

The University of Texas M. D. Anderson Cancer Center  
 Exhibit A Statement of Net Position  
 As of August 31, 2018

	Current Year Totals	Prior Year Totals
<b>ASSETS AND DEFERRED OUTFLOWS</b>		
<b>Current Assets:</b>		
Cash & Cash Equivalents	\$ 128,548,857.01	318,774,922.61
Restricted Cash & Cash Equivalents	432,115,349.94	429,436,844.41
Balance in State Appropriations		1,028.00
Accounts Receivable, Net:		
Federal (allow. \$0.00 in 2018 & \$0.00 in 2017)	183,294,337.94	321,616,797.89
Patient & Healthcare(allow. \$78,525,150.17 in 2018 & \$249,007,616.63 in 2017)	413,889,070.32	391,603,949.58
Interest and Dividend Receivables	10,420,992.06	8,503,170.16
Contributions (allow. \$882,454.71 in 2018 & \$1,655,130.92 in 2017)	7,102,593.40	20,582,759.98
Other (allow. \$566,439.59 in 2018 & \$553,282.87 in 2017)	36,891,288.67	33,673,595.36
Due From System Administration	26,235,307.53	84,976,654.88
Due From Other Institutions	1,015,984.53	792,310.21
Due From Other Agencies	9,337,641.60	8,266,802.11
Inventories	65,486,429.91	52,316,208.72
Other Current Assets	85,265,244.37	79,701,528.23
<b>Total Current Assets</b>	<b>1,399,603,097.28</b>	<b>1,750,246,572.14</b>
<b>Noncurrent Assets:</b>		
Restricted Investments	1,142,150,656.50	1,079,835,001.52
Funds Held by System Administration (Restricted)	746,108,366.92	700,681,340.54
Contributions Rec. (allow. \$524,092.79 in 2018 & \$805,895.51 in 2017)	9,957,763.10	15,312,014.76
Unrestricted Investments	3,857,153,639.39	3,213,832,457.37
Funds Held by System Administration (Unrestricted)	499,050,662.92	
Other Noncurrent Assets	72,305,366.79	61,224,057.29
Gross Capital/Intangible Assets	6,255,123,574.00	5,913,346,769.36
Accumulated Depreciation/Amortization	(3,479,363,684.31)	(3,142,924,456.61)
<b>Total Noncurrent Assets</b>	<b>9,102,486,345.31</b>	<b>7,841,307,184.23</b>
<b>Total Assets</b>	<b>10,502,089,442.59</b>	<b>9,591,553,756.37</b>
<b>Total Assets and Deferred Outflows</b>	<b>10,502,089,442.59</b>	<b>9,591,553,756.37</b>
<b>LIABILITIES AND DEFERRED INFLOWS</b>		
<b>Current Liabilities:</b>		
Accounts Payable and Accrued Liabilities	256,397,272.89	179,404,894.44
Salaries Payable	202,524,362.79	205,151,723.93
Federal Payables	75,080,451.36	33,020,758.75
Other Intergovernmental Payables	44,593.16	2,574.39
Due To System Administration	25,113,641.64	23,984,352.21
Due To Other Institutions	5,143,700.47	603,731.73
Due To Other State Agencies	150,623.06	352,211.59
Unearned Revenue	230,218,482.71	337,400,879.86
Employees' Compensable Leave - Current Portion	175,969,900.38	170,556,096.43
Notes, Loans, and Leases Payable		
Payable From Restricted Assets	2,199,570.42	2,238,067.40
Assets Held for Others	3,335,656.76	3,301,225.99
Other Current Liabilities	84,274,320.57	44,662,492.13
<b>Total Current Liabilities</b>	<b>1,060,452,576.21</b>	<b>1,000,679,008.85</b>
<b>Noncurrent Liabilities:</b>		
Employees' Compensable Leave	4,269,262.76	4,303,659.10
Assets Held for Others	492,658,190.32	460,663,280.16
Liability to Beneficiaries	1,083,688.37	1,126,961.62
Notes, Loans, and Leases Payable		
Other Noncurrent Liabilities	4,319,727.56	4,993,058.65
<b>Total Noncurrent Liabilities</b>	<b>502,330,869.01</b>	<b>471,086,959.53</b>
<b>Total Liabilities</b>	<b>1,562,783,445.22</b>	<b>1,471,765,968.38</b>
<b>Total Deferred Inflows of Resources</b>	<b>2,723,713.54</b>	<b>2,689,736.90</b>
<b>Total Liabilities and Deferred Inflows</b>	<b>1,565,507,158.76</b>	<b>1,474,455,705.28</b>
<b>NET POSITION</b>		
Net Investment in Capital Assets	2,775,759,889.69	2,770,422,312.75
Restricted for:		
Nonexpendable		
Permanent Health and True Endowments	968,802,299.69	953,734,970.69
Expendable		
Capital Projects	172,257,500.29	217,985,490.93
Funds Functioning as Endowment (Restricted)	75,429,377.84	72,276,287.17
Other Expendable	590,435,307.36	580,648,616.89
Unrestricted	4,353,897,908.96	3,522,030,372.66
<b>Total Net Position</b>	<b>\$ 8,936,582,283.83</b>	<b>8,117,098,051.09</b>

The University of Texas M. D. Anderson Cancer Center  
Exhibit B Statement of Revenues, Expenses, and Changes in Net Position  
For the Year Ended August 31, 2018

	Current Year Totals	Prior Year Totals
<b>Operating Revenues:</b>		
Student Tuition and Fees	\$ 1,133,906.44	2,395,015.88
Discounts and Allowances	(20,421.03)	(19,403.03)
Federal Sponsored Programs	171,027,015.92	160,664,719.57
Federal Sponsored Programs Pass-Through from State Agencies	3,586,318.54	3,607,443.50
State Sponsored Programs Pass-Through from State Agencies	48,367,276.19	48,980,118.76
Private Sponsored Programs	160,402,342.96	151,289,256.92
Sales and Services of Educational Activities	2,031,064.76	1,912,948.16
Sales and Services of Hospitals	7,467,530,258.87	6,830,039,822.88
Discounts and Allowances Sales and Services of Hospitals	(3,787,134,659.21)	(3,491,110,301.44)
Professional Fees (Patient Charges)	1,458,771,700.40	1,384,934,579.31
Discounts and Allowances Professional Fees (Patient Charges)	(1,055,012,781.01)	(969,225,250.53)
Auxiliary Enterprises	44,292,396.80	44,137,659.81
Other Operating Revenues	117,232,124.31	108,898,781.30
<b>Total Operating Revenues</b>	<b>4,632,206,543.94</b>	<b>4,276,505,391.09</b>
<b>Operating Expenses:</b>		
Instruction	77,333,871.22	76,149,240.81
Research	750,400,861.86	745,481,237.17
Public Service	15,550,811.97	10,718,363.85
Hospitals / Clinics	2,723,124,886.85	2,585,835,231.18
Academic Support	141,247,693.65	158,537,575.20
Student Services	271,579.72	775,706.24
Institutional Support	132,530,405.98	131,455,465.62
Operations and Maintenance of Plant	207,402,597.75	185,748,505.92
Scholarships and Fellowships	2,812,721.76	1,974,956.69
Auxiliary Enterprises	22,631,517.12	25,595,754.33
Depreciation and Amortization	365,027,966.95	377,616,172.63
<b>Total Operating Expenses</b>	<b>4,438,334,914.83</b>	<b>4,299,888,209.64</b>
<b>Operating Income (Loss)</b>	<b>193,871,629.11</b>	<b>(23,382,818.55)</b>
<b>Nonoperating Revenues (Expenses):</b>		
State Appropriations	210,130,777.71	203,439,110.83
Federal Nonexchange Sponsored Programs	694,288.51	509,578.00
Federal Nonexchange Pass-Through		
State Nonexchange Pass-Through		
Gift Contributions for Operations	113,965,164.32	125,987,660.30
Investment Income	203,066,910.67	166,875,869.68
Net Increase (Decrease) in Fair Value of Investments	64,278,312.52	228,112,878.07
Gain (Loss) on Sale of Capital Assets	(542,787.67)	(1,859,048.71)
Other Nonoperating Revenues	5,365,165.93	48,475.07
Other Nonoperating (Expenses)	(3,942,822.28)	(359,040.75)
<b>Net Nonoperating Revenues (Expenses)</b>	<b>593,015,009.71</b>	<b>722,755,482.49</b>
<b>Income/(Loss) Before Other Revenue, Expenses, Gains/(Losses), and Transfers</b>	<b>786,886,638.82</b>	<b>699,372,663.94</b>
Gifts and Sponsored Programs for Capital Acquisitions	5,521.38	1,981,330.01
Additions to Permanent Endowments	11,026,182.79	16,309,108.43
Reclass from/(to) Other Institutions	48,784,917.04	6,436,598.19
Transfers Between Institutions & System, Debt Service - Mandatory	(88,726,782.29)	(157,572,343.75)
Transfers Between Institutions & System Admin. - Non mandatory	61,548,524.52	10,532,923.37
Transfers From Other State Agencies	49,999,288.80	21,767,015.06
Transfers to Other State Agencies	(50,039,284.32)	16,356,053.27
Legislative Appropriations Lapsed	(774.00)	
<b>Change in Net Position</b>	<b>819,484,232.74</b>	<b>582,471,241.98</b>
Beginning Net Position	8,117,098,051.09	7,535,648,996.19
Restatements		(1,022,187.08)
<b>Beginning Net Position (As Restated)</b>	<b>8,117,098,051.09</b>	<b>7,534,626,809.11</b>
<b>Ending Net Position</b>	<b>\$ 8,936,582,283.83</b>	<b>8,117,098,051.09</b>

The University of Texas M. D. Anderson Cancer Center  
Exhibit C - Statement of Cash Flows  
For the Year Ended August 31, 2018

	Current Year Totals	Prior Year Totals
<b>Cash Flows from Operating Activities:</b>		
Proceeds from Tuition and Fees	1,689,069.68	1,890,157.82
Proceeds from Patients and Customers	4,061,869,398.31	3,903,983,253.42
Proceeds from Sponsored Programs	408,773,772.87	396,846,710.55
Proceeds from Auxiliaries	44,117,678.77	44,363,047.08
Proceeds from Other Revenues	147,456,629.16	80,048,128.20
Payments to Suppliers	(1,503,481,814.73)	(1,452,781,136.39)
Payments to Employees	(2,489,837,862.35)	(2,438,339,812.29)
Net Cash Provided (Used) by Operating Activities	<u>670,586,871.71</u>	<u>536,010,348.39</u>
<b>Cash Flows from Noncapital Financing Activities:</b>		
Proceeds from State Appropriations	210,131,031.71	203,438,082.83
Proceeds from Operating Gifts	132,880,807.06	147,595,852.97
Proceeds from Private Gifts for Endowment and Annuity Life Purposes	11,026,182.79	16,309,108.43
Proceeds from Other Nonoperating Revenues	5,365,165.93	48,475.07
Receipts for Transfers from System or Other Agencies	107,320,310.71	17,840,379.89
Payments for Transfers to System or Other Agencies	(51,385,483.16)	(24,223,212.31)
Payments for Other Uses	(3,942,822.28)	(359,040.75)
Proceeds from Nonexchange Sponsored Programs	694,288.51	509,578.00
Net Cash Provided by Noncapital Financing Activities	<u>412,089,481.27</u>	<u>361,159,224.13</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>		
Nonmandatory Capital Related Transfers	98,753,251.18	65,587,449.57
Proceeds from Capital Appropriations, Grants, and Gifts	465,571.12	1,935,216.01
Proceeds from Sale of Capital Assets	1,226,287.40	501,317.25
Payments for Additions to Capital Assets	(347,992,494.62)	(219,637,605.13)
Mandatory Transfers to System for Capital Related Debt	(88,726,782.29)	(157,572,343.75)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(336,274,167.21)</u>	<u>(309,185,966.05)</u>
<b>Cash Flows from Investing Activities</b>		
Proceeds from Sales of Investments	64,361,209.43	55,648,767.96
Proceeds from Sales of Investments Invested by System	-	-
Proceeds from Interest and Investment Income	78,697,235.31	47,363,825.29
Proceeds from Interest and Investment Income Invested by System	115,469,080.08	106,710,833.18
Payments to Acquire Investments	(58,780,402.79)	(47,810,669.00)
Payments to Acquire Investments Invested by System	(1,133,696,867.87)	(800,891,490.94)
Net Cash Provided (Used) by Investing Activities	<u>(933,949,745.84)</u>	<u>(638,978,733.51)</u>
Net Increase (Decrease) in Cash	(187,547,560.07)	(50,995,127.04)
Cash and Cash Equivalents (Beginning of the Year)	748,211,767.02	799,206,894.06
Cash and Cash Equivalents (End of the Year)	<u>\$ 560,664,206.95</u>	<u>\$ 748,211,767.02</u>
<b>Reconciliation of Net Operating Revenues (Expenses) to Net Cash Provided (Used) by Operating Activities</b>		
Operating Income (Loss)	193,871,629.11	(23,382,818.55)
<b>Adjustments to Reconcile Operating Results to Net Cash:</b>		
Depreciation and Amortization Expense	365,027,966.95	377,616,172.63
Gross Loss on Impairment of Capital Assets	-	26,517,304.50
<b>Changes in Assets and Liabilities:</b>		
Accounts Receivable	111,065,082.35	3,452,366.96
Inventories	(13,170,221.19)	(2,993,451.57)
Other Current and Noncurrent Assets	(16,645,025.64)	(3,324,939.10)
Accounts Payable	92,210,079.04	23,884,575.14
Due to System	1,129,289.43	376,916.35
Unearned Revenue	(107,263,621.65)	156,469,939.83
Assets Held for Others	43,788.35	3,291,868.41
Employees' Compensable Leave	5,379,407.61	(8,463,382.53)
Other Current and Noncurrent Liabilities	38,938,497.35	(17,434,203.68)
Total Adjustments	<u>476,715,242.60</u>	<u>559,393,166.94</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 670,586,871.71</u>	<u>\$ 536,010,348.39</u>
<b>Non Cash Transactions:</b>		
Net Increase (Decrease) in Fair Value of Investments	25,238,697.93	180,372,030.57
Donated Capital Assets	-	46,114.00
Miscellaneous Noncash Transactions	(574,365.18)	(28,381,212.42)