjustments	\$	31,713,919.38	\$ (6,663,049.68)
Net Cash Provided [Used] By Operating Activities	\$	(116,898,600.85)	\$ (123,867,302.47)
Non-Cash Transactions			
Donation of Capital Assets	\$	281,867.73	\$ 9,799.21
Net Change In Fair Value of Investments		2,086,306.97	(11,337,165.90)
Refunding of Long Term Debt			
Amortization of Bond Premiums and Discounts			
Borrowing Under Capital Lease Purchase		(27 + 2 + 2 = 1	000 000 00
Other		(37,494.05)	239,625.69

SCHEDULE THREE TEXAS A&M HEALTH SCIENCE CENTER SCHEDULE OF CASH & CASH EQUIVALENTS FOR THE YEAR ENDED AUGUST 31, 2016

		CURRENT YEAR TOTAL
Cash & Cash Equivalents		
Current Assets		
Cash On Hand		
Petty Cash Department Working Fund	\$	17,209.84
Total Cash On Hand	<u>\$</u>	17,209.84
Cash In State Treasury		
Fund 0289	\$	12,163,661.27
Fund 0818		4,995,840.60
		· · ·
Total Cash In State Treasury	\$	17,159,501.87
Reimbursements Due From State Treasury	\$	1,398,081.95
Assets Held By System Offices-Current		2,726,511.60
Total Current Cash and Cash Equivalents [Exhibit III]	\$	21,301,305.26
Restricted		
Cash On Hand		
Temporary Working Fund	\$	23,930.00
	^	22.020.00
Total Restricted Cash On Hand	\$	23,930.00
Cash In Bank	\$	1,001.32
	φ	1,001.52
Assets Held By System Offices-Current	\$	6,247.78
	<u><u></u></u>	0,211110
Total Restricted Cash and Cash Equivalents [Exhibit III]	\$	31,179.10
· · · · · · · · · · · · · · · · · · ·	+	. ,
Total Cash & Cash Equivalents [Exhibit V]	\$	21,332,484.36

SCHEDULE N-2 TEXAS A&M HEALTH SCIENCE CENTER NOTE 2 - CAPITAL ASSETS FOR THE YEAR ENDED AUGUST 31, 2016

		BALANCE 9-1-15	ADJUSTMENTS	COMPLETED CIP
Non-Depreciable/Non-Amortizable Assets				
Land and Land Improvements	\$	27,126,304.16	\$	\$
Construction In Progress		100,187,776.29		
Other Tangible Capital Assets		243,017.34		
Total Non-Depreciable/Non-Amortizable Assets	\$	127,557,097.79	\$	\$
Depreciable Assets				
Buildings	\$	258,887,925.27	\$	\$
Infrastructure		18,575,661.11		
Facilities and Other Improvements		6,444,750.68		
Furniture and Equipment		57,237,743.71		
Vehicles, Boats and Aircraft		990,579.45		
Other Capital Assets	_	24,640,836.56		
Total Depreciable Assets at Historical Cost	\$	366,777,496.78	\$	\$
Less Accumulated Depreciation for				
Buildings	\$	(97,685,350.36)	\$	\$
Infrastructure		(4,601,357.36)		
Facilities and Other Improvements		(2,112,723.12)		
Furniture and Equipment		(36,659,667.24)		
Vehicles, Boats and Aircraft		(864,668.85)		
Other Capital Assets		(22,936,525.04)		
Total Accumulated Depreciation	\$	(164,860,291.97)	\$	\$
Depreciable Assets, Net	\$	201,917,204.81	\$	\$
Amortizable Assets - Intangible				
Computer Software	\$	477,617.00	\$	\$
Total Intangible Assets at Historical Cost	\$	477,617.00	\$	\$
Less Accumulated Amortization for				
Computer Software	\$	(356,434.61)	\$	\$
Computer Software	φ	(550,454.01)	φ	φ
Total Accumulated Amortization	\$	(356,434.61)	\$	\$
Amortizable Assets.Net	\$	121,182.39	\$	\$
			<u>·</u>	·
Capital Assets, Net	\$	329,595,484.99	\$	\$

INC-INTERAGENCY DEC-INTERAGENCY TRANSACTIONS TRANSACTIONS		 ADDITIONS		DELETIONS		BALANCE 8-31-16		
\$		\$		\$ 21,911,373.07	\$		\$	27,126,304.16 122,099,149.36 243,017.34
<u>\$</u>		<u>\$</u>		\$ 21,911,373.07	\$		\$	149,468,470.86
\$		\$		\$	\$		\$	258,887,925.27 18,575,661.11 6,444,750.68
	13,175.66		(252,151.12)	6,369,292.96 77,649.39 37,662.59		(1,370,554.15) (403.49)		61,997,507.06 1,068,228.84 24,678,095.66
\$	13,175.66	\$	(252,151.12)	\$ 6,484,604.94	\$	(1,370,957.64)	\$	371,652,168.62
\$		\$		\$ (12,045,988.48) (795,375.84)	\$		\$	(109,731,338.84) (5,396,733.20)
	(13,175.66)		78,781.04	(362,776.23) (4,841,146.22) (50,691.60) (205,404.08)		1,264,726.96 403.49		(2,475,499.35) (40,170,481.12) (915,360.45) (23,141,525.63)
\$	(13,175.66)	\$	78,781.04	\$ (18,301,382.45)	\$	1,265,130.45	\$	(181,830,938.59)
\$		\$	(173,370.08)	\$ (11,816,777.51)	\$	(105,827.19)	\$	189,821,230.03
\$		\$		\$	\$		\$	477,617.00
\$		\$		\$	\$		\$	477,617.00
\$		\$		\$ (90,886.80)	\$		\$	(447,321.41)
\$		\$		\$ (90,886.80)	\$		\$	(447,321.41)
\$		\$		\$ (90,886.80)	\$		\$	30,295.59
\$		\$	(173,370.08)	\$ 10,003,708.76	\$	(105,827.19)	\$	339,319,996.48