

THE UNIVERSITY OF TEXAS M.D. ANDERSON CANCER CENTER
EXHIBIT A - BALANCE SHEET
As of August 31, 2005

	Current Year
	<u>Totals</u>
ASSETS	
Current Assets:	
Cash & Cash Equivalents	\$ 258,754,929
Restricted Cash & Cash Equivalents	206,072,290
Balance in State Appropriations	2,369,264
Funds Held by System Administration - Current	-
Securities Lending Collateral	-
Accounts Receivable, Net:	-
Federal (allowances of \$0 in '05 & \$0 in '04)	19,379,842
Other Intergov. (allowances of \$0 in '05 & \$0 in '04)	-
Student (allowances of \$0 in '05 & \$0 in '04)	-
Patient (allow. of \$284,358,259 in '05 & \$316,439,411 in '04)	271,609,538
Interest and Dividends	-
Contributions (allow. of \$2,268,153 in '05 & \$2,874,968 in '04)	18,657,656
Investment Trades	-
Other (allowances of \$242,073 in '05 & \$199,743 in '04)	38,191,470
Due From Other Funds	-
Due From System Administration	26,118,114
Due From Other Institutions	-
Due From Other Agencies	2,720
Inventories	33,556,738
Loans & Contracts (allowances of \$0 in '05 & \$0 in '04)	-
Other Current Assets	24,467,901
Total Current Assets	<u>899,180,462</u>
Noncurrent Assets:	
Restricted:	
Cash & Cash Equivalents	-
Investments	333,715,743
Loans & Contracts (allowances of \$0 in '05 & \$0 in '04)	-
Funds Held by System Administration	311,356,809
Funds Held by System - Permanent Health Fund	112,914,300
Funds Held by Sealy & Smith Foundation	-
Contributions Rec. (allow. of \$3,991,447 in '05 & \$3,095,632 in '04)	37,235,432
Investments	132,279,609
Other Noncurrent Assets	2,127,310
Capital Assets	2,424,594,238
Less Accumulated Depreciation	<u>(604,405,332)</u>
Total Noncurrent Assets	<u>2,749,818,109</u>
TOTAL ASSETS	\$ <u>3,648,998,571</u>

LIABILITIES

Current Liabilities:

Accounts Payable and Accrued Liabilities	\$	157,505,341
Federal Payables		67,393,675
Other Intergovernmental Payables		25,356
Investment Trades Payable		-
Incurred But Not Reported Self-Insurance Claims		-
Securities Lending Obligations		-
Due to Other Funds		-
Due to System Administration		8,847,322
Due to Other Institutions		-
Due to Other Agencies		-
Deferred Revenue		76,667,142
Employees' Compensable Leave-Current Portion		60,993,334
Notes, Loans and Leases Payable		-
Payable From Restricted Assets		10,006,805
Revenue Bonds Payable		-
HEAF Bonds Payable		-
Funds Held for Others		-
Other Current Liabilities		25,469,270
Total Current Liabilities		<u>406,908,245</u>
Noncurrent Liabilities:		
Incurred But Not Reported Self-Insurance Claims		-
Employees' Compensable Leave		47,923,334
Assets Held for Others		334,834,711
Liability to Beneficiaries-Held by System		1,054,803
Notes, Loans and Leases Payable		-
Payable From Restricted Assets		-
Revenue Bonds Payable		-
HEAF Bonds Payable		-
Other Noncurrent Liabilities		250,000
Total Noncurrent Liabilities		<u>384,062,848</u>
TOTAL LIABILITIES		<u>790,971,093</u>
NET ASSETS		
Invested in Capital Assets, Net of Related Debt		1,820,188,906
Restricted for:		-
Nonexpendable		-
Permanent University Fund Endowment		-
Perm. Health, True & Term Endowments, & Annuities		355,504,647
True and Term Endowments Held for Institutions		-
Expendable		-
Capital Projects		43,816,175
Debt Service		-
Funds Functioning as Endowment - Restricted		23,646,321
Funds Funct. as Endow - Restr. Held for Institutions		-
Other Expendable		193,039,877
Unrestricted		421,831,552
TOTAL NET ASSETS		<u>2,858,027,478</u>
TOTAL LIABILITIES AND NET ASSETS	\$	<u>3,648,998,571</u>

B.S. Balances	-
Net Assets Balance to SRECNA	-

THE UNIVERSITY OF TEXAS M.D. ANDERSON CANCER CENTER
EXHIBIT B - COMBINED STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
As of August 31, 2005

	Current Year
	<u>Totals</u>
Operating Revenues:	
Student Tuition and Fees	\$ 186,807
Discounts and Allowances (none)	-
Federal Sponsored Programs	146,440,335
Federal Sponsored Programs Pass-Through from Other St. Agencies	16,552,675
State Sponsored Programs	-
State Sponsored Programs Pass-Through from Other St. Agencies	8,737
Local Sponsored Programs	-
Private Sponsored Programs	49,724,773
Sales and Services of Educational Activities	1,374,958
Discounts and Allowances (none)	-
Sales and Services of Hospitals	2,388,543,150
Discounts and Allowances	(1,060,720,517)
Professional Fees	628,207,891
Discounts and Allowances	(394,335,902)
Auxiliary Enterprises	19,325,115
Discounts and Allowances (none)	-
Other Operating Revenues	10,803,876
Total Operating Revenues	<u>1,806,111,898</u>
Operating Expenses:	
Instruction	73,309,908
Research	283,123,862
Public Service	6,633,157
Hospitals and Clinics	1,149,309,045
Academic Support	-
Student Services	-
Institutional Support	150,246,984
Operations and Maintenance of Plant	132,674,964
Scholarships and Fellowships	219,124
Auxiliary Enterprises	12,775,334
Depreciation and Amortization	140,450,569
Total Operating Expenses	<u>1,948,742,947</u>
Operating Loss	<u>(142,631,049)</u>
Nonoperating Revenues (Expenses):	
State Appropriations	140,770,734
Blank	-
Gift Contributions for Operations	51,316,366
Net Investment Income	54,291,838
Net Increase (Decrease) in Fair Value of Investments	48,690,143
Interest Expense on Capital Asset Financings	(42,680)
Gain/(Loss) on Sale of Capital Assets	(1,442,980)
Other Nonoperating Revenues	8,503,253

Other Nonoperating Expenses	(1,314,019)
Net Nonoperating Revenues (Expenses)	<u>300,772,655</u>
Income/(Loss) Before Other Rev., Exp., Gains/(Losses) & Transfers	443,403,704
Capital Appropriations - HEAF	-
Gifts and Sponsored Programs for Capital Acquisitions	45,642,720
Additions to Permanent Endowments	12,307,695
Extraordinary Items	-
Reclass from / (to) Other Institutions	(816,718)
Capital Asset Purchases	-
Balance Sheet Transactions Between Funds	-
Proceeds of Bonds Payable Invested in Plant of Institutions	-
Transfers Between Institutions & System-Debt Service-Mandatory	(54,826,477)
Transfers Between Institutions & System Admin. - Nonmandatory	76,258,437
Transfers From Other State Agencies	173,505,837
Transfers to Other State Agencies	(167,921,599)
Legislative Appropriations Lapsed	-
Transfers Between Funds	-
Change in Net Assets	<u>242,291,501</u>
	-
Beginning Net Assets - As Previously Reported	2,617,676,494
Restatements	<u>(1,940,517)</u>
Beginning Net Assets - As Restated	<u>2,615,735,977</u>
Ending Net Assets	\$ <u><u>2,858,027,478</u></u>