

UNAUDITED

THE UNIVERSITY OF TEXAS M.D. ANDERSON CANCER CENTER
 EXHIBIT A - BALANCE SHEET
 As of August 31, 2002

	Reporting Entity
ASSETS	
Current Assets:	
Cash & Cash Equivalents	\$ 35,041,432
Restricted Cash & Cash Equivalents	5,675,265
Balance in State Appropriations	4,031,281
Federal Receivables	7,966,765
Patient Receivables	236,753,714
Interest and Dividends	1,519,977
Contributions Receivable	10,560,423
Other Receivables	53,446,091
Due From Other Funds	37,918,449
Due From System Administration	80,478,851
Due From Other Agencies	69,832
Inventories	9,661,012
Other Current Assets	1,545,184
Total Current Assets	<u>484,668,276</u>
Non-Current Assets:	
Restricted:	
Cash & Cash Equivalents	
Investments	422,951,353
Funds Held by System Administration	180,343,259
Funds Held by System - Permanent Health Fund	85,152,400
Contributions Receivable	47,270,709
Investments	330,088,327
Other Non-Current Assets	466,328
Capital Assets	1,320,801,507
Less Accumulated Depreciation	<u>(307,786,459)</u>
Total Non-Current Assets	<u>2,079,287,424</u>
TOTAL ASSETS \$	<u><u>2,563,955,700</u></u>
LIABILITIES	
Current Liabilities:	
Accounts Payable and Accrued Liabilities	\$ 88,364,488
Federal Payables	21,870,615
Other Intergovernmental Payables	37,918,449
Due to System Administration	6,120,801
Deferred Revenue	46,106,345
Employees' Compensable Leave-Current Portion	2,313,529
Payable From Restricted Assets-Current Portion	7,627,157
Other Current Liabilities	18,989,775
Total Current Liabilities	<u>229,311,159</u>
Non-Current Liabilities:	
Employees' Compensable Leave	55,524,702
Assets Held for Others	265,413,940
Other Non-Current Liabilities	260,155
Total Non-Current Liabilities	<u>321,198,797</u>
TOTAL LIABILITIES	<u>550,509,956</u>
NET ASSETS	
Invested in Capital Assets, Net of Related Debt	1,013,015,048
Restricted for:	
Nonexpendable	
True and Other Endowments, and Annuities	122,272,764
Expendable	
Capital Projects	131,623,086
Funds Functioning as Endowment - Restricted	56,794,596
Other Expendable	162,400,755
Unrestricted	527,339,495
TOTAL NET ASSETS	<u>2,013,445,744</u>
TOTAL LIABILITIES AND NET ASSETS \$	<u><u>2,563,955,700</u></u>

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THE UNIVERSITY OF TEXAS M.D. ANDERSON CANCER CENTER
EXHIBIT B - STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
For the Year Ended August 31, 2002

	Reporting Entity
OPERATING REVENUES:	
Net Student Tuition and Fees	122,086
Federal Sponsored Programs	117,270,715
Federal Sponsored Programs Pass-Through from Other St. Agencies	2,418,607
State Sponsored Programs Pass-Through from Other St. Agencies	1,909,133
Nongovernmental Sponsored Programs	37,268,656
Net Sales and Services of Educational Activities	13,314,489
Net Sales and Services of Hospitals	812,038,619
Net Professional Fees	161,489,505
Net Auxiliary Enterprises	21,067,558
Other Operating Revenues	19,651,209
Total Operating Revenues	1,186,550,577
OPERATING EXPENSES:	
Instruction	63,578,349
Research	216,237,983
Public Service	1,185,893
Hospitals and Clinics	800,919,595
Institutional Support	137,263,933
Operations and Maintenance of Plant	70,632,628
Scholarships and Fellowships	172,296
Auxiliary Enterprises	17,010,455
Depreciation and Amortization	61,716,425
Total Operating Expenses	1,368,717,557
Operating Income (Loss)	(182,166,980)
NONOPERATING REVENUES (EXPENSES):	
State Appropriations	151,675,838
Gift Contributions for Operations	42,125,620
Net Investment Income	29,574,829
Net Increase (Decrease) in Fair Value of Investments	(41,043,691)
Gain/(Loss) on Sale of Capital Assets	(174,367)
Other Nonoperating Revenues	27,559,867
Other Nonoperating (Expenses)	(22,717,453)
Net Nonoperating Revenues (Expenses)	187,000,643
Income/(Loss) Before Other Rev., Exp., Gains/(Losses) & Transfers:	4,833,663
Gifts and Sponsored Programs for Capital Acquisitions	2,500,000
Additions to Permanent Endowments	9,131,408
Reclass from / (to) Other Components	18,833,206
Transfers Between Components & System, Debt Service - Mandatory	(14,417,469)
Transfers Between Components & System Admin. - Non mandatory	141,843,900
Change in Net Assets/Contributed Capital for Component Unit	162,724,708
Net Assets - September 1, 2001 - As Previously Reported	2,248,981,986
Restatements	(398,260,950)
Net Assets - September 1, 2001 - As Restated	1,850,721,036
Net Assets - August 31, 2002	2,013,445,744