

The University of Texas M. D. Anderson Cancer Center
Exhibit A Statement of Net Position
As of August 31, 2016

	Current Year Totals	Prior Year Totals
ASSETS AND DEFERRED OUTFLOWS		
Current Assets:		
Cash & Cash Equivalents	\$ 621,520,091.32	701,443,495.49
Restricted Cash & Cash Equivalents	177,686,802.74	163,368,045.43
Accounts Receivable, Net:		
Federal (allow. \$0.00 in 2016 & \$0.00 in 2015)	179,096,617.59	197,497,059.91
Patient & Healthcare(allow. \$134,713,020.01 in 2016 & \$146,640,601.75 in 2015)	540,948,352.78	512,282,619.72
Interest and Dividend Receivables	5,899,466.26	5,084,149.93
Contributions (allow. \$2,343,971.78 in 2016 & \$3,256,214.97 in 2015)	39,227,190.21	53,668,447.11
Other (allow. \$2,404,644.02 in 2016 & \$2,332,025.42 in 2015)	35,159,390.76	22,549,135.46
Due From System Administration	122,475,936.24	9,541,498.93
Due From Other Institutions	2,811,858.93	819,437.25
Due From Other Agencies	1,389,602.05	7,988,080.06
Inventories	49,322,757.15	48,811,329.53
Other Current Assets	71,368,597.97	79,999,920.50
Total Current Assets	<u>1,846,906,664.00</u>	<u>1,803,053,219.32</u>
Noncurrent Assets:		
Restricted Investments	1,229,025,452.99	1,225,038,574.30
Funds Held by System Administration (Restricted)	639,058,449.92	617,494,555.05
Contributions Rec. (allow. \$974,081.81 in 2016 & \$1,660,270.83 in 2015)	18,507,554.41	27,486,023.76
Unrestricted Investments	2,060,734,275.93	1,781,470,032.43
Other Noncurrent Assets	61,149,957.17	11,811,785.27
Gross Capital/Intangible Assets	5,830,469,409.12	5,673,215,512.89
Accumulated Depreciation/Amortization	(2,861,882,506.19)	(2,645,243,332.67)
Total Noncurrent Assets	<u>6,977,062,593.35</u>	<u>6,691,273,151.03</u>
Total Assets	<u>8,823,969,257.35</u>	<u>8,494,326,370.35</u>
Total Assets and Deferred Outflows	<u>8,823,969,257.35</u>	<u>8,494,326,370.35</u>
LIABILITIES AND DEFERRED INFLOWS		
Current Liabilities:		
Accounts Payable and Accrued Liabilities	171,549,482.03	188,479,875.38
Salaries Payable	198,924,779.31	179,134,136.76
Federal Payables	34,848,576.95	57,681,567.09
Other Intergovernmental Payables	26,249.39	2,680.58
Due To System Administration	23,607,435.86	21,354,465.39
Due To Other Institutions	912,557.34	792,157.26
Due To Other State Agencies	181,767.68	70,565.47
Unearned Revenue	181,162,717.24	236,044,952.10
Employees' Compensable Leave - Current Portion	161,089,137.62	153,426,033.28
Notes, Loans, and Leases Payable		
Payable From Restricted Assets	1,795,581.40	9,345,945.76
Assets Held for Others	3,001,683.09	3,503,007.27
Other Current Liabilities	60,841,934.85	163,440,531.37
Total Current Liabilities	<u>837,941,902.76</u>	<u>1,013,275,917.71</u>
Noncurrent Liabilities:		
Employees' Compensable Leave	22,234,000.44	18,492,930.49
Assets Held for Others	420,760,531.62	409,600,706.10
Liability to Beneficiaries	1,136,006.73	1,146,724.85
Notes, Loans, and Leases Payable		
Other Noncurrent Liabilities	6,247,819.61	6,733,123.87
Total Noncurrent Liabilities	<u>450,378,358.40</u>	<u>435,973,485.31</u>
Total Liabilities	<u>1,288,320,261.16</u>	<u>1,449,249,403.02</u>
Total Liabilities and Deferred Inflows	<u>1,288,320,261.16</u>	<u>1,449,249,403.02</u>
NET POSITION		
Net Investment in Capital Assets	2,968,586,902.93	3,027,972,180.22
Restricted for:		
Nonexpendable		
Permanent Health, True Endowments, and Annuities	936,357,086.14	912,186,038.28
Expendable		
Capital Projects	262,311,252.40	171,950,137.91
Funds Functioning as Endowment (Restricted)	68,296,557.84	65,092,602.41
Other Expendable	541,903,406.11	553,415,827.63
Unrestricted	2,758,193,790.77	2,314,460,180.88
Total Net Position	<u>\$ 7,535,648,996.19</u>	<u>7,045,076,967.33</u>

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, 2016

	Current Year Totals	Prior Year Totals
Operating Revenues:		
Student Tuition and Fees	\$ 1,626,637.71	1,385,567.62
Discounts and Allowances	(11,069.89)	(5,374.75)
Federal Sponsored Programs	147,052,462.06	152,645,707.46
Federal Sponsored Programs Pass-Through from State Agencies	6,406,742.84	6,777,539.81
State Sponsored Programs Pass-Through from State Agencies	38,583,702.82	31,653,752.37
Private Sponsored Programs	137,920,383.60	111,124,207.59
Sales and Services of Educational Activities	1,806,152.17	1,874,205.80
Sales and Services of Hospitals	6,281,343,736.68	6,265,464,341.97
Discounts and Allowances Sales and Services of Hospitals	(3,157,394,649.33)	(3,033,772,001.35)
Professional Fees (Patient Charges)	1,290,083,162.30	1,301,714,942.55
Discounts and Allowances Professional Fees (Patient Charges)	(886,929,965.27)	(901,547,322.88)
Auxiliary Enterprises	42,462,462.01	44,808,472.73
Other Operating Revenues	109,093,364.63	104,167,801.72
Total Operating Revenues	<u>4,012,043,122.33</u>	<u>4,086,291,840.64</u>
Operating Expenses:		
Instruction	74,226,850.54	73,452,121.70
Research	687,940,062.98	668,243,370.89
Public Service	12,083,920.40	15,140,136.33
Hospitals / Clinics	2,642,145,329.44	2,369,972,993.05
Academic Support	144,951,612.47	134,323,963.76
Student Services	1,274,163.10	540,062.10
Institutional Support	130,346,697.45	129,314,220.20
Operations and Maintenance of Plant	193,455,236.40	193,513,855.91
Scholarships and Fellowships	1,951,682.11	2,415,293.00
Auxiliary Enterprises	27,713,434.05	26,514,332.84
Depreciation and Amortization	356,822,658.61	315,459,157.91
Total Operating Expenses	<u>4,272,911,647.55</u>	<u>3,928,889,507.69</u>
Operating Income (Loss)	<u>(260,868,525.22)</u>	<u>157,402,332.95</u>
Nonoperating Revenues (Expenses):		
State Appropriations	201,848,483.62	187,350,745.57
Federal Nonexchange Sponsored Programs	533,642.00	538,994.91
Gift Contributions for Operations	136,386,283.49	99,961,980.48
Investment Income	93,104,303.73	284,750,087.42
Net Increase (Decrease) in Fair Value of Investments	39,695,873.93	(164,287,576.64)
Gain (Loss) on Sale of Capital Assets	(2,572,304.62)	1,288,731.77
Other Nonoperating Revenues	7,781.84	261.43
Other Nonoperating (Expenses)	(602,824.85)	(127,029.03)
Net Nonoperating Revenues (Expenses)	<u>468,401,239.14</u>	<u>409,476,195.91</u>
Income/(Loss) Before Other Revenue, Expenses, Gains/(Losses), and Transfers	207,532,713.92	566,878,528.86
Gifts and Sponsored Programs for Capital Acquisitions	1,491,757.91	1,109,172.22
Additions to Permanent Endowments / Annuities	13,711,341.37	8,681,886.56
Reclass from/(to) Other Institutions	(118,268,200.72)	2,801,756.12
Transfers Between Institutions & System, Debt Service - Mandatory	(99,837,593.96)	(89,222,887.73)
Transfers Between Institutions & System Admin. - Non mandatory	485,032,462.63	(210,015,595.19)
Transfers From Other State Agencies	46,427,793.81	49,627,102.40
Transfers to Other State Agencies	46,470,935.10	49,715,401.91
Legislative Appropriations Lapsed		
Change in Net Position	<u>489,619,339.86</u>	<u>280,144,561.33</u>
Beginning Net Position	7,045,076,967.33	6,764,932,406.00
Restatements	952,689.00	
Beginning Net Position (As Restated)	<u>7,046,029,656.33</u>	<u>6,764,932,406.00</u>
Ending Net Position	<u>\$ 7,535,648,996.19</u>	<u>7,045,076,967.33</u>

The University of Texas M. D. Anderson Cancer Center
Exhibit C - Statement of Cash Flows
For the Year Ended August 31, 2016

	Current Year Totals	Prior Year Totals
Cash Flows from Operating Activities:		
Proceeds from Tuition and Fees	1,708,550.54	2,013,996.15
Proceeds from Patients and Customers	3,498,436,551.32	3,634,320,250.29
Proceeds from Sponsored Programs	284,817,832.39	352,198,633.33
Proceeds from Auxiliaries	42,249,501.48	45,709,728.53
Proceeds from Other Revenues	(40,748,842.26)	228,882,726.47
Payments to Suppliers	(1,529,086,398.72)	(1,325,290,175.95)
Payments to Employees	(2,390,604,936.83)	(2,274,203,215.52)
Net Cash Provided (Used) by Operating Activities	<u>(133,227,742.08)</u>	<u>663,631,943.30</u>
Cash Flows from Noncapital Financing Activities:		
Proceeds from State Appropriations	201,848,483.62	187,350,745.57
Proceeds from Operating Gifts	160,066,912.45	122,640,936.57
Proceeds from Private Gifts for Endowment and Annuity Life Purposes	13,711,341.37	8,681,886.56
Proceeds from Other Nonoperating Revenues	7,781.84	261.43
Receipts for Transfers from System or Other Agencies	290,451,855.13	102,635,993.26
Payments for Transfers to System or Other Agencies	(52,337,460.60)	(320,690,419.87)
Payments for Other Uses	(497,030.81)	(190,758.52)
Proceeds from Nonexchange Sponsored Programs	533,642.00	538,994.91
Net Cash Provided by Noncapital Financing Activities	<u>613,785,525.00</u>	<u>100,967,639.91</u>
Cash Flows from Capital and Related Financing Activities:		
Nonmandatory Capital Related Transfers	16,631,340.63	15,633,909.03
Proceeds from Capital Appropriations, Grants, and Gifts	1,205,228.58	1,059,172.22
Proceeds from Sale of Capital Assets	364,703.76	295,272.36
Payments for Additions to Capital Assets	(302,275,053.89)	(393,926,806.41)
Mandatory Transfers to System for Capital Related Debt	(99,837,593.96)	(89,222,887.73)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(383,911,374.88)</u>	<u>(466,161,340.53)</u>
Cash Flows from Investing Activities		
Proceeds from Sales of Investments	115,542,447.52	79,564,700.68
Proceeds from Sales of Investments Invested by System	-	-
Proceeds from Interest and Investment Income	42,629,400.99	161,431,810.31
Proceeds from Interest and Investment Income Invested by System	87,965,715.49	80,556,183.80
Payments to Acquire Investments	(43,972,687.00)	(41,701,305.00)
Payments to Acquire Investments Invested by System	(364,415,931.90)	(389,852,125.17)
Net Cash Provided (Used) by Investing Activities	<u>(162,251,054.90)</u>	<u>(110,000,735.38)</u>
Net Increase (Decrease) in Cash	(65,604,646.86)	188,437,507.30
Cash and Cash Equivalents (Beginning of the Year)	864,811,540.92	676,374,033.62
Cash and Cash Equivalents (End of the Year)	<u>\$ 799,206,894.06</u>	<u>\$ 864,811,540.92</u>
Reconciliation of Net Operating Revenues (Expenses) to Net Cash Provided (Used) by Operating Activities		
Operating Income (Loss)	(260,868,525.22)	157,402,332.95
Adjustments to Reconcile Operating Results to Net Cash:		
Depreciation and Amortization Expense	356,822,658.61	315,459,157.91
Changes in Assets and Liabilities:		
Accounts Receivable	(18,269,489.71)	23,729,339.61
Inventories	(511,427.62)	(5,650,021.50)
Other Current and Noncurrent Assets	(40,706,849.37)	(9,242,503.12)
Accounts Payable	(25,124,215.18)	18,722,390.13
Due to System	2,252,970.47	1,862,149.23
Unearned Revenue	(55,143,137.57)	37,179,585.11
Employees' Compensable Leave	11,404,174.29	4,563,464.67
Other Current and Noncurrent Liabilities	(103,083,900.78)	119,606,048.31
Total Adjustments	<u>127,640,783.14</u>	<u>506,229,610.35</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (133,227,742.08)</u>	<u>\$ 663,631,943.30</u>
Non Cash Transactions:		
Net Increase (Decrease) in Fair Value of Investments	67,422,902.18	(183,860,744.73)
Donated Capital Assets	286,529.33	50,000.00
Miscellaneous Noncash Transactions	(2,615,779.12)	1,200,432.26