

The rising STAR of Texas

ANNUAL FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED

August 31, 2015



STAR Park Research Facility

The Science, Technology, and Advanced Research (STAR) Park proudly represents Texas State University's commitment to actively supporting an environment of innovation through accelerated commercialization and increased entrepreneurial activities. Anchored by the STAR One technology business incubator and collaboration facility, the STAR Park provides access to business development assistance, specialized facilities, and a broad range of university resources.







The Texas State University System Board of Regents has authorized Texas State University to expand the STAR One research building in STAR Park, which includes a companion lab finish-out project. With the proposed additional 16,000 square feet, this newly-approved expansion will allow STAR One research to extend to new fields.

Annual Financial Report

for the fiscal year ended August 31, 2015

for

Texas State University (754)

MEMBER THE TEXAS STATE UNIVERSITY SYSTEM™

TABLE OF CONTENTS

			<u>Page</u>
Unive	rcity (Overview	1
	•	n from the Vice President for Finance & Support Services	
		ansmittal	
		nal Data	
0		Data	
Propr	ietary	Fund Financial Statements:	
•	•	nent of Net Position	. 10
	Staten	nent of Revenues, Expenses, and Changes in Net Position	. 12
	Matrix	x of Operating Expenses Reported by Function	. 14
	Staten	nent of Cash Flows	. 18
Notes	to the	Basic Financial Statements:	
	Notes		
	1 – 30) 	. 22
Suppl	ement	al Supporting Information:	
• • •	Sched		
	1A	Expenditures of Federal Awards and Notes	42
	1B	State Grant Pass-Throughs From/To State Agencies	50
	2A	Miscellaneous Bond Information	51
	2B	Changes in Bonded Indebtedness	51
	2C	Debt Service Requirements	51
	2D	Analysis of Funds Available for Debt Service	51
	2E	Defeased Bonds Outstanding	
	2F	Early Extinguishment and Refunding	51
	3	Reconciliation of Cash in State Treasury	51

University Overview



About Texas State University

Texas State University (Texas State) students choose from 97 bachelor's, 88 master's and 12 doctoral degree programs offered by the following colleges: Applied Arts, McCoy College of Business Administration, Education, Fine Arts and Communication, Health Professions, Liberal Arts, Science and Engineering, University College, and The Graduate College. As an Emerging Research University, Texas State offers opportunities for discovery and innovation to faculty and students.

History

Authorized by the Texas Legislature in 1899, Southwest Texas State Normal School opened its doors in 1903. Over the years, the Legislature broadened the institution's scope and changed its name, in succession, to Southwest Texas State Normal College, Southwest Texas State Teachers College, Southwest Texas State College, Southwest Texas State University, and in 2003 to Texas State University. Each name reflects the university's growth from a small teacher preparation institution to a major, Emerging Research, multipurpose university.

San Marcos Campus

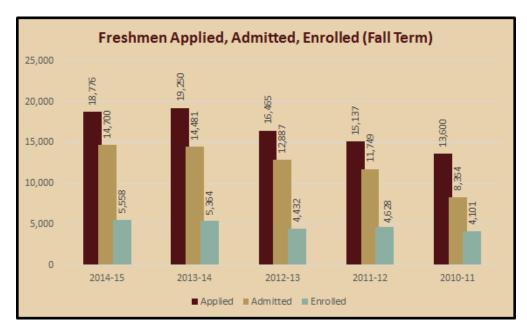
Completed in 1903, the red-roofed, castle-like landmark called Old Main was Texas State's first building. As the university's student population has grown, our San Marcos campus has also expanded, becoming as diverse as the students who live and learn here. Today, the 492-acre campus is home to 248 buildings and boasts an additional 4,000 acres of agricultural, research, and recreational areas.

Round Rock Campus

Located in one of the fastest-growing cities in the nation, our Round Rock campus has been providing higher education in Williamson County since 1996. What started as graduate programs in education and business administration taught at Westwood High School has grown to 13 bachelor's and 12 master's degrees offered in a wide range of majors for junior and senior-level undergraduate and graduate students.

Students

Students from across the country and around the world choose Texas State for rigorous academics, a dedicated faculty, and unique opportunities for discovery and exploration. They enjoy a beautiful environment, strong traditions, and a friendly and supportive campus community. Students come to Texas State from all 50 states, two U.S. territories, and 61 countries. Our graduation rate is exemplary, ranking sixth among the 38 public universities in the state.



Enrollment by College	2014-15	2013-14	2012-13	2011-12	2010-11
Applied Arts	4,259	4,151	3,968	3,681	3,388
McCoy Business Administration	4,341	4,223	4,081	4,008	3,669
Education	5,972	5,921	5,802	5,914	5,918
Fine Arts & Communication	5,020	5,049	4,906	5,045	4,674
Graduate College	93	83	122	155	C
Health Professions	2,759	2,607	2,604	2,556	2,086
Liberal Arts	6,010	5,958	6,236	6,249	6,543
Science & Engineering	5,288	4,795	4,317	4,219	3,945
University College	2,997	2,759	2,189	2,260	2,349
Grand Total	36,739	35,546	34,225	34,087	32,572

Degrees Awarded by Level	2014-15	2013-14	2012-13	2011-12	2010-1
Bachelor's	6,276	6,020	5,770	5,435	5,34
Master's	1,313	1,254	1,447	1,341	1,33
Doctoral	52	42	53	34	2
Professional	38	37	40	40	3
Total	7,679	7,353	7,310	6,850	6,75

Faculty

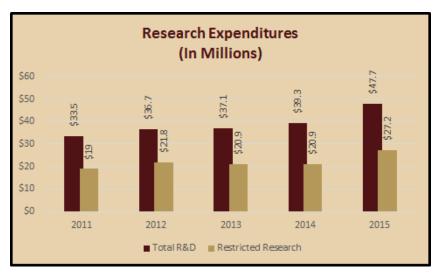
Our distinguished faculty excel in both the classroom and the research arena, bringing an outstanding education to undergraduate and graduate students as well as discovery and innovation to their fields. Students learn from one of the largest groups of elite teaching faculty in the state. Because of their superior teaching, 21 of our faculty members have been recognized as Piper Professors, one of the highest honors a university professor can receive in Texas.

	Full-time	Part-time	Tenured	Faculty with
Academic Year	Faculty	Faculty	Faculty	Terminal Degree
2014-15	1,244	475	574	1,031
2013-14	1,193	433	556	973
2012-13	1,151	428	537	938
2011-12	1,129	412	524	925
2010-11	1,101	370	499	876

Research

Total Research and Development Expenditures are the sum of expenditures from a combination of internal and external funds used to support only research functions. These expenditures reflect the research enterprise in its entirety. During fiscal years 2011-2015, a 42% growth was realized. As an Emerging Research University, total research and development expenditures comprise 50% of the basis for the Core Research Support Fund (CRSF).

The other half of the CRSF is comprised of the Restricted Research Expenditures, a mandatory National Research University Fund criteria (\$45 million), which have increased 43% over the same time period to reach \$27.2 million. Restricted research expenditures emanate only from external funds used to support research functions.



Albert B. Alkek Library

The University Library advances the teaching and research mission of the university and supports students, faculty, and other researchers by providing user-centered services, comprehensive and diverse collections, individual and collaborative learning environments, and opportunities to learn, create, and discover. Our collection of 3.5 million print and media materials, 503 databases, and 943,257 electronic resources comprised of e-books, e-journals, and streaming media support our students, faculty, and staff in their research goals.

Introduction from the Vice President for Finance & Support Services



As Texas State University begins a new fiscal year, I am excited and honored to join the Rising Star of Texas. I would be remiss if I did not begin by recognizing and thanking Bill Nance, who retired this year after more than 20 years as the Vice President for Finance and Support Services at Texas State and more than 40 years of service to higher education in the State of Texas. Mr. Nance's leadership helped position this great university for the next 40 years of continuing strength and growth.

FINANCIAL STRENGTH

Texas State University continues to flourish on many fronts. Even a cursory review of this Annual Financial Report demonstrates as much: the University's Net Position improved by more than \$25 million for the Fiscal Year, closing at nearly \$1.19 Billion; the University placed more than \$25 million of new capital assets into service; and the University's endowment stood at nearly \$150 million. However, the true measure of our strength comes from the measure of the knowledge we create and impart, the stature of our academic programs, and our people.

GROWTH IN DIVERSITY, ENROLLMENT, RESEARCH, AND QUALITY

Students want to be at Texas State. This is evidenced by the impressive trend of student enrollment growth now spanning 18 consecutive years, topping the 38,000 student mark for the first time this year, ranking us as the fourth largest university in Texas and among the 35 largest universities in the country, and applications are up once again looking at 2016.

Texas State's student body mirrors that of the state of Texas itself: they come from an incredibly wide variety of backgrounds, and they come from across the state of Texas, from every state in the country and from dozens of countries around the world. While the size and diversity of our student body soars, the measures of our academic strength also continue to improve with very strong retention and graduation rates and some of the best and brightest students applying to be Bobcats each year.

While already officially recognized as an Emerging Research University, Texas State is determined to reach National Research University status in the next 10 years and we are prepared to put forth the dedicated and sustained effort to make it happen. This Annual Financial Report highlights several aspects of our research focus at Texas State.

THE FACILITIES OF YESTERDAY, TODAY, AND TOMORROW

From the recent renovation of the first building at Texas State, our beloved Old Main, to the cutting edge laboratories, collaboration spaces, and innovation zones we are designing and building today, our facilities make a statement about who we are as a university and who we intend to be in the future. We continue to invest heavily in our research capabilities and facilities. STAR Park, our center for fostering and commercializing innovation, is currently undergoing an expansion that will make it over two and one-half times its original size since opening in November of 2012.

We are excited to move forward with an engineering and science building at our San Marcos campus and a health professions building at our Round Rock campus. These buildings will allow for the launch of high priority academic programs, such as civil and environmental engineering, and will allow the physical therapy, respiratory care, and communication disorders programs to relocate from San Marcos to our Round Rock campus where they can expand enrollment by 35 percent. The renewal and rebuilding of our housing facilities also continues with beautiful new complexes opening every other year over a 6 year span.

In short, Texas State University is financially sound, growing in size and quality, and continuing to move towards National Research University status through tangible and meaningful strategic planning.

These are exciting times to be a Bobcat!





The rising STAR of Texas

November 16, 2015

Dr. Denise M. Trauth President Texas State University 601 University Drive San Marcos, TX 78666

Dear Dr. Trauth:

We are pleased to submit the annual financial report of Texas State University for the year ended August 31, 2015, in compliance with Texas Government Code Annotated, Section 2101.011, and in accordance with the requirements established by the Texas Comptroller of Public Accounts.

Due to the statewide requirements embedded in Governmental Accounting Standards Board (GASB) 34, the Comptroller of Public Accounts does not require the accompanying annual financial report to comply with all the requirements in this statement. The financial report will be considered for audit by the state auditor as part of the audit of the State of Texas *Comprehensive Annual Financial Report* (CAFR); therefore, an opinion has not been expressed on the financial statements and related information contained in this report.

If you have any questions, please contact me at (512) 245-2748.

Sincerely,

James L. Webb, Jr., CPA, MBA

arms of Well a.

Director of Accounting

Approved:

Darryl J. Borgonah

Associate Vice President for Financial Services

Eric Algoe

Vice President for Finance and Support Services

ORGANIZATIONAL DATA

BOARD OF REGENTS

Name	Member's City (Texas)	Term Expires
Dr. Jaime R. Garza, Chairman	San Antonio	2017
Rossanna Salazar, Vice Chairman	Austin	2017
Charlie Amato	San Antonio	2019
Veronica Muzquiz Edwards	San Antonio	2021
David Montagne	Beaumont	2021
Vernon Reaser III	Bellaire	2019
William F. Scott	Nederland	2019
Alan L. Tinsley	Madisonville	2021
Donna N. Williams	Arlington	2017
Spencer Copeland, Student Regent	Huntsville	2016

TEXAS STATE UNIVERSITY SYSTEM – SENIOR ADMINISTRATIVE OFFICIALS

Dr. Brian McCall Chancellor

Dr. Roland Smith Vice Chancellor for Finance

UNIVERSITY ADMINISTRATION - KEY OFFICERS

Dr. Denise M. Trauth	President
Dr. Eugene J. Bourgeois	Provost and Vice President for Academic Affairs
Mr. Eric Algoe	Vice President for Finance and Support Services
Dr. Barbara Breier	Vice President for University Advancement
Mr. Ken Pierce	Vice President for Information Technology
Dr. Joanne Smith	Vice President for Student Affairs
Dr. Larry Teis	Director, Department of Athletics
Dr. Vicki Brittain	Special Assistant to the President
Dr. Lisa Kay Lloyd	Presidential Fellow
Mr. Darryl J. Borgonah	Associate Vice President for Financial Services

ENROLLMENT DATA

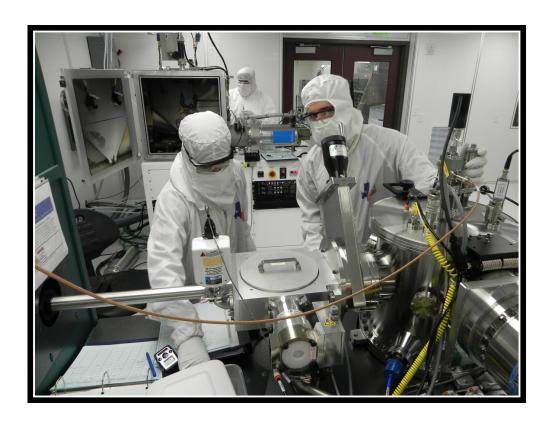
		STUDENTS BY SI	
TYPE OF STUDENT	FALL 2014	SPRING 2015	SUMMER 2015
Texas Residents	32,253	30,192	11,049
Out of State (Classified as Residents)	677	571	194
Out of State	366	313	124
Foreign	497	501	221
Academic Common Market	1	1	1
Active Duty Dependents	60	52	23
Adopted Formerly in Foster Care	56	48	27
Children of Disabled Firemen or Peace Officers	11	10	4
Clinical Preceptors Exemption	2	2	2
Combat Exemption	-	-	1
Competitive Academic Scholarship	243	250	103
Deceased Public Servants	2	2	-
Faculty/Staff Employee	225	222	67
Family & Consumer Science Alliance Agreement	2	-	-
Firemen - Fire Science Curriculum	3	3	1
Foster Care Students	29	29	18
Grad Teaching Asst/Instructional Asst Fee Waiver	373	202	-
Hazlewood Act	1,777	1,697	805
Louisiana Adjacent County	5	4	1
Mexico Pilot	6	7	2
National Student Exchange	16	8	1
New Mexico Adjacent County	5	3	-
Peace Officer	5	3	-
Reciprocal Exchange International	10	11	-
Senior Citizens	6	4	2
Texas Commission for the Blind	23	21	5
Texas Rehabilitation Commission for the Deaf	50	39	22
Texas Tomorrow Waiver	11	11	4
Thesis	7	5	12
Valedictorian	18	16	-
Totals	36,739	34,227	12,68

ENROLLMENT TREND DATA

(Fall Semester)

FISCAL YEAR	<u>STUDENTS</u>	SEMESTER HOURS
2015	36,739	440,711
2014	35,546	429,091
2013	34,225	409,072
2012	34,087	403,195
2011	32,572	383,199
2010	30,836	362,993
2009	29,105	346,144
2008	28,159	336,831
2007	27,518	326,779
2006	27,222	322,780

PROPRIETARY FUND FINANCIAL STATEMENTS



The Texas State University Nanofabrication Facility, a 1,250 square foot, multi-user clean room located in the Roy F. Mitte building, is utilized by our faculty, staff, and students to support their academic and research activities. It also serves external industry users for development, collaboration, and startup business projects.

The facility houses sophisticated equipment used for lithography, thermal processing, deposition, etching, and metrology in an ultra-clean environment where users fabricate films, structures, and devices at the micrometer and nanometer scale.

PROPRIETARY FUND FINANCIAL STATIEMENTS

UNAUDITED Texas State University (754)

PROPRIETARY FUND FINANCIAL STATEMENTS



The Materials Science, Engineering, and Commercialization Doctoral Program at Texas State features research using molecular beam epitaxy for the growth and characterization, semiconductor fabrication, and performance optimization of wide bandgap materials for photonic and electronic solid-state device applications such as LEDs, LDs and FETs. The equipment is primarily housed in the Roy F. Mitte building on the San Marcos campus.

STATEMENT OF NET POSITION

	2015	2014
ASSETS AND DEFERRED OUTFLOWS		
Current Assets:		
Unrestricted Cash and Cash Equivalents:	Φ 00.042.72	Φ 06.402.02
Cash on Hand	\$ 98,042.72	
Cash in Bank (Note 3)	22,444,394.40	
Cash in Transit/Reimbursement from Treasury	(712,961.79	
Cash in State Treasury (Schedule 3)	28,682,065.75	, , , , , , , , , , , , , , , , , , ,
Cash Equivalents (Note 3)	181,481,184.52	195,076,458.23
Restricted Cash and Cash Equivalents:		
Cash in Bank (Note 3)	51,621,889.75	
Cash Equivalents (Note 3)	10,478,004.93	
Legislative Appropriations	32,821,240.27	41,637,668.31
Net Receivables:		
Federal Receivables (Note 24)	3,913,306.17	
Interest and Dividends	50,113.14	
Accounts Receivable (Note 24)	47,736,824.46	
Gifts Receivables - Pledges	4,300,935.25	2,333,490.88
Investment Trades	1,648,038.57	
Due From Other Agencies (Note 12)	3,926,561.10	2,469,648.93
Consumable Inventories	671,891.96	877,734.75
Merchandise Inventories	2,139,336.40	3,073,612.71
Prepaid Items	34,534,769.92	28,219,260.52
Loans and Contracts	4,422,038.47	5,864,092.91
Total Current Assets	\$ 430,257,675.99	\$ 464,556,134.64
Non-Current Assets:		
Restricted:		
Gifts Receivables - Pledges	\$ 4,156,977.62	\$ 1,969,615.14
Investments (Note 3)	33,475,108.09	34,945,003.25
Investments (Note 3)	150,506,173.19	104,916,661.09
Capital Assets, Non-Depreciable (Note 2)	104,650,094.12	65,757,503.38
Capital Assets, Net of Accumulated Depreciation (Note 2)	715,987,785.94	724,451,159.38
Intangible Assets, Net of Accumulated Amortization (Note 2)	6,200,422.18	9,187,181.22
Total Non-Current Assets	\$ 1,014,976,561.14	\$ 941,227,123.46
Total Assets	\$ 1,445,234,237.13	\$ 1,405,783,258.10
DEFERRED OUTFLOWS		
Derivative Hedging Instrument Assets Deferred Outflows of Resources		-
Total Deferred Outflows	\$ -	\$ -
Total Assets and Deferred Outflows	\$ 1,445,234,237.13	\$ 1,405,783,258.10

STATEMENT OF NET POSITION

		2015		2014
LIABILITIES AND DEFERRED INFLOWS				
Current Liabilities:				
Accounts Payable	\$	31,821,348.08	\$	31,106,230.65
Investment Trades		1,463,632.77		3,657,231.10
Accrued Payroll		13,606,791.49		12,866,560.60
Unearned Revenues		193,615,627.97		178,398,430.85
Due to Other Agencies (Note 12)		773,205.97		762,492.88
Employees' Compensable Leave (Note 5)		6,967,560.49		6,720,495.83
Funds Held for Others		3,444,496.54		4,136,708.17
Other Current Liabilities	_	21,336.09	_	16,137.75
Total Current Liabilities	\$	251,713,999.40	\$	237,664,287.83
Non-Current Liabilities:				
Employees' Compensable Leave (Note 5)		4,730,007.71		4,593,388.92
Total Non-Current Liabilities	\$	4,730,007.71	\$	4,593,388.92
Total Liabilities	\$	256,444,007.11	\$	242,257,676.75
DEFERRED INFLOWS				
Derivative Hedging Instrument Liabilities Deferred Inflows of Resources		- -		- -
Total Deferred Inflows	\$		\$	
Total Liabilities and Deferred Inflows	\$	256,444,007.11	\$	242,257,676.75
NET POSITION				
Invested in Capital Assets, Net of Related Debt	\$	826,838,302.24	\$	799,395,843.98
Restricted for:				
Capital Projects		61,108,630.30		79,719,185.12
Funds Held as Permanent Investments:				
Non-Expendable		17,635,358.90		17,139,438.32
Expendable		16,643,341.95		18,741,477.76
Other		22,054,478.91		14,597,941.96
Unrestricted		244,510,117.72		233,931,694.21
Total Net Position	\$	1,188,790,230.02	\$ 1	1,163,525,581.35

See accompanying notes to the Basic Financial Statements.

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

		2015		2014
OPERATING REVENUES				
Sales of Goods and Services:				
Tuition and Fees	\$	321,494,952.07	\$	300,596,025.08
Discounts and Allowances (Note 1)		(76,897,741.66)		(77,110,542.70)
Auxiliary Enterprises		81,627,641.18		74,024,901.78
Other Sales of Goods and Services		15,052,640.71		14,083,146.91
Federal Revenue-Operating (Schedule 1A, Note 2)		21,093,270.31		15,486,195.62
Federal Pass Through Revenue (Schedule 1A, Note 2)		3,082,344.42		3,855,034.64
State Grant Revenue		3,931,214.60		3,059,000.36
State Grant Pass Through Revenue (Schedule 1B)		26,743,331.14		37,046,548.27
Other Grants & Contracts		7,825,426.67		5,979,316.81
Other Operating Revenue		824,302.70		644,149.04
Total Operating Revenues	\$	404,777,382.14	\$	377,663,775.81
OPERATING EXPENSES				
Instruction	\$	180,890,143.38	\$	168,648,675.75
Research		40,942,684.22		33,138,109.17
Public Service		3,852,279.64		4,364,820.73
Academic Support		41,818,872.73		42,067,768.03
Student Services		31,682,522.05		30,735,006.02
Institutional Support		33,132,385.36		30,578,192.46
Operation and Maintenance of Plant		41,059,923.92		38,476,657.11
Scholarship and Fellowships		57,716,524.05		47,479,978.40
Auxiliary Enterprises		76,223,265.62		71,730,343.00
Depreciation and Amortization	_	49,846,766.96	_	45,496,106.34
Total Operating Expenses	\$	557,165,367.93	\$	512,715,657.01
Operating Income (Loss)	\$	(152,387,985.79)	\$	(135,051,881.20)
NONOPERATING REVENUES (EXPENSES)				
Legislative Revenue (GR)	\$	91,730,292.00	\$	91,925,549.00
Additional Appropriations (GR)	Ψ	22,600,425.38	Ψ	20,883,997.73
Federal Grant - Non Exchange (Schedule 1A, Note 2)		52,151,850.44		46,675,986.05
State Pass Through - Non Exchange (Schedule 1B)		225,848.18		1,015,475.23
Gifts		7,154,291.18		6,598,634.98
Pledged Revenues		6,046,041.76		2,375,014.96
Investment Income		5,712,666.32		3,929,829.73
Gain (Loss) on Sales of Capital Assets		(788,180.69)		(1,012,085.98)
Net Increase (Decrease) in Fair Value of Investments Other Nonoperating Revenues (Expenses)		(7,664,485.85) 169,299.09		6,358,559.75 (1,254,752.09)
	\$	177,338,047.81	\$	177,496,209.36
Total Nonoperating Revenues (Expenses)	Ф	1//,550,04/.01	ф	177,470,207.30
Income (Loss) before Other Revenues, Expenses,				
Gains, Losses and Transfers	\$	24,950,062.02	\$	42,444,328.16

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION

		2015		2014
OTHER REVENUES, EXPENSES, GAINS,				
LOSSES, AND TRANSFERS				
HEAF Appropriation Revenue (GR)	\$	21,863,258.00	\$	21,863,258.00
Additions to Permanent and Term Endowments		236,339.85		285,521.30
Transfers From Other Governmental Agencies (Note 12)		27,117,678.00		57,600,000.00
Transfers To Other Governmental Agencies (Note 12)		(37,625,870.95)		(38,065,202.89)
Legislative Transfers-Out (Note 12)		(10,961,309.30)		(8,310,613.18)
Legislative Appropriations Lapsed		(315,508.95)	_	(2,703,038.25)
Total Other Revenue, Expenses, Gain/Losses and Transfers	\$	314,586.65	\$	30,669,924.98
Change in Net Position	\$	25,264,648.67	\$	73,114,253.14
Net Position, September 1	\$1	,163,525,581.35	\$1	,090,411,328.21
Net Position, August 31	\$1	,188,790,230.02	\$1	,163,525,581.35

See accompanying Notes to the Basic Financial Statements.

MATRIX OF OPERATING EXPENSES REPORTED BY FUNCTION

For the Fiscal Year Ended August 31, 2015

Operating Expenses	Instruction	Research	Public Service	Academic Support
Cost of Goods Sold	\$ -	\$ -	\$ -	\$ -
Salaries and Wages	129,266,666.7	8 20,144,849.64	1,796,035.35	25,735,011.28
Payroll Related Costs	34,202,706.7	5 4,066,724.44	597,306.19	6,743,599.46
Professional Fees and Services	2,628,097.8	8 8,540,249.23	635,142.15	1,910,784.24
Federal Grant Pass-Through Expense (Sch 1A)	-	70,741.76	-	-
State Grant Pass-Through Expense (Sch 1B)	-	-	-	-
Travel	2,649,044.6	8 2,397,022.28	93,810.88	690,400.87
Materials and Supplies	10,672,464.5	2 4,262,075.03	535,277.85	3,762,567.11
Communication and Utilities	59,809.8	0 45,405.76	23,615.39	130,775.92
Repairs and Maintenance	606,096.8	5 271,605.28	81,182.22	2,255,387.23
Rentals and Leases	134,999.9	0 320,859.53	23,109.49	236,616.93
Printing and Reproduction	625,247.5	5 335,499.97	58,114.59	341,677.72
Depreciation and Amortization	-	-	-	-
Interest	246.9	4 231.48	5.53	185.59
Scholarships	-	-	-	-
Claims and Judgments	-	-	-	-
Other Operating Expenses	44,761.7	3 487,419.82	8,680.00	11,866.38
Total Operating Expenses	\$ 180,890,143.3	8 \$ 40,942,684.22	\$ 3,852,279.64	\$ 41,818,872.73

See accompanying notes to the Basic Financial Statements.

MATRIX OF OPERATING EXPENSES REPORTED BY FUNCTION

For the Fiscal Year Ended August 31, 2015 Operation and **Scholarships Depreciation Auxiliary** Institutional Maintenance Student and **Enterprise** and Total Services of Plant **Fellowships Expenditures** Amortization **Support** Expenses \$ \$ \$ 4,810,079.69 4,810,079.69 17,591,642.43 19,782,960.48 14,032,129.56 1,666,340.84 16,511,836.61 246,527,472.97 67,093,950.09 4,574,198.43 7,436,061.00 4,814,487.47 8,675.91 4,650,190.44 4,272,493.96 1,988,264.51 3,115,311.43 12,373,102.43 35,463,445.83 70,741.76 987,787.89 392,005.05 51,389.01 2,829,009.02 10,090,469.68 3,004,772.01 1,525,994.56 2,839,405.42 22,947,217.84 49,549,774.34 106,418.56 369,434.35 13,455,818.14 9,463,226.83 23,654,504.75 243,819.81 1,109,676.30 2,558,876.04 1,668,153.73 8,794,797.46 192,675.15 140,241.57 140,359.27 652,430.98 1,841,292.82 694,754.31 340,370.18 51,375.43 307,640.50 2,754,680.25 49,846,766.96 49,846,766.96 45.73 5,866.02 72.15 113.89 6,767.33 56,041,507.30 56,041,507.30 10,650.04 700.00 10,013.55 21,363.59 597,753.11 13,913.77 30,861.30 250.11

<u>33,132,385,36</u> \$ <u>41,059,923,92</u> \$ <u>57,716,524.05</u> \$ <u>76,223,265.62</u> \$ <u>49,846,766.96</u> \$ <u>557,165,367.93</u>

MATRIX OF OPERATING EXPENSES REPORTED BY FUNCTION

For the Fiscal Year Ended August 31, 2014

				Public	Academic
Operating Expenses		Instruction	Research	Service	Support
Cost of Goods Sold	\$	-	\$ -	\$ -	\$ -
Salaries and Wages		122,321,471.99	16,967,557.71	1,984,825.37	23,959,655.61
Payroll Related Costs		32,559,838.53	3,594,676.14	663,955.71	6,530,246.39
Professional Fees and Services		2,874,761.57	6,515,118.23	625,388.73	2,280,534.93
Federal Grant Pass-Through Expense (Sch 1A)		-	76,894.96	-	-
State Grant Pass-Through Expense (Sch 1B)		-	-	-	-
Travel		2,191,290.56	1,889,198.55	116,324.04	504,420.11
Materials and Supplies		7,453,445.17	2,852,070.55	725,633.31	3,947,216.02
Communication and Utilities		157,545.92	70,865.40	14,278.77	139,306.97
Repairs and Maintenance		327,979.63	51,117.71	114,277.44	4,035,743.75
Rentals and Leases		150,366.77	235,767.42	46,703.47	325,167.30
Printing and Reproduction		545,064.47	221,657.05	58,033.51	337,028.82
Depreciation and Amortization		-	-	-	-
Interest		432.77	455.51	5.88	158.33
Scholarships		-	-	-	-
Claims and Judgments		-	-	-	-
Other Operating Expenses	_	66,478.37	 662,729.94	 15,394.50	 8,289.80
Total Operating Expenses	\$	168,648,675.75	\$ 33,138,109.17	\$ 4,364,820.73	\$ 42,067,768.03

See accompanying notes to the Basic Financial Statements.

MATRIX OF OPERATING EXPENSES REPORTED BY FUNCTION

Student	Institutional	Operation and Maintenance	Scholarships and	Auxiliary Enterprise	Depreciation and	Total
Services	Support	of Plant	Fellowships	Expenditures	Amortization	Expenses
\$ -	\$ -	\$ -	\$ -	\$ 6,822,172.79	\$ -	\$ 6,822,172.79
16,864,029.59	19,250,965.17	13,123,977.46	1,604,572.22	15,869,365.95	-	231,946,421.07
4,441,660.64	7,219,684.64	4,657,115.77	(6,914.55)	4,612,597.32	-	64,272,860.59
4,348,415.36	1,599,790.15	3,464,593.31	-	11,343,722.05	-	33,052,324.33
-	-	-	-	-	-	76,894.96
-	-	-	-	-	-	-
830,843.33	404,238.87	55,636.40	-	2,590,555.20	-	8,582,507.06
2,849,292.86	1,069,093.84	2,753,042.82	-	18,741,784.01	-	40,391,578.58
129,220.59	422,402.90	12,780,225.75	-	8,967,974.27	-	22,681,820.57
252,136.23	61,762.42	1,543,833.58	-	2,225,781.20	-	8,612,631.96
230,984.41	110,569.54	52,425.87	-	302,313.33	-	1,454,298.11
767,794.04	398,821.79	45,225.25	-	241,658.59	-	2,615,283.52
-	-	-	-	-	45,496,106.34	45,496,106.34
57.28	5,589.29	72.61	-	124.04	-	6,895.71
-	-	-	45,882,320.73	-	-	45,882,320.73
-	1,816.65	408.29	-	-	-	2,224.94
20,571.69	33,457.20	100.00	-	12,294.25	-	819,315.75

STATEMENT OF CASH FLOWS

		2015		2014
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Customers	\$	16,569,284.99	\$	14,004,615.78
Proceeds from Tuition and Fees		256,272,313.14		229,992,154.80
Proceeds from Research Grants and Contracts		61,091,450.15		60,431,597.50
Proceeds from Loan Programs		8,527,700.21		6,836,533.14
Proceeds from Auxiliaries		84,626,029.46		75,496,108.69
Proceeds from Other Operating Revenues		1,305,314.11		1,339,830.30
Payments to Suppliers for Goods and Services Payments to Employees for Salaries		(140,157,423.76)		(122,544,212.66)
Payments to Employees for Salaries Payments to Employees for Benefits		(245,855,504.47)		(231,875,851.47)
Payments for Loans Provided		(53,166,143.22) (9,194,878.65)		(48,295,007.91) (7,937,464.80)
Payments for Other Expenses		(60,613,185.00)		(46,220,593.55)
•	•	<u>,</u>	Φ.	-
Net Cash Provided (Used) by Operating Activities	\$	(80,595,043.04)	\$	(68,772,290.18)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Proceeds from State Appropriations	\$	107,547,864.60	\$	91,135,822.45
Proceeds from Gifts	Ψ	9,233,555.04	Ψ	6,265,062.03
Proceeds from Grant Receipts		52,374,675.98		47,694,015.14
Proceeds from Loan Programs		-		73,769.52
Payments for Other Noncapital Financing Uses		(8,083,870.78)		(8,755,060.77)
Net Cash Provided (Used) by Noncapital Financing Activities	\$	161,072,224.84	\$	136,413,608.37
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from Sale of Capital Assets	\$	187,541.99	\$	181,282.30
Proceeds from Debt Issuance	Ψ	26,000,000.00	Ψ	57,600,000.00
Proceeds from Other Financing Activities		21,863,258.00		21,863,258.00
Payments for Additions to Capital Assets		(75,861,003.46)		(85,570,951.09)
Payments of Principal on Debt Issuance		(21,370,786.89)		(20,059,728.39)
Payments of Interest on Debt Issuance		(19,473,033.10)		(19,338,070.48)
Net Cash Provided (Used) by Capital and Related Financing Activities	\$	(68,654,023.46)	\$	(45,324,209.66)
CASH FLOWS FROM INVESTING ACTIVITIES				
Proceeds from Sales of Investments	\$	148,846,421.60	\$	193,008,009.71
Proceeds from Investment Income		5,679,536.31		3,932,443.79
Payments to Acquire Investments	_	(204,275,787.00)	_	(196,165,263.75)
Net Cash Provided (Used) by Investing Activities	\$	(49,749,829.09)	\$	775,189.75
Increase (Decrease) in Cash and Cash Equivalents	\$	(37,926,670.75)	\$	23,092,298.28
•				
Cash and Cash Equivalents, September 1	\$	332,019,291.03	\$	308,926,992.75
Cash and Cash Equivalents, August 31	\$	294,092,620.28	\$	332,019,291.03

STATEMENT OF CASH FLOWS

		2015		2014
RECONCILIATION OF OPERATING INCOME (LOSS) TO				
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$	(152,387,985.79)	\$	(135,051,881.20)
Adjustments to Reconcile Operating Income				
to Net Cash Provided (Used) by Operating Activities:				
Amortization and Depreciation	\$	49,846,766.96	\$	45,496,106.34
Operating Income and Cash Flow Categories:	Ψ	15,010,700.50	Ψ	15,170,100.51
Changes in Assets and Liabilities:				
(Increase) Decrease in Receivables	\$	(3,987,405.58)	\$	(1,494,738.46)
(Increase) Decrease in Due from Other Agencies		(339,234.17)		(120,904.20)
(Increase) Decrease in Inventories		1,140,119.10		197,564.38
(Increase) Decrease in Prepaid Expenses		(5,584,614.75)		(2,133,480.75)
(Increase) Decrease in Loans & Contracts		1,442,054.44		(1,100,592.68)
(Increase) Decrease in State Appropriations		15,283,771.87		13,870,053.70
Increase (Decrease) in Payables		(2,365,538.01)		3,141,310.26
Increase (Decrease) in Due to Other Funds		10,713.09		(7,501,787.14)
Increase (Decrease) in Unearned Revenue		15,217,197.12		14,857,772.30
Increase (Decrease) in Compensated Absence Liability		247,064.66		-
Increase (Decrease) in Benefits Payable		876,849.68		1,068,421.65
Increase (Decrease) in Other Liabilities		5,198.34	_	(134.38)
Total Adjustments	\$	71,792,942.75	\$	66,279,591.02
Net Cash Provided (Used) by Operating Activities	\$	(80,595,043.04)	\$	(68,772,290.18)
· / / 1 · /	_			
NON-CASH TRANSACTIONS				
Net Change in the Fair Value of Investments	\$	(7,664,485.85)	\$	6,358,559.75
Donation of Capital Assets	\$	48,640.50	\$	1,420,900.00
Gain (Loss) on Sale of Capital Assets	\$	(975,722.68)	\$	(1,193,368.28)

See accompanying notes to the Basic Financial Statements.

NOTES TO THE BASIC FINANCIAL STATEMENTS



Since 2002, faculty and staff from The Meadows Center for Water and the Environment (The Center) have brought multi-disciplinary expertise to complex, real-world, water-related challenges. The Center is comprised of geographers, biologists, engineers, social scientists, urban and regional planners, strategists, and experts in community engagement and public policy. The faculty and staff are dedicated to helping their partners find economic, social, cultural, and environmental resilience.

In 2012, The Meadows Foundation contributed a transformational gift to Texas State, providing endowments for three Center chairs, two Center professorships, research, and scholarships. This gift, and matching Texas Research Incentive Program funds, have proven invaluable to The Center and to the organizations and people they serve. As a result of that partnership, today The Center's work stretches from West Texas to West Africa.

The Center is the only organization of its kind in Texas, with headquarters located on the site of an environmentally, culturally, and archaeologically significant resource, Spring Lake. Spring Lake serves as a living laboratory, a community center, and an irreplaceable educational resource.

NOTES TO THE BASIC FINANCIAL STATEMENTS



The Forensic Anthropology Center at Texas State (FACTS) advances forensic science and anthropology through world-class education, research, and outreach. FACTS strives to be a premier nationally and internationally recognized academic training and research facility for forensic anthropology.

FACTS provides a unique environment that stimulates innovative, creative, and interdisciplinary research that advances forensic anthropological knowledge, theory, and methods.

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 1: Summary of Significant Accounting Policies

BASIS OF PRESENTATION

The accompanying financial statements of Texas State University (Texas State) have been prepared in compliance with Texas Government Code Annotated, Section 2101.011, in accordance with the applicable requirements established by the Comptroller of Public Accounts and Generally Accepted Accounting Principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB).

Financial reporting for the university is based on all GASB pronouncements, as well as Financial Accounting Standards Board (FASB) Statements and Interpretations, Auditing Practices Board Opinions, and Accounting Research Bulletins issued on or before November 30, 1989 that do not conflict with or contradict GASB pronouncements. FASB pronouncements issued after November 30, 1989 are not followed in the preparation of the accompanying financial statements.

NATURE OF OPERATIONS

Texas State is a public, student-centered, Emerging Research University dedicated to excellence in serving the educational needs of the diverse population of the State of Texas and the world beyond. The university offers degrees in 97 undergraduate programs, 88 graduate programs and 12 doctoral fields. Through research, instruction, and other activities that advance essential knowledge and dissemination of that knowledge, the university strives to fulfill its mission.

REPORTING ENTITY

The financial reporting entity consists of the primary government organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion could cause the financial statements to be misleading or incomplete. The Texas State University Research Foundation and the Harold M. Freeman Educational Foundation are included in the financial statements of Texas State as blended component units.

Texas State is governed by the Board of Regents for The Texas State University System (TSUS) and is included in their financial statements as a component unit. TSUS is a component of the State of Texas and is reported by the State of Texas in the proprietary fund.

MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The basis of accounting determines when revenues and expenses are recognized and reported in the financial statements. Three primary financial statements are presented with supporting schedules: The Statement of Net Position; the Statement of Revenue, Expenses and Changes in Net Position; and the Statement of Cash Flows. The accompanying statements have been prepared using the economic resources measurement focus and accrual basis of accounting as prescribed in GASB Statements 34/35. Under the accrual basis, revenues are recognized when earned, and expenses are recognized when an obligation has been incurred.

As an agency of the State of Texas, Texas State is reflected as a special-purpose government engaged in only business type activities. Business type activities are those that are financed in whole or in part by fees charged to external parties for goods or services and focus on determining operating income, changes in net position, financial position, and cash flows. Operating items are distinguished from non-operating items. Operating revenues and expenses result from providing services or producing and delivering goods in connection with the principle of ongoing operations. Operating expenses include the cost of sales and services, administrative expenses, and depreciation on capital assets. All significant inter-agency transactions have been eliminated.

RESTRICTED NET POSITION

When both restricted and unrestricted sources are available for use, restricted resources are generally used first, and then unrestricted resources are used as they are needed.

NOTES TO THE BASIC FINANCIAL STATEMENTS

USE OF ESTIMATES IN THE PREPARATION OF BASIC FINANCIAL STATEMENTS

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

A significant estimate for scholarship discounts and allowances is made by the university. Allowances are determined by using the Alternate Method as issued by National Association of College and University Business Officers in the *Advisory Report* 2000-05. As of August 31, 2015 and 2014, this method resulted in estimates of \$76,897,741.66 and \$77,110,542.70, respectively, for the university's discounts and allowances related to tuition and fees.

CURRENT AND NON-CURRENT ASSETS

Current assets are those considered available for appropriation and expenditure within one fiscal year. Examples of expendable financial resources include cash, various receivables, and short-term investments. All other assets are considered non-current.

CASH AND CASH EQUIVALENTS

For reporting purposes, this account includes cash on hand, cash in local banks, cash in transit, and cash in the treasury. Cash equivalents are defined as short-term, highly liquid investments that are both: (a) readily convertible to known amounts of cash and (b) so near maturity they present insignificant risk of changes in value due to changes in interest rates. Only investments with an original maturity of three months or less are considered cash equivalents.

ACCOUNTS RECEIVABLE

The university's accounts receivable primarily relate to tuition and fee charges to students and to auxiliary enterprise services provided to students, faculty, and staff. Other receivable amounts are related to reimbursement of expenses from various federal, state, and private sources, or are amounts pledged to the university by donors, net of allowances.

CONTRACTS AND GRANT AWARDS

Contract and grant awards are accounted for in accordance with the requirements of GASB Statements 34/35. Federal contract and grant awards not collected as of fiscal year-end are reported as Federal Accounts Receivable on the Statement of Net Position.

INVESTMENTS

In accordance with GASB Statement No. 31, investments are reported at fair market value in the Statement of Net Position. Fair market value is defined as the amount at which an investment could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

INVENTORIES AND PREPAID ITEMS

Inventories, including both merchandise and consumable inventories, are valued at cost and expensed when consumed.

Payments made for services benefiting periods beyond the current accounting period are recorded as prepaid items. Prepaid scholarships represent funds paid in the current fiscal year relating to the subsequent year.

NOTES TO THE BASIC FINANCIAL STATEMENTS

CAPITAL ASSETS AND RELATED DEBT ACTIVITY

Purchases of assets with an estimated useful life in excess of one year exceeding the university's capitalization thresholds are recorded as capital assets at their acquisition cost on the date of acquisition. Donated assets with an estimated useful life in excess of one year exceeding the university's capitalization thresholds are recorded as capital assets at their fair market value on the date of acquisition. Intangible capital assets are defined as assets that lack physical substance, are nonfinancial in nature and have an initial useful life extending beyond a single reporting period. Routine repairs and maintenance that do not increase the value of buildings are charged to operating expense in the year in which the expense was incurred.

The university's capitalization thresholds are:

Asset Category	Capitalization Threshold
Land, land improvements, and land use rights	All acquisitions are capitalized
Books and materials for the university's academic and research library	All acquisitions are capitalized
Works of art and historical treasures not held for financial gain	All acquisitions are capitalized
Furniture, equipment, and vehicles	\$5,000
Buildings, building improvements, facilities and other improvements	\$100,000
Purchased computer software and land use rights (A)	\$100,000
Infrastructure	\$500,000
Internally generated computer software	\$1,000,000
(A) Applies only to land use rights considered to have a limited useful life (TERM.)	

Assets are depreciated or amortized over the estimated useful life of the asset using the straight-line method as follows:

Buildings, Infrastructure and Facilities	10-30 years
Furniture and Equipment	4-15 years
Vehicles	5-10 years
Other Assets	15 years
Purchased and Internally Developed Software	5 years
Other Tangible Assets	10 years
TERM Land Use Rights	10 years

All land, land improvements, land use rights, and works of art and historical treasures not held for financial gain are considered to have an indefinite useful life. Because these assets are inexhaustible, they are not depreciated.

Bonded indebtedness is issued by the Texas State University System Revenue Financing System. The System Administration Office and each component institution within the system comprise the Revenue Financing System. Although the university must repay the debt that was issued on its behalf, the associated bond liability is reported in total by the System Administration Office and is not included in the liabilities of the university in the university's financial statements. Debt service requirements reported by the System Administration Office and attributable to Texas State are disclosed in Note 6, Bonded Indebtedness.

ACCOUNTS PAYABLE

Accounts payable represent the liability for the value of assets or services received at the Statement of Net Position date for which payment is pending.

OTHER PAYABLES

Other payables are the accrual at year-end of expense transactions not included in any of the other payable descriptions.

UNEARNED REVENUES

Unearned revenues represent payments received in advance of providing goods or services.

NOTES TO THE BASIC FINANCIAL STATEMENTS

LONG-TERM LIABILITIES

General long-term liabilities are not limited to liabilities arising from debt issuances, but may also include non-current liabilities on lease-purchase agreements and other commitments that are not recorded as current liabilities.

EMPLOYEES' COMPENSABLE LEAVE BALANCES

A state employee is entitled to be paid for all unused vacation time accrued, in the event of the employee's resignation, dismissal, or separation from State employment, provided the employee has had continuous employment with the State for six months. Compensable leave liabilities are reported as either short-term (current) or long-term (non-current) in the Statement of Net Position. Long-term is the portion of vacation balance which was not earned in the given fiscal year. Short-term is the portion earned during the fiscal year. If the amount earned during a fiscal year is greater than the balance, then the entire balance is considered short-term. An expense and liability for proprietary fund types are recorded as the benefits accrue to employees. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

NET POSITION

The difference between assets and liabilities is 'Net Position' on the proprietary fund statements.

INVESTED IN CAPITAL ASSETS, NET OF RELATED DEBT

Invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds, notes and other debt that are attributed to the acquisition, construction, or improvement of those assets.

RESTRICTED NET POSITION

Restricted net position consists of restricted assets less liabilities and deferred inflows of resources related to those assets. This represents resources that are constrained to a particular purpose and either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

UNRESTRICTED NET POSITION

Unrestricted net position is the residual amount of total net position less investment in capital assets and restricted net position. Unrestricted net assets often have constraints on resources, which are imposed by management, but can be removed or modified. Substantially all unrestricted net assets are designated for capital projects, as well as academic and research programs and initiatives.

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 2: Capital Assets

Changes in capital assets for the fiscal year ended August 31, 2015 are summarized as follows:

\$ Balance 9/1/2014 39,116,838.68	Adjı	ıstments	Co	ompleted CIP
\$ 	Adjı	ıs tme nts	Co	mpleted CIP
\$ 39.116.838.68				
\$ 39.116.838.68				
27,110,020.00	\$	-	\$	-
21,770,529.47		-		(26,250,577.18)
4,870,135.23		-		-
-		-		-
 -				
\$ 65,757,503.38	\$		\$	(26,250,577.18)
\$ 847,168,083.29	\$	-	\$	13,470,025.15
72,404,328.71		-		5,163,840.41
149,324,261.10		-		7,616,711.62
65,046,166.55		-		-
6,882,689.63		-		-
 93,074,757.30				-
\$ 1,233,900,286.58	\$		\$	26,250,577.18
\$ (357,280,081.64)	\$	-	\$	-
(26,025,529.26)		-		-
(32,865,077.93)		-		-
(41,115,770.08)		-		-
(4,157,507.16)		-		-
 (48,005,161.13)		-		-
\$ (509,449,127.20)	\$	-	\$	-
\$ 724,451,159.38	\$		\$	26,250,577.18
\$ -	\$	-	\$	-
28,898,273.45		-		-
 -				-
\$ 28,898,273.45	\$		\$	
\$ -	\$	-	\$	-
(19,711,092.23)		-		-
<u> </u>				<u>-</u> _
\$ (19,711,092.23)	\$	-	\$	-
\$ 9,187,181.22	\$	-	\$	-
\$ 799,395,843.98	\$	-	\$	-
\$ \$ \$ \$ \$ \$	21,770,529.47 4,870,135.23 \$ 65,757,503.38 \$ 847,168,083.29 72,404,328.71 149,324,261.10 65,046,166.55 6,882,689.63 93,074,757.30 \$ 1,233,900,286.58 \$ (357,280,081.64) (26,025,529.26) (32,865,077.93) (41,115,770.08) (4,157,507.16) (48,005,161.13) \$ (509,449,127.20) \$ 724,451,159.38 \$ 28,898,273.45 \$ 28,898,273.45 \$ (19,711,092.23) \$ 9,187,181.22	21,770,529.47 4,870,135.23 \$ 65,757,503.38 \$ \$ 847,168,083.29 \$ 72,404,328.71 149,324,261.10 65,046,166.55 6,882,689.63 93,074,757.30 \$ 1,233,900,286.58 \$ \$ (357,280,081.64) \$ (26,025,529.26) (32,865,077.93) (41,115,770.08) (4,157,507.16) (48,005,161.13) \$ (509,449,127.20) \$ \$ 724,451,159.38 \$ \$ 28,898,273.45 \$ 28,898,273.45 \$ \$ \$ (19,711,092.23) \$ 9,187,181.22 \$	21,770,529.47 4,870,135.23 \$ 65,757,503.38 \$ - \$ 847,168,083.29 \$ 72,404,328.71 - 149,324,261.10 - 65,046,166.55 - 6,882,689.63 - 93,074,757.30 - \$ 1,233,900,286.58 \$ - \$ (357,280,081.64) \$ (26,025,529.26) - (32,865,077.93) - (41,115,770.08) - (41,115,770.08) - (41,157,507.16) - (48,005,161.13) - \$ (509,449,127.20) \$ 724,451,159.38 \$ - \$ 28,898,273.45 \$ 28,898,273.45 \$ 28,898,273.45 \$ 1,9711,092.23) \$	21,770,529.47 4,870,135.23

NOTES TO THE BASIC FINANCIAL STATEMENTS

Reclassifications

\$ - \$ - \$ 62,395,856.07 - 575, - 62,395,856.07 - 575, - 704,806.01 - 55,5 - 704,806.01 - 55,5 - 704,806.01 - 55,5 - 704,806.01 - 55,5 - 704,806.01 - 55,5 - 704,806.01 - 55,5 - 704,806.01 - 55,5 - 704,806.01 - 70,55,5 - 704,806.01 - 704,806.01 - 70,55 - 704,806.01 - 7	Interagency Transfers In	Interagency Transfers Out		Additions		Deletions		Balance 8/31/2015
		Transiers out		Tidditions .		Detetions		0/01/2010
- 62,395,856.07 - 57.5 - 704,806.01 - 5.5 - 704,806.01 - 5.5 - 704,806.01 - 5.5 - 704,806.01 - 5.5 - 704,806.01 - 5.5 - 704,806.01 - 5.5 - 704,806.01 - 7.5 - 704,806.01 - 7.5 - 704,806.01 - 7.5 - 704,806.01 - 7.5 - 704,806.01 - 7.5 - 704,806.01 - 7.5 - 704,806.01 - 7.5 - 704,806.01 - 7.5 - 704,806.01 - 7.5 - 704,806.01 - 7.5 - 704,806.01 - 7.5 - 705,806.02 - 7.5 - 70,806.03 - 7.5 - 70,80	\$ -	\$ -	\$	2,042,505.84	\$	-	\$	41,159,344.52
S - \$ 65,143,167.92 \$ - \$ 104,6 S - \$ - \$ 65,143,167.92 \$ - \$ 104,6 S - \$ - \$ 145,539.19 \$ (4,582,932.19) \$ 856.3 - - - - - - 77.2 - - 77.2 - - - 77.2 - - - 156.9 - - - 156.9 - - - 156.9 -	-	-		62,395,856.07		-		57,915,808.36
\$ - \$ - \$ 314,539.19 \$ (4,582,932.19) \$ 856.3	-	-		704,806.01		-		5,574,941.24
\$ - \$ - \$ 314,539.19 \$ (4,582,932.19) \$ 856.3	-	-		-		-		-
\$ - \$ - \$ 314,539.19 \$ (4,582,932.19) \$ 856.3						-		-
	\$ -	\$ -	\$	65,143,167.92	\$		\$	104,650,094.12
	\$ -	\$ _	\$	314 539 19	\$	(4 582 932 19)	\$	856,369,715.44
Section Sect	φ - -	φ - -	Ψ	514,557.17	Ψ	(4,362,732.17)	Ψ	77,568,169.12
8,141.25 - 5,044,701.09 (2,548,032.71) 67,5 - - 445,543.16 (272,402.91) 7,0 \$ 8,141.25 - \$ 12,858,639.70 \$ (12,400,837.58) \$ 1,260,6 \$ - \$ \$ (25,371,721.88) \$ 3,855,805.69 \$ (378,7) - - \$ (25,371,721.88) \$ 3,855,805.69 \$ (378,7) - - \$ (277,8082.38) - \$ (28,80,60) - - \$ (6,595,085.30) - \$ (39,40,60) (8,141.25) - \$ (6,401,679.11) \$ (23,28,926.83) (45,10,60) - - \$ (481,851.16) \$ (265,866.81) \$ (43,20,20) - - \$ (481,851.16) \$ (265,866.81) \$ (43,20,20) - - \$ (481,851.16) \$ (265,868.81) \$ (43,20,20) - - \$ (480,00,541.84) \$ 11,448,789.10 \$ (544,65) \$ - \$ (33,761,902.14) \$ (952,048.48) \$ 715,50 \$ - \$ (265,150.28) \$ (271,366.89) \$ 28,80 \$ - <td< td=""><td>_</td><td>_</td><td></td><td>_</td><td></td><td>_</td><td></td><td>156,940,972.72</td></td<>	_	_		_		_		156,940,972.72
445,543.16 (272,402.91) 7,0 7,053,856.26 (4,997,469.77) 95,1 \$ 8,141.25 \$ - \$ 12,858,639.70 \$ (12,400.837.58) \$ 1,260,6 \$ - \$ - \$ (25,371,721.88) \$ 3,855,805.69 \$ (378,76,721.88) \$ 1,260,6 \$ - \$ - \$ (2,778,082.38) - (28,86,721.721.88) \$ 3,855,805.69 \$ (378,76,721.88) \$ 3,855,805.69 \$ (378,76,721.88) \$ 3,855,805.69 \$ (378,76,721.88) \$ 3,855,805.69 \$ (378,76,721.88) \$ 3,855,805.69 \$ (378,76,721.88) \$ 3,855,805.69 \$ (378,76,721.88) \$ 3,855,805.69 \$ (378,76,721.88) \$ 3,855,805.69 \$ (378,76,92.88) \$ - \$ (6,401,679.11) \$ 2,328,926.83 \$ (45,176,121.88) \$ (4	8.141.25	_		5.044.701.09		(2.548.032.71)		67,550,976.18
- - 7,053,856.26 (4,997,469.77) 95,1 \$ 8,141.25 \$ - \$ 12,858,639.70 \$ (12,400,837.58) \$ 1,260,6 \$ - \$ (25,371,721.88) \$ 3,855,805.69 \$ (378,7) (28,8) - (28,8) - (28,8) - (28,8) - (28,8) - (39,4) (8,141.25) - (6,595,085.30) - - (39,4) (8,141.25) - (481,851.16) 2,65,86.81 (4,3) - - (47,5)	-	<u>-</u>						7,055,829.88
\$ 8,141.25 \$ - \$ 12,858,639.70 \$ (12,400,837.58) \$ 1,260,6 \$ - \$ (25,371,721.88) \$ 3,855,805.69 \$ (378,7 - - (2,778,082.38) - (28,8 - - (6,595,085.30) - (39,4 (8,141.25) - (6,401,679.11) 2,328,926.83 (45,1 - - (481,851.16) 266,586.81 (4,3 - - (4,992,122.01) 4,997,469.77 (47,5 \$ - \$ (46,620,541.84) \$ 11,448,789.10 \$ (544,6 \$ - \$ (33,761,902.14) \$ (952,048.48) \$ 715,5 \$ - \$ - \$ - \$ \$ - \$ - \$ - \$ \$ - \$ - \$ - \$ \$ - \$ - \$ - \$ \$ - \$ <td>-</td> <td>-</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td>95,131,143.79</td>	-	-						95,131,143.79
-	\$ 8,141.25	\$ -	\$		\$		\$	1,260,616,807.13
-	¢	¢	¢	(25 271 721 99)	¢	2 955 905 60	ď	(279 705 007 92)
Continue	\$ -	Ф -	Ф		Ф	3,833,803.09	Ф	(378,795,997.83) (28,803,611.64)
(8,141.25) - (6,401,679.11) 2,328,926.83 (45,1 - - (481,851.16) 266,586.81 (4,3 - - (4,992,122.01) 4,997,469.77 (47,9 \$ (8,141.25) \$ - \$ (46,620,541.84) \$ 11,448,789.10 \$ (544,6 \$ - \$ (33,761,902.14) \$ (952,048.48) \$ 715,9 \$ - \$ - \$ (271,366.89) 28,8 - - \$ 265,150.28 (271,366.89) 28,8 \$ - \$ 265,150.28 (271,366.89) \$ 28,8 \$ - \$ 265,150.28 (271,366.89) \$ 28,8 \$ - \$ 265,150.28 (271,366.89) \$ 28,8 \$ - \$ - \$ - \$ - - - - - - - - - - - - - - - - - - <t< td=""><td>-</td><td>-</td><td></td><td>* * * * *</td><td></td><td>-</td><td></td><td>(39,460,163.23)</td></t<>	-	-		* * * * *		-		(39,460,163.23)
-	(8 141 25)	_				2 328 926 83		(45,196,663.61)
- - (4,992,122.01) 4,997,469.77 (47,97,469.77) \$ (8,141.25) \$ - \$ (46,620,541.84) \$ 11,448,789.10 \$ (544,624,624,624) \$ - \$ (33,761,902.14) \$ (952,048.48) \$ 715,9 \$ - \$ - \$ - \$ - \$ \$ - \$ - \$ - \$ - \$ 28,8 \$ - \$ - \$ 265,150.28 \$ (271,366.89) \$ 28,8 \$ - \$ - \$ 265,150.28 \$ (271,366.89) \$ 28,8 \$ - \$ - \$ - \$ - \$ \$ - \$ - \$ - \$ - \$ \$ - \$ - \$ - \$ - \$ - \$ \$ - \$ - \$ - \$	(0,141.23)	_						(4,372,771.51)
\$ (8,141.25) \$ - \$ (46,620,541.84) \$ 11,448,789.10 \$ (544,620,541.84) \$ - \$ (33,761,902.14) \$ (952,048.48) \$ 715,52 \$ - \$ - \$ - \$ - \$ 715,52 \$ - \$ - \$ - \$ - \$ 715,52 \$ - \$ - \$ - \$ - \$ 715,52 \$ - - - - - - - - - - - - -	_	-						(47,999,813.37)
\$ - \$ (33,761,902.14) \$ (952,048.48) \$ 715,9 \$ - \$ - \$ - \$ 28,8 - - 265,150.28 (271,366.89) 28,8 \$ - \$ 265,150.28 (271,366.89) \$ 28,8 \$ - \$ 265,150.28 (271,366.89) \$ 28,8 \$ - \$ 265,150.28 (271,366.89) \$ 28,8 \$ - \$ 265,150.28 (271,366.89) \$ 28,8 \$ - \$ 265,150.28 (271,366.89) \$ 28,8 \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - - - - - - - - - - - - - - - - - - -	\$ (8,141.25)	\$ -	\$		\$		\$	(544,629,021.19)
- - 265,150.28 (271,366.89) 28,8 \$ - \$ 265,150.28 \$ (271,366.89) \$ 28,8 \$ - \$ 265,150.28 \$ (271,366.89) \$ 28,8 \$ - \$ - \$ - \$ - \$ 28,8 \$ - \$ - \$ - \$ - \$ 28,8 \$ - \$ - \$ - \$ - \$ - \$ 28,8 \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - - \$ -	\$ -		\$					715,987,785.94
- - 265,150.28 (271,366.89) 28,8 \$ - \$ 265,150.28 \$ (271,366.89) \$ 28,8 \$ - \$ 265,150.28 \$ (271,366.89) \$ 28,8 \$ - \$ - \$ - \$ - \$ 28,8 \$ - \$ - \$ - \$ - \$ 28,8 \$ - \$ - \$ - \$ - \$ - \$ 28,8 \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - \$ - - \$ -	¢.	¢	¢.		¢		ď	
\$ - \$ 265,150.28 \$ (271,366.89) \$ 28,8 \$ - \$ - \$ - \$ 28,8 \$ - \$ - \$ - \$ 28,8 \$ - \$ - \$ - \$ - \$ 22,6 \$ - \$ (3,226,225.12) 245,682.69 (22,6 (22,6 - - \$ (22,6 - </td <td>\$ -</td> <td>5 -</td> <td>Þ</td> <td>- 265 150 29</td> <td>Э</td> <td>(271 266 90)</td> <td>Э</td> <td>20 002 056 04</td>	\$ -	5 -	Þ	- 265 150 29	Э	(271 266 90)	Э	20 002 056 04
\$ - \$ - \$ - \$ 245,682.69 (22,600) \$ - \$ - \$ (3,226,225.12) 245,682.69 (22,600) \$ - \$ \$ - \$ (3,226,225.12) \$ 245,682.69 \$ (22,600) \$ - \$ \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,200 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,200 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,200 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,200 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,200 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,200 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,200 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,200 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,200 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,200 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,200 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,200 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,200 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,200 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,200 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20) \$ (25,684.20) \$ 6,200 \$ - \$ (25,684.20) \$ (25,684.20	-	-		205,150.28		(2/1,300.89)		28,892,056.84
- - (3,226,225.12) 245,682.69 (22,6 \$ - \$ (3,226,225.12) \$ 245,682.69 \$ (22,6 \$ - \$ (3,226,225.12) \$ 245,682.69 \$ (22,6 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,2	\$ -	\$ -	\$	265,150.28	\$	(271,366.89)	\$	28,892,056.84
- - (3,226,225.12) 245,682.69 (22,6 \$ - \$ (3,226,225.12) \$ 245,682.69 \$ (22,6 \$ - \$ (3,226,225.12) \$ 245,682.69 \$ (22,6 \$ - \$ (2,961,074.84) \$ (25,684.20) \$ 6,2			_		_			
\$ - \s\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \	\$ - -	\$ - -	\$	(3,226,225.12)	\$	245,682.69	\$	(22,691,634.66)
\$ - \s\ \\$ \(\(\) \ \\$ \(\) \(\) \ \\$ \(\)	<u>-</u> \$ -	-	- \$	(3,226,225.12)	\$	245,682.69	\$	(22,691,634.66)
	\$ -	\$ -	\$					6,200,422.18
φ ο ο ο ο ο ο ο ο ο ο ο ο ο ο ο ο ο ο ο								_
<u> </u>	<u> </u>	<u>\$</u> -	\$	28,420,190.94	\$	(977,732.68)	\$	826,838,302.24

NOTES TO THE BASIC FINANCIAL STATEMENTS

Changes in capital assets for the fiscal year ended August 31, 2014 are summarized as follows:

			Re	eclassifications		
	Balance					
	9/1/2013	Adjustments	C	Completed CIP		
Non-Depreciable Assets:	_			_		
Land and Land Improvements	\$ 37,666,380.67	\$ -	\$	950,458.01		
Construction in Progress	90,436,467.55	-		(136,892,994.35)		
Other Assets	4,621,023.73	-		-		
Land Use Rights	-	-		-		
Other Intangible Capital Assets	 -			-		
Total Non-Depreciable Assets	\$ 132,723,871.95	\$ -	\$	(135,942,536.34)		
Depreciable Assets:						
Buildings and Building Improvements	\$ 739,766,371.49	\$ -	\$	109,633,689.14		
Infrastructure	48,833,503.89	-		23,570,824.82		
Facilities & Other Improvements	146,586,238.72	-		2,738,022.38		
Furniture and Equipment	59,639,940.58	-		-		
Vehicle, Boats & Aircraft	6,873,994.81	-		-		
Other Assets	 86,741,840.67					
Total Depreciable Assets at Historical Costs	\$ 1,088,441,890.16	\$ -	\$	135,942,536.34		
Less Accumulated Depreciation for:						
Buildings and Improvements	\$ (337,815,621.74)	\$ -	\$	-		
Infrastructure	(23,790,000.51)	-		-		
Facilities & Other Improvements	(26,508,993.53)	-		-		
Furniture and Equipment	(36,298,688.86)	-		-		
Vehicles, Boats & Aircraft	(4,042,503.38)	-		-		
Other Assets	 (44,024,722.36)					
Total Accumulated Depreciation	\$ (472,480,530.38)	\$ -	<u>\$</u> \$	-		
Depreciable Assets, Net	\$ 615,961,359.78	\$ -	\$	135,942,536.34		
Amortizable Assets - Intangible:						
Land Use Rights	\$ -	\$ -	\$	-		
Computer Software	28,419,586.98	-		-		
Other Capital Intangible Assets	 -					
Total Amortizable Assets - Intangible	\$ 28,419,586.98	\$ -	<u>\$</u>	<u> </u>		
Less Accumulated Amortization for:						
Land Use Rights	\$ _	\$ -	\$	-		
Computer Software	(16,498,692.07)	-		-		
Other Intangible Capital Assets	-	-		-		
Total Accumulated Amortization	\$ (16,498,692.07)	\$ -	\$	-		
Amortizable Assets - Intangible, Net	\$ 11,920,894.91	\$ -	\$ \$			
Capital Assets, Net	\$ 760,606,126.64	\$	\$	<u>-</u> _		

NOTES TO THE BASIC FINANCIAL STATEMENTS

Reclassifications

	Interagency Transfers In	Interagency Transfers Out		Additions		Deletions		Balance 8/31/2014
\$	_	\$ -	\$	500,000.00	\$	_	\$	39,116,838.68
Ψ	<u>-</u>	-	Ψ	68,227,056.27	Ψ	_	Ψ	21,770,529.47
	_	_		249,111.50		_		4,870,135.23
	-	-		-		-		-
\$		\$ -	\$	68,976,167.77	\$	-	\$	65,757,503.38
\$		\$ -	\$	1,403,963.00	\$	(3,635,940.34)	\$	847,168,083.29
Ψ	_	Ψ -	Ψ	1,403,703.00	Ψ	(3,033,740.34)	Ψ	72,404,328.71
	_	_		_		_		149,324,261.10
	42,742.40	_		6,780,495.95		(1,417,012.38)		65,046,166.55
	12,7 12.10	_		626,367.30		(617,672.48)		6,882,689.63
	-	-		7,048,686.47		(715,769.84)		93,074,757.30
\$	42,742.40	\$ -	\$	15,859,512.72	\$	(6,386,395.04)	\$	1,233,900,286.58
¢.		r.	ď.	(22, 225, 070, 22)	¢.	2.770 (10.22	ф	(257, 200, 001, 64)
\$	-	\$ -	\$	(22,235,070.22)	3	2,770,610.32	\$	(357,280,081.64)
	-	-		(2,235,528.75)		-		(26,025,529.26)
	(42.742.40)	-		(6,356,084.40) (6,107,161.92)		1 222 922 10		(32,865,077.93)
	(42,742.40)	-		(488,827.28)		1,332,823.10 373,823.50		(41,115,770.08) (4,157,507.16)
	-	-		(4,696,208.61)		715,769.84		(48,005,161.13)
\$	(42,742.40)	\$ -	<u>\$</u>	(42,118,881.18)	\$	5,193,026.76	\$	(509,449,127.20)
<u>\$</u> \$	(12,7 12:10)	\$ -	<u>\$</u> \$	(26,259,368.46)	\$	(1,193,368.28)	\$	724,451,159.38
<u></u>		-		(=0,=0>,000110)		(-,-,-,-,-,-,-,-,-,-,-,-,-,-,-,-,-,-,-,	<u> </u>	. = .,,
\$	-	\$ -	\$	-	\$	-	\$	-
	-	-		643,511.47		(164,825.00)		28,898,273.45
\$	- -	\$ -	\$	643,511.47	\$	(164,825.00)	\$	28,898,273.45
\$	-	\$ -	\$	(2.277.225.16)	\$	164 925 00	\$	- (10.711.002.22)
	-	-		(3,377,225.16)		164,825.00		(19,711,092.23)
\$		\$ -	\$	(3,377,225.16)	\$	164,825.00	\$	(19,711,092.23)
<u>\$</u>	-	\$ - \$ -	\$ \$	(2,733,713.69)		-	\$	9,187,181.22
\$	_	\$ -	\$	39,983,085.62	\$	(1,193,368.28)	\$	799,395,843.98

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 3: Deposits, Investments and Repurchase Agreements

Texas State is authorized to invest in obligations and instruments as defined in the Public Funds Investment Act (Texas Government Code Sec. 2256.001) and for the Endowment Fund as defined in the Uniform Prudent Management of Institutional Funds Act (Property Code Chapter 163.001). Such investments include: (1) obligations of the United States or its agencies (2) direct obligations of the State of Texas or its agencies, (3) obligations of political subdivisions rated not less than "A" by a national investment rating firm, (4) certificates of deposit and (5) other instruments and obligations authorized by statute.

Deposits

As of August 31, 2015 and 2014, the carrying amount of deposits was \$74,066,284.15 and \$74,249,500.52, respectively, as presented below:

	2015	_	2014
Cash in Bank - Carrying Value	\$ 74,066,284.15	\$	74,249,500.52
Less: Certificates of Deposit included in carrying value and reported as Cash Equivalent	_		_
Less: Uninvested Securities Lending Cash Collateral included in carrying value			
and reported as Securities Lending Collateral	-		-
Less: Securities Lending CD Collateral included in carrying value and reported as	 		-
Cash in Bank per AFR	\$ 74,066,284.15	\$	74,249,500.52
Proprietary Funds Current Assets Cash in Bank	\$ 22,444,394.40	\$	24,098,923.45
Proprietary Funds Current Assets Restricted Cash in Bank	51,621,889.75		50,150,577.07
Cash in Bank per AFR	\$ 74,066,284.15	\$	74,249,500.52

As of August 31, 2015 and 2014, the total bank balances were \$81,238,575.82 and \$79,842,686.71, respectively.

Investments

As of August 31, 2015 and 2014, investments, at fair market value, consisted of the following:

		2015	 2014
U.S. Government:			
U.S. Treasury Securities	\$	33,803,370.93	\$ 35,349,950.44
U.S. Treasury TIPS		-	4,153,191.27
U.S. Government Agency Obligations (Ginnie Mae, Fannie Mae, Freddie Mac, etc)		14,325,024.65	11,475,559.05
Corporate Obligations		26,427,335.08	23,459,673.88
Corporate Asset and Mortgage Backed Securities		10,408,181.21	9,054,672.37
Equity		36,310,423.01	40,864,160.84
International Equity		6,731,534.41	4,326,695.97
Fixed Income Money Market and Bond Mutual Fund		55,646,807.69	10,963,874.82
Other Commingled Funds		328,604.30	 213,885.70
Long-Term Investments	<u>\$ 1</u>	83,981,281.28	\$ 139,861,664.34
Other Commingled Funds (Texpool)	\$	191,959,189.45	\$ 226,184,465.66
Cash Equivalents	\$ 1	91,959,189.45	\$ 226,184,465.66

NOTES TO THE BASIC FINANCIAL STATEMENTS

Credit Risk for Investments

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The TSUS investment policy requires that investments in debt securities be rated by two nationally recognized rating organizations. For non-operating funds, the rating must be in the top three investment grade ratings, AAA to A, at the time of purchase. For endowment funds, the rating may be AAA to BBB. Since Texas State has an investment advisor with oversight responsibilities, the portfolio may also invest no more than 20% of the fixed income endowment portfolio in below investment grade securities. Risk is further limited by term limitations, and maximum single purchase and maximum aggregate position percentages.

As of August 31, 2015 and 2014, the credit quality distributions for securities with credit risk exposures were as follows:

Current Standard & Poor's Rating

Fund Type	GAAP Fund	Investment Type	Rating	 2015	 2014
05	9999	U.S. Government Agency Obligations	AAA	\$ 33,803,388.93	\$ 39,503,141.71
			AA	14,248,526.70	11,397,996.15
05	9999	Corporate Obligations	AAA	250,207.50	_
0.5	,,,,,	Corporate Conguitons	AA	4,563,038.60	4,106,438.15
			A	13,567,390.23	16,881,313.10
			BBB	1,737,411.35	1,324,298.83
			BB	322,633.60	266,697.40
			В	125,438.10	200,077.40
			NR	379,244.25	421,669.10
05	9999	Corporate Asset and Mortgage Backed Securities	AAA	369,156.54	599,340.74
			AA	242,560.04	-
			NR	9,796,464.63	8,455,331.63
05	9999	Municipal Bonds	AA	76,479.95	47,746.40
		The state of the s	A	-	29,816.50
05	9999	Misc - Preferred Securities	A	70,740.00	-
			BBB	83,442.00	-
			NR	166,159.50	459,257.30
05	9999	International Obligations	AA	1,341,393.60	-
		C	A	3,757,123.55	_
			NR	63,112.80	-
			Total	\$ 84,963,911.87	\$ 83,493,047.01

NOTE 4: Short-Term Debt

Not Applicable.

During the fiscal years ended August 31, 2015 and 2014, Texas State had no short-term debt activity.

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 5: Long-Term Liabilities

The following changes occurred in long-term liabilities during the fiscal years ended August 31, 2015 and 2014:

Employees' Compensable Leave	2015	2014
Balance, September 1	\$ 11,313,884.75	\$ 10,712,193.50
Additions	1,419,840.46	2,030,987.01
Reductions	(1,036,157.01)	(1,429,295.76)
Balance, August 31	<u>\$ 11,697,568.20</u>	<u>\$ 11,313,884.75</u>
Amounts Due Within One Year	\$ 6,967,560.49	\$ 6,720,495.83
Amounts Due Thereafter	4,730,007.71	4,593,388.92
Total Due	<u>\$ 11,697,568.20</u>	<u>\$ 11,313,884.75</u>

Employees' Compensable Leave

Accrued compensable leave is the institution's liability for unpaid overtime accrued by classified employees and unused vacation time for all employees. Any obligation to university personnel is paid at the time an employee is dismissed, resigns, or separates from the university, provided the employee has had six months of continuous employment with the State. An expense and liability are recorded annually as the benefits accrue to employees. For the fiscal years ended August 31, 2015 and 2014, the accrued liability for vacation and overtime totaled \$11,697,568.20 and \$11,313,884.75, respectively. During the same periods, the university made lump sum payments totaling \$1,036,157.01 and \$1,429,295.76 for accrued vacation and overtime to employees who separated from State service. Sick leave, the accumulation of which is unlimited, is earned at the rate of eight hours per month and is only paid when an employee is off due to illness or to the estate of an employee in the event of his/her death. The maximum leave that may be paid to an employees' estate is one-half of the employees' accumulated entitlement or 336 hours, whichever is less.

NOTE 6: Bonded Indebtedness

All bonded indebtedness for Texas State University is issued by System Administration through the Texas State University System Revenue Financing System. System Administration and each component institution within the system are members of the Revenue Financing System. The Board of Regents pledged all of the funds (revenues) and balances derived or attributable to any member of the Revenue Financing System that is lawfully available to the board for payments on Parity Debt.

System Administration issued the debt; therefore, the bonds payable attributable to the institution are included with the Bonds Payable reported by System Administration. The institution must repay the debt that was issued on its behalf; consequently, the following debt amortization schedule is presented for informational purposes only.

Debt Service Requirements Attributable to Texas State University

Year	 Principal	 Interest	 Total
2016	\$ 22,470,032.29	\$ 21,664,125.63	\$ 44,134,157.92
2017	24,027,609.24	20,772,487.24	44,800,096.48
2018	24,779,286.73	19,794,966.18	44,574,252.91
2019-2023	124,646,451.40	82,512,716.70	207,159,168.10
2024-2028	124,175,000.00	54,096,606.54	178,271,606.54
2029-2033	72,650,000.00	30,273,350.52	102,923,350.52
2034-2038	48,020,000.00	17,217,734.34	65,237,734.34
2039-2043	41,675,000.00	6,004,549.54	47,679,549.54
2044-2048	 4,680,000.00	 218,599.42	 4,898,599.42
Totals	\$ 487,123,379.66	\$ 252,555,136.11	\$ 739,678,515.77

A portion of the debt represents Tuition Revenue Bonds historically funded by the Texas Legislature through General Revenue Appropriations. For the fiscal years ended August 31, 2015 and 2014, the institution was appropriated \$10,339,630.00 and \$10,900,613.00, respectively, for Tuition Revenue Bond debt service. The institution expects future Legislative appropriations to meet debt service requirements for Tuition Revenue Bonds.

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 7: Derivatives

Not Applicable.

Texas State had no derivative activity to report for the fiscal years ended August 31, 2015 and 2014.

NOTE 8: Leases

Operating Leases

Texas State has entered into various operating leases for buildings and land. Rental expenses for operating leases were \$283,542.01 for the fiscal year ended August 31, 2015 and \$233,598.98 for the fiscal year ended August 31, 2014.

Future minimum lease rental payments under non-cancelable operating leases having an initial term in excess of one year, as of August 31, 2015 and 2014, were as follows:

Fiscal Year	2015		2014	
2015	\$ -	\$	149,946.49	
2016	290,011.80		57,428.99	
2017	280,012.47		53,784.27	
2018	279,077.94		49,129.34	
2019	253,206.10		21,397.09	
2020	255,494.46		-	
2021 - 2025	832,452.27		-	
2026 - 2030	675,803.04		-	
2031 - 2035	54,869.82			
Total Minimum Future Lease Rental Payments	\$ 2,920,927.90 \$ 331,68		331,686.18	

Texas State has also leased a building to an outside party under an operating lease. The cost, carrying value, and accumulated depreciation of the leased building was as follows:

Asset Leased	 2015	 2014
Building:		
Cost	\$ 350,178.00	\$ 350,178.00
Less: Accumulated Depreciation	 (332,669.10)	 (332,669.10)
Total Carrying Value of Building	\$ 17,508.90	\$ 17,508.90

Minimum future lease rental income under non-cancelable operating leases were as follows:

Fiscal Year	 2015	2014	
2016	\$ 106,479.84	\$ 106,479.84	
2017	106,479.84	106,479.84	
2018	-	106,479.84	
2019	-	106,479.84	
2020	 	 106,479.84	
Total Minimum Future Lease Rental Income	\$ 212,959.68	\$ 532,399.20	

NOTE 9: Defined Benefit Pension Plans and Defined Contribution Plan

Not Applicable.

Texas State is not the administering agency for any employee pension plan.

NOTE 10: Deferred Compensation (administering agencies only)

Not Applicable.

The Employees Retirement System will report the plans, balances, and liabilities for the State of Texas.

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 11: Postemployment Health Care and Life Insurance Benefits (administering agencies only)

Not Applicable.

The disclosure of information on postemployment benefits other than pension benefits (OPEB) will be provided by the Employees Retirement System.

NOTE 12: Interfund Activity and Transactions

Texas State experienced routine transfers with other state agencies, consistent with the activities of the fund making the transfer and as a result of various grants and contract activities. In addition to transfers reflected on Schedule 1B – Schedule of State Grant Pass-Throughs From/To State Agencies, Texas State recorded assets and liabilities for future amounts due to/from other state agencies. Repayment of interagency balances will occur within one year from the date of the financial statements.

The university also experiences other interagency activity, which is classified as transfers in/out or legislative transfers in/out. In accordance with tuition set-aside requirements in the Texas Education Code, Section 56.465, tuition revenues were transferred to the Texas Higher Education Coordinating Board. Remaining transfers pertained to receipt of bond proceeds and debt service payments from/to TSUS. Legislative transfer activity is directly attributable to bonds authorized by the Legislature and historically funded by means of special line items in the university's General Revenue Appropriations.

			20	15		2014			
	Agency		Due From Due To Other State Other State		Due From Other State		Due To Other State		
Agency Name	Number	<u>Fund</u>	 Agencies	_	Agencies	Agencies	_	Agencies	Source
Comptroller of Public Accounts	902	0210	\$ 1,117,678.00	\$	-	\$ -	\$	-	State
Texas Department of Motor Vehicles	608	0802	13,674.20		-	857.37		-	State - Shared
Texas Department of Motor Vehicles	608	5140	11,833.20		-	11,932.06		-	State - Shared
Governor – Fiscal	300	7999	194,025.83		-	104,847.79		-	Federal
Governor – Fiscal	300	7999	376,688.15		285,435.99	510,018.34		508,337.19	State
Texas State Library and Archives Commission	306	7999	1,180.00		12,364.34	-		-	Federal
Department of Family and Protective Services	530	7999	210,469.63		-	236,486.29		-	Federal
Department of State Health Services	537	7999	876,166.43		-	515,008.03		-	State
Department of Aging and Disability Services	539	7999	47,407.39		-	-		-	Federal
Department of Agriculture	551	7999	2,928.45		-	1,280.15		-	Federal
Texas A&M AgriLife Research	556	7999	16,455.34		9,614.15	15,642.98		-	Federal
Texas Water Development Board	580	7999	28,142.57		-	3,650.00		-	State
Texas Commission on Environmental Quality	582	7999	465,486.69		-	385,370.49		-	Federal
Texas Commission on Environmental Quality	582	7999	-		-	5,594.79		-	State
Texas Department of Transportation	601	7999	34,324.95		-	30,045.09		-	Federal
Texas A&M University System Health Science Center	709	7999	969.68		-	-		-	State
Texas A&M University (Main University)	711	7999	-		5,751.85	-		-	Federal
Texas Southern University	717	7999	50,636.95		-	-		-	Federal
University of Texas System	720	7999	-		-	-		1,169.05	State
University of Texas Medical Branch at Galveston	723	7999	-		-	34,257.10		-	Federal
University of Texas at El Paso	724	7999	48,907.93		-	75,705.74		-	Federal
University of Texas at San Antonio	743	7999	145,925.22		9,538.42	142,200.16		19,878.25	Federal
University of Texas Health Science Center at San Antonio	745	7999	15,877.67		-	28,299.89		-	Federal
University of North Texas	752	7999	6,728.20		-	-		-	Federal
Sam Houston State University	753	7999	6,182.51		-	-		-	Federal
Texas A&M University - Corpus Christi	760	7999	9,465.46		-	13,285.34		-	Federal
Texas Higher Education Coordinating Board	781	7999	86,055.13		-	123,142.44		-	Federal
Texas Higher Education Coordinating Board	781	7999	75,426.85		450,501.22	92,539.68		233,108.39	State
Parks and Wildlife Department	802	7999	61,738.88		-	139,485.20		-	Federal
Parks and Wildlife Department	802	7999	 22,185.79	_			_	-	State
Total Due From/Due To			\$ 3,926,561.10	\$	773,205.97	\$ 2,469,648.93	\$	762,492.88	

NOTES TO THE BASIC FINANCIAL STATEMENTS

			2015		20	014	
Agency Name	Agency Number		Transfers In	Transfers Out	Transfers In	Transfers Out	Purpose
Comptroller – State Fiscal	902	0210	\$ 1,117,678.00	\$ -	\$ -	\$ -	Hazlewood
Texas Higher Education Coordinating Board	781	0260	-	17,313.34	-	17,167.20	Fin Aid Doctoral Transfer
Texas Higher Education Coordinating Board	781	5103	-	5,594,563.92	-	5,028,726.00	Fin Aid BOT Transfer
Texas State University System	758	7999	26,000,000.00	-	57,600,000.00	-	Bond Proceeds
Texas State University System	758	7999		32,013,993.69		33,019,309.69	Debt Service & Billings
Total Transfers			\$ 27,117,678.00	\$ 37,625,870.95	\$ 57,600,000.00	\$ 38,065,202.89	
			20	015	2()14	
	Agency	D23	Legislative	Legislative	Legislative	Legislative	
Agency Name	Number	Fund	Transfers In	Transfers Out	Transfers In	Transfers Out	Purpose
Texas State University System	758	0001	\$ -	\$ 10,961,309.30	\$ -	\$ 8,310,613.18	Debt Service
Total Legislative Transfers			<u> - </u>	<u>\$ 10,961,309.30</u>	<u>\$</u>	\$ 8,310,613.18	

The detailed State Grant Pass-Through information is listed on Schedule 1B – Schedule of State Grant Pass-Through From/To State Agencies.

NOTE 13: Continuance Subject to Review

Not Applicable.

Texas State University is not subject to the Texas Sunset Act.

NOTE 14: Adjustments to Fund Balances and Net Position

Not Applicable.

Texas State had no adjustment to net position to report for the fiscal years ended August 31, 2015 and 2014.

NOTE 15: Contingencies and Commitments

As of August 31, 2015 and 2014, various lawsuits and claims involving Texas State were pending. While the ultimate liability with respect to litigation and other claims asserted against the university cannot be reasonably estimated at this time, such liability, to the extent not provided for by insurance or otherwise, is not likely to have a material effect on the university.

NOTE 16: Subsequent Events

Not Applicable.

Texas State had no subsequent events to report for the fiscal years ended August 31, 2015 and 2014.

NOTE 17: Risk Management

WORKERS' COMPENSATION

The State's Workers' Compensation program is administered by the State Office of Risk Management (SORM). As a participating agency Texas State is assessed an annual charge for Workers' Compensation coverage for employees according to a set formula. The assessment for all fund sources was \$561,998.44 for the fiscal year ended August 31, 2015 and \$529,467.42 for the fiscal year ended August 31, 2014.

UNEMPLOYMENT COMPENSATION

The State provides an Unemployment Compensation program; actual claims are paid from several funding sources as determined by the Comptroller of Public Accounts. The Unemployment Compensation program is on a pay-as-you-go basis, in which no assets are set aside to be accumulated for the payment of claims. There were no material unemployment claims pending for the fiscal years ended August 31, 2015 and 2014.

NOTES TO THE BASIC FINANCIAL STATEMENTS

PROPERTY AND OTHER INSURANCE COVERAGE

Property insurance is obtained through Alliant Insurance Services (Alliant) to include fire and flood coverage for all university buildings that are valued in excess of \$100,000.00. Texas State's other property and vehicle insurance policies are also obtained through Alliant Insurance Services, a participant in the SORM's statewide insurance program.

On May 24, 2015 the Blanco River flooded to historic levels, continuing along the San Marcos River where the two converged on the south side of San Marcos. While the San Marcos campus was not significantly affected, two properties owned by the university sustained considerable damage. The University Camp, just outside of Wimberley, Texas, experienced damage to the recreational facilities and was left with a great deal of debris. The University Distribution Center (UDC) sustained loss of content as well as building damage after floodwaters entered the building. The university temporarily relocated and promptly resumed the UDC operations, having incurred significant costs to remediate damages and repair and replace building contents. Insurance claims are in progress. Additionally, the university is working with the Federal Emergency Management Agency (FEMA) for reimbursement of property and recovery efforts not covered by insurance.

VEHICLE INSURANCE

The Texas Motor Vehicle Safety Responsibility Act (Texas Transportation Code, Chapter 601) requires that every non-governmental vehicle operated on a State highway be insured for minimum limits of liability in the amount of \$30,000/\$60,000 bodily injury and \$25,000 property damage. All vehicles owned and/or leased by Texas State are insured by coverage obtained through Alliant. There is coverage of \$1,000,000.00 combined single liability. The coverage exceeds the extent of the waivers of State immunity in the Tort Claims Act.

OTHER

The university is exposed to a variety of civil claims resulting from the performance of its duties. It is the university's policy to periodically assess the proper combination of commercial insurance and retention of risk to cover losses to which it may be exposed. Liabilities are reported when it is both probable that a loss has occurred and the amount of that loss can be reasonably estimated. There were no liabilities outstanding as of August 31, 2015 and 2014.

Claims and Judgments	 2015	2014			
Balance, September 1	\$ -	\$	-		
Increases	21,363.59		2,224.94		
Decreases	 (21,363.59)		(2,224.94)		
Balance, August 31	\$ 	\$	-		

NOTE 18: Management Discussion and Analysis (MD&A)

Not Applicable.

Management Discussion and Analysis is a required part of the basic financial statements. Management Discussion and Analysis is omitted because Texas State is reported in a consolidated format with The Texas State University System, which is reported as a component of the State of Texas. Management Discussion and Analysis as it relates to Texas State University System can be found in the State of Texas basic financial statements.

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 19: The Financial Reporting Entity

Component Units (CUs) are legally separate organizations for which the elected officials of the primary government are financially accountable. In addition, CUs can be other organizations for which the nature and significance of their relationship with the primary government is such that exclusion would create misleading or incomplete financial statements.

COMPONENT UNITS

The Texas State University Research Foundation (Research Foundation) was formed as an independent 501(c)(3) organization on July, 22, 2010. The Research Foundation was formed to support the university's mission and objectives of promoting higher education, conducting research, providing public service, and assisting in economic development in Texas. The Research Foundation has a fiscal year end of February 28 and is exclusively associated with the university.

The Research Foundation is included in the financial statements of Texas State University (University) as a blended component unit in accordance with GASB Statement 14 as amended by GASB Statement 39. The key business officers of the University comprise the entirety of the Research Foundation's officers and directors, thereby giving the University the ability to impose its will on the Research Foundation.

During the fiscal years ended February 28, 2015 and 2014, the Research Foundation incurred expenses in the amount of \$150,000.00 and \$2,569.00 respectively.

The Harold M. Freeman Education Foundation (Freeman Foundation) is a legally separate entity formed through a trust to make use of the Freeman Ranch available exclusively to Texas State University. The Freeman Center is used and operated solely for farm, ranch and game management, education, and research purposes in connection with the educational activities of Texas State University. There is no formal governing board for the Freeman Foundation. Texas State University acts as an active co-trustee to operate the Center. Frost Bank operates as an inactive trustee to ensure the provisions of the trust are followed. Based on the Freeman Foundation being closely related to Texas State University, the Freeman Foundation is included as a blended component unit. Separate financial statements are not issued by the Freeman Foundation.

RELATED ORGANIZATIONS

The following affiliated foundations, while not component units, are disclosed due to their close relationship with the university. Affiliated foundations are controlled by separate boards of directors, pay their own expenses and are not included in the basic financial statements of the university.

TEXAS STATE UNIVERSITY DEVELOPMENT FOUNDATION

The Texas State University Development Foundation was formed in 1977 to support the educational, scientific and research mission of Texas State. The Development Foundation raises and manages endowment funds designated for scholarships and other support for the university. Financial activity of the Development Foundation as of and for the years ended August 31, 2015 and August 31, 2014 was as follows:

	 2015	2014			
University Support	\$ 1,491,764.83	\$	1,531,576.83		
Student Scholarships	\$ 1,508,013.68	\$	1,182,202.46		
Restricted Gifts	\$ 4,966,647.95	\$	2,278,948.01		
Temporarily Restricted Gifts	\$ 6,839,558.82	\$	951,363.33		

NOTES TO THE BASIC FINANCIAL STATEMENTS

THE MCCOY COLLEGE OF BUSINESS ADMINISTRATION DEVELOPMENT FOUNDATION

The McCoy College of Business Foundation (Foundation) is a 501(c)(3), founded in 2004, dedicated exclusively to the support of The McCoy College of Business at the university. The Foundation Board of Directors manages the Foundation's investments and determines annual funding for the McCoy College of Business to support chairs, professorships, undergraduate scholarships, graduate fellowships, faculty development, program development, and student development. Based upon estimated, unaudited figures for the fiscal years ended August 31, 2015 and August 31, 2014, financial activity of the Foundation was as follows:

		2015	2014		
Distributions to the University	\$	839,500.00	\$	822,500.00	
New Contributions to Endowments	\$	498,302.70	\$	490,811.00	
Assets	\$	33,848,792.53	\$	35,259,125.00	
Liabilities	\$	18,153.31	\$	16,287.00	

The Foundation pays its own operating expenses (including staff salaries, accounting, supplies, and auditing), which were estimated to total \$104,962.50 for fiscal year 2015 and \$117,642.00 for fiscal year 2014, or approximately 0.3% of the assets of the Foundation for each year. Fees for investment management were approximately 1% of the assets each year.

TEXAS STATE UNIVERSITY SUPPORT FOUNDATION

The Texas State University Support Foundation was formed exclusively for charitable, educational, and scientific purposes to assist in the development of the university. Financial activity of the Support Foundation as of and for the years ended August 31, 2015 and August 31, 2014 was as follows:

	 2015	2014		
Assets	\$ 331,936.35	\$	332,183.89	
Income	\$ 6,604.31	\$	3,286.65	
Expenses	\$ 6,851.50	\$	6,230.28	
Direct Support to the University	\$ 3,600.00	\$	3,600.00	

TEXAS STATE ALUMNI ASSOCIATION

The efforts and funds of the Texas State Alumni Association (Association) are dedicated to the university, and are used to provide student scholarships, campus support, and alumni outreach or engagement activities. Financial activity as of and for the years ended August 31, 2015 and August 31, 2014 was as follows:

		2015	2014		
Student Scholarships	\$	11,250.00	\$	76,500.00	
Deposits Held in Trust at the University	\$	426,970.85	\$	232,303.54	

Deposits held in trust at the university are considered as Agency Funds in the university's financial statements. Agency funds are assets not owned by the university, but held in custodianship to be used or withdrawn by the depositors at will. Agency funds resources, including those of the Association, are reflected in the university's financial records as cash and cash equivalents with a corresponding liability to the depositing organizations.

NOTE 20: Stewardship, Compliance and Accountability

Texas State's administration is not aware of any non-compliance items or material violations of finance related legal and contract provisions. Per the laws of the State of Texas, Texas State cannot spend amounts in excess of appropriations granted by the Texas Legislature and there are no deficits reported in net position.

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 21: N/A

Not Used.

NOTE 22: Donor Restricted Endowments

The restricted, expendable classification on the Statement of Net Position related to endowments is as follows:

		2015	2014			
Reported in Net Position	(in t	housands)	(in t	thousands)		
Restricted for Expendable	\$	16,643	\$	18,741		
Totals	\$	16,643	\$	18,741		

The amount reported as net appreciation represents net appreciation on investments of donor restricted endowments that are available for authorization for expenditure. Pursuant to the Uniform Prudent Management of Institutional Funds Act (Property Code Chapter 163.001), net appreciation, realized and unrealized, in the fair market value of the endowment assets in excess of historical dollar value of the gifts may be distributed to the extent prudent.

Distributions are calculated using a hybrid Yale model. The calculation takes 70% of the prior year spend, increased by the Higher Education Price Index (HEPI), plus 30% of the average 36 month fair market value multiplied times a 3% percentage distribution. The individual endowments own units in a restricted investment pool and the annual distribution is allocated on a per unit basis.

NOTE 23: Extraordinary and Special Items

Not Applicable.

Texas State had no extraordinary or special items to report for the fiscal years ended August 31, 2015 and 2014.

NOTE 24: Disaggregation of Receivable and Payable Balances

Net accounts receivable at August 31, 2015 and 2014 are detailed by type as follows:

Federal Receivables - Current	 2015	 2014
Grants and Contracts	\$ 440,633.54	\$ 2,777,397.17
Financial Aid		
Supplemental Educational Opportunity Grant (SEOG)	115,152.25	136,711.50
Pell Grant	341,730.00	337,644.03
Teacher Education Assistance for College and Higher Education Grant (TEACH)	927.00	-
Work-Study Program	146,965.38	151,370.17
Direct Loan Program	2,867,898.00	1,629,186.00
Total Federal Receivables	\$ 3,913,306.17	\$ 5,032,308.87
Accounts Receivable - Current	 2015	 2014
General	\$ 9,038,406.05	\$ 3,204,352.91
Installments	47,135,919.37	47,577,014.56
Reserve for Uncollectible Installments	(8,437,500.96)	(7,965,699.16)
Total Accounts Receivable	\$ 47,736,824.46	\$ 42,815,668.31

NOTES TO THE BASIC FINANCIAL STATEMENTS

NOTE 25: Termination Benefits

Not Applicable.

Texas State had no reportable voluntary or involuntary termination benefits as of August 31, 2015 and 2014.

NOTE 26: Segment Information

Not Applicable.

Texas State does not have activities subject to segment disclosures.

NOTE 27: Service Concession Arrangements

Not Applicable.

Texas State does not have activities subject to disclosure.

NOTE 28: Deferred Outflows of Resources and Deferred Inflows of Resources

Not Applicable.

Texas State does not have activities subject to disclosure. Refer to Note 7 Derivatives and Note 27 Service Concession Arrangements.

NOTE 29: Troubled Debt Restructuring

Not Applicable.

Texas State does not have activities subject to disclosure.

NOTE 30: Non-Exchange Financial Guarantees

Not Applicable

Texas State does not have activities subject to disclosure.

SUPPLEMENTAL SUPPORTING INFORMATION



Opened in August 2010, St. David's School of Nursing at Texas State University at Round Rock's simulation lab occupies approximately 25,000 square feet of space within the Nursing building. The simulation space consists of 4 lab rooms containing 5-10 hospital beds, 2 individual simulation rooms with observation windows to the audio/video control room, a health assessment lab housing 6 open bays with exam tables, a suite of 6 rooms representing a private medical office, and a home care unit.

The simulation labs are home to several different types of manikins and task trainers. These extremely lifelike patient simulators come in various sizes, genders, and ethnicities and can be used to perform a wide range of nursing skills ranging from the basics to highly complex procedures. These capabilities are vital in reinforcing student learning via practical application as well as helping to improve the realism of the interactive medical scenarios that our future nurses participate in.

Agency 754 - Texas State University Schedule 1A

For the Fiscal Year Ended August 31, 2015

Certified

Federal Grantor/ Pass-through Grantor/ Program Title	CFDA Number	NSE Name/ Identifying Number	Agy/ Univ No	Pass-throu Agencies or Universities Amount	gh From Non-State Entities Amount	Direct Program Amount	Total PT From and Direct Prog. Amount	Agy/ Univ No.	Pass-thro Agencies or Universities Amount	Non-State Entities Amount	Expenditures Amount	Total PT To and Expenditures Amount
Institute of Museum and Library Services												
Pass-Through From: Grants to States Pass-Through From: Texas State Library and Archives Commission	45.310		306	5,300.50			5,300.50				5,300.50	5,300.50
Totals - Institute of Museum and Library Services				5,300.50	0.00	0.00	5,300.50		0.00	0.00	5,300.50	5,300.50
U.S. Department of Agriculture												
<u>Direct Programs:</u> Grants for Agricultural Research, Special Research Grants	10.200					5,729.69	5,729.69				5,729.69	5,729.69
Pass-Through From: Child and Adult Care Food Program Pass-Through From: Department of Agriculture	10.558		551	19,086.42			19,086.42				19,086.42	19,086.42
Soparation of Agriculation												
Totals - U.S. Department of Agriculture				19,086.42	0.00	5,729.69	24,816.11		0.00	0.00	24,816.11	24,816.11
U.S. Department of Justice Edward Byrne Memorial Justice Assistance Grant Program	16.738	Institute for Intergov't Research/ 8000002073			111,580.71		111,580.71			29,800.86	81,779.85	111,580.71
<u>Direct Programs:</u> Law Enforcement Assistance_FBI Advanced Police Training	16.300					392,566.90	392,566.90				392,566.90	392,566.90
Totals - U.S. Department of Justice				0.00	111,580.71	392,566.90	504,147.61		0.00	29,800.86	474,346.75	504,147.61
Small Business Administration Pass-Through From: Small Business Development Centers Pass-Through From: University of Texas at San Antonio	59.037		743	308,349.55			308,349.55				308,349.55	308,349.55
Totals - Small Business Administration				308,349.55	0.00	0.00	308,349.55		0.00	0.00	308,349.55	308,349.55
U.C. Donardonat of Victorian Affairs												
U.S. Department of Veterans Affairs Direct Programs:												
Veterans Information and Assistance	64.115					11,734.55	11,734.55				11,734.55	11,734.55
Totals - U.S. Department of Veterans Affairs				0.00	0.00	11,734.55	11,734.55		0.00	0.00	11,734.55	11,734.55
U.S. Department of Education Improving Teacher Quality State Grants	84.367	National Writing Project Corp/ 8000002138			12,237.55		12,237.55				12,237.55	12,237.55
Direct Programs: Higher Education_Institutional Aid Fund for the Improvement of Postsecondary Education Special Education - Personnel Development to Improve Services and Results for Children with Disabilities	84.031 84.116 84.325					639,318.53 30,916.83 16,359.36	639,318.53 30,916.83 16,359.36				639,318.53 30,916.83 16,359.36	639,318.53 30,916.83 16,359.36
Teacher Quality Partnership Grants	84.336			0.00	40.007.55	310,539.63	310,539.63		0.00	0.00	310,539.63	310,539.63
Totals - U.S. Department of Education				0.00	12,237.55	997,134.35	1,009,371.90		0.00	0.00	1,009,371.90	1,009,371.90
U.S. Department of Health and Human Services Pass-Through From: Foster Care_Title IV-E Pass-Through From:	93.658						635,722.02				635,722.02	635,722.02
Department of Family and Protective Services			530	635,722.02								
Totals - U.S. Department of Health and Human Services				635,722.02	0.00	0.00	635,722.02		0.00	0.00	635,722.02	635,722.02
Research & Development Cluster												
U.S. Department of Agriculture Higher Education - Institution Challenge Grants Program	10.217	Kansas State University/ 8000001932			47,164.27		47,164.27				47,164.27	47,164.27
Direct Programs: Agricultural Research_Basic and Applied Research Grants for Agricultural Research, Special Research Grants Hispanic Serving Institutions Education Grants Women and Minorities in Science, Technology, Engineering, and Mathematics Fields	10.001 10.200 10.223 10.318 10.326					54,243.56 24,079.36 930,948.93 51,953.78 38,529.83	54,243.56 24,079.36 930,948.93 51,953.78 38,529.83			111,665.82	54,243.56 24,079.36 819,283.11 51,953.78 38,529.83	54,243.56 24,079.36 930,948.93 51,953.78 38,529.83

Capacity Building for Non-Land Grant Colleges of Agriculture (NLGCA)

Agriculture (NLGCA)												
Pass-Through From: Hispanic Serving Institutions Education Grants Pass-Through From: University of Texas at El Paso	10.223		724	132,110.76			132,110.76				132,110.76	132,110.76
Totals - U.S. Department of Agriculture			-	132,110.76	47,164.27	1,099,755.46	1,279,030.49		0.00	111,665.82	1,167,364.67	1,279,030.49
U.S. Department of Commerce												
Direct Programs: Measurement and Engineering Research and Standards	11.609					159,509.77	159,509.77				159,509.77	159,509.77
Pass-Through From:												
Sea Grant Support Pass-Through From:	11.417						-0.89				-0.89	-0.89
Texas A&M AgriLife Research			556	-0.89								
Totals - U.S. Department of Commerce				-0.89	0.00	159,509.77	159,508.88		0.00	0.00	159,508.88	159,508.88
U.S. Department of Defense Collaborative Research and Development	12.114	Virginia Commonwealth University/ 8000002348			14,367.11		14,367.11				14,367.11	14,367.11
Basic and Applied Scientific Research	12.300	CHEMTOR, L.P./ 8000001970			19,665.71		19,665.71				19,665.71	19,665.71
		JSJ Technologies, LLC/ 8000001906			1,033.71		1,033.71				1,033.71	1,033.71
		Systems and Materials Research Cons/ 8000002137			66,889.58		66,889.58				66,889.58	66,889.58
Air Force Defense Research Sciences Program	12.800	Georgia Institute of Technology/ 8000002321			97,381.32		97,381.32				97,381.32	97,381.32
		Utah State University/ 8000002168			95,485.37		95,485.37				95,485.37	95,485.37
<u>Direct Programs:</u> U.S. Department of Defense	12.000	8000002154				10,142.41	10,142.41				10,142.41	10,142.41
Aquatic Plant Control Basic, Applied, and Advanced Research in Science and	12.100 12.630					14,902.58 63.26	14,902.58 63.26				14,902.58 63.26	14,902.58 63.26
Engineering Basic, Applied, and Advanced Research in Science and	12.630					128.529.58	128,529.58				95,962.33	128,529.58
Engineering Pass-Through To:												
University of Texas at San Antonio								743	32,567.25			
Air Force Defense Research Sciences Program	12.800					235,435.42	235,435.42				235,435.42	235,435.42
Totals - U.S. Department of Defense				0.00	294,822.80	389,073.25	683,896.05		32,567.25	0.00	651,328.80	683,896.05
U.S. Department of the Interior												
Cooperative Endangered Species Conservation Fund	15.615	The Nature Conservancy/ 8000002090			8,669.64		8,669.64				8,669.64	8,669.64
State Wildlife Grants	15.634	State of Louisiana/ 8000002223			15,320.44		15,320.44				15,320.44	15,320.44
Endangered Species Conservation – Recovery Implementation Funds	15.657	Houston Zoo/ 8000001489			15,939.65		15,939.65				15,939.65	15,939.65
<u>Direct Programs:</u> Fish and Wildlife Management Assistance	15.608					1,052.07	1,052.07				1,052.07	1,052.07
Research Grants (Generic)	15.650 15.655					7,636.96 17,832.96	7,636.96 17,832.96				7,636.96 17,832.96	7,636.96 17,832.96
Migratory Bird Monitoring, Assessment and Conservation U.S. Geological Survey_Research and Data Collection	15.808					48,385.21	48,385.21				48,385.21	48,385.21
Cooperative Research and Training Programs – Resources of the National Park System	15.945					13,280.17	13,280.17				13,280.17	13,280.17
Pass-Through From:	15.615						119,071.05				119,071.05	119,071.05
Cooperative Endangered Species Conservation Fund Pass-Through From:	15.015						119,071.05				119,071.03	119,071.05
Parks and Wildlife Department	45.004		802	119,071.05			57.004.07				57.004.07	57.004.07
State Wildlife Grants Pass-Through From:	15.634						57,331.37				57,331.37	57,331.37
Parks and Wildlife Department			802	57,331.37								
State Wildlife Grants Pass-Through From:	15.634						37,084.88				18,039.80	37,084.88
Parks and Wildlife Department Pass-Through To:			802	37,084.88								
Texas A&M AgriLife Research								556	19,045.08			
Cooperative Landscape Conservation Pass-Through From:	15.669						6,728.20				6,728.20	6,728.20
University of North Texas			752	6,728.20								
Totals - U.S. Department of the Interior				220,215.50	39,929.73	88,187.37	348,332.60		19,045.08	0.00	329,287.52	348,332.60
U.S. Department of Justice												
Part E - Developing, Testing and Demonstrating Promising New Programs	16.541	John Hopkins University/ 8000001981			29,045.87		29,045.87				29,045.87	29,045.87
Edward Byrne Memorial Competitive Grant Program	16.751	Institute for Intergov't Research/ 8000002167			2,798,228.23		2,798,228.23			21,979.77	2,776,248.46	2,798,228.23
<u>Direct Programs:</u> National Institute of Justice Research, Evaluation, and Development Project Grants	16.560					447,204.72	447,204.72			106,113.04	341,091.68	447,204.72
Pass-Through From:	40.5						4 . 05 :				4.00: ==	41001-
Juvenile Accountability Block Grants Pass-Through From:	16.523						14,891.79				14,891.79	14,891.79
Governor - Fiscal			300	14,891.79								
Juvenile Justice and Delinquency Prevention_Allocation to States	16.540						311,597.12				311,597.12	311,597.12
Pass-Through From: Governor - Fiscal			300	311,597.12								
	16.560						11,143.47				11,143.47	11,143.47

National Institute of Justice Research, Evaluation, and Development Project Grants

Pass-Through From:
Sam Houston State University

Pass-Through From: Sam Houston State University			753	11,143.47							
Totals - U.S. Department of Justice				337,632.38	2,827,274.10	447,204.72	3,612,111.20	0.00	128,092.81	3,484,018.39	3,612,111.20
U.S. Department of Transportation University Transportation Centers Program	20.701	University of New Orleans/ 8000002113			27.28		27.28			27.28	27.28
<u>Direct Programs:</u> Aviation Research Grants	20.108					4,315.73	4,315.73			4,315.73	4,315.73
Totals - U.S. Department of Transportation	20.100			0.00	27.28	4,315.73	4,343.01	0.00	0.00	4,343.01	4,343.01
National Aeronautics and Space Administration											
Science	43.001	Jacobs Technology/ 8000002248			66,868.90		66,868.90			66,868.90	66,868.90
		Jacobs Technology/ 8000002254			7,559.47		7,559.47			7,559.47	7,559.47
		Jacobs Technology/ 8000002284			112,955.69		112,955.69			112,955.69	112,955.69
		Jacobs Technology/ 8000002285			81,390.21		81,390.21			81,390.21	81,390.21
		Jacobs Technology/ 8000002286			105,285.20		105,285.20			105,285.20	105,285.20
		Jacobs Technology/ 800002371 Jacobs Technology/			7,512.23 6,698.45		7,512.23			7,512.23 6,698.45	7,512.23
		8000002372 Omega Optics, Inc./			22,380.55		6,698.45 22,380.55			22,380.55	6,698.45 22,380.55
Education	43.008	800002176 Omega Optics, Inc./			55,814.71		55,814.71			55,814.71	55,814.71
		8000002388									
<u>Direct Programs:</u> Science Education	43.001 43.008					80,490.55 2,226,177.98	80,490.55 2,226,177.98		6,456.64 528,934.00	74,033.91 1,697,243.98	80,490.55 2,226,177.98
Totals - National Aeronautics and Space Administration				0.00	466,465.41	2,306,668.53	2,773,133.94	0.00	535,390.64	2,237,743.30	2,773,133.94
National Endowment For The Humanities Promotion of the Humanities_Federal/State Partnership	45.129	Humanities Texas/ 8000002307			661.12		661.12			661.12	661.12
Direct Programs:	45.024					14,763.00	14,763.00			14,763.00	14,763.00
Promotion of the Arts_Grants to Organizations and Individuals Promotion of the Humanities_Fellowships and Stipends	45.024					33,590.57	33,590.57			33,590.57	33,590.57
Totals - National Endowment For The Humanities	40.100			0.00	661.12	48,353.57	49,014.69	0.00	0.00	49,014.69	49,014.69
National Science Foundation Education and Human Resources	47.076	Association of American Geographers/			32,744.20		32,744.20			32,744.20	32,744.20
		800002088 Association of American Geographers/ 800002205			119,036.62		119,036.62			119,036.62	119,036.62
		University of Massachusetts Lowell/ 8000002315			21,445.98		21,445.98			21,445.98	21,445.98
Direct Programs:											
Engineering Grants Mathematical and Physical Sciences	47.041 47.049					121,492.77 1,208,028.14	121,492.77 1,208,028.14		6,932.66 72,574.40	114,560.11 1,135,453.74	121,492.77 1,208,028.14
Computer and Information Science and Engineering Biological Sciences	47.070 47.074					1,271,600.03 95,956.11	1,271,600.03 95,956.11			1,271,600.03 95,956.11	1,271,600.03 95,956.11
Social, Behavioral, and Economic Sciences Education and Human Resources	47.075 47.076					142,490.42 756,305.36	142,490.42 756,305.36		1,924.23	142,490.42 754,381.13	142,490.42 756,305.36
Office of Cyberinfrastructure	47.080 47.082					1,043.73 128,911.75	1,043.73 128,911.75			1,043.73 128,911.75	1,043.73 128,911.75
ARRA - Trans-NSF Recovery Act Reasearch Support Pass-Through From:	47.062					126,911.75	120,911.75			128,911.75	120,911.75
Social, Behavioral, and Economic Sciences	47.075						19,952.79			19,952.79	19,952.79
Pass-Through From: Texas A&M University - Corpus Christi			760	19,952.79							
Education and Human Resources	47.076						120,290.96			120,290.96	120,290.96
Pass-Through From: Texas Southern University			717	120,290.96							
Totals - National Science Foundation				140,243.75	173,226.80	3,725,828.31	4,039,298.86	0.00	81,431.29	3,957,867.57	4,039,298.86
Environmental Protection Agency											
<u>Direct Programs:</u> Science To Achieve Results (STAR) Research Program P3 Award: National Student Design Competition for Sustainability	66.509 66.516					24,754.46 16,654.61	24,754.46 16,654.61		8,591.23 16,654.61	16,163.23	24,754.46 16,654.61
Pass-Through From:	66.460						491,405.23			491,405.23	491,405.23
Nonpoint Source Implementation Grants Pass-Through From: Taxon Commission on Environmental Quality	JU.40U		500	491,405.23			7J 1,4U0.ZJ			701,900.Z3	∓⊍1, 4 U0.23
Texas Commission on Environmental Quality			582	491,405.23							
Totals - Environmental Protection Agency				491,405.23	0.00	41,409.07	532,814.30	0.00	25,245.84	507,568.46	532,814.30
U.S. Department of Energy Renewable Energy Research and Development	81.087	National Renewable Energy Lab/			119,617.42		119,617.42			119,617.42	119,617.42
o, and a second		8000002082 National Renewable Energy Lab/			317,912.73		317,912.73			317,912.73	317,912.73
Totals - U.S. Department of Energy		8000002242		0.00	437,530.15	0.00	437,530.15	0.00	0.00	437,530.15	437,530.15
U.S. Department of Education Education Research, Development and Dissemination	84.305	Georgia St University Rsch Foun/ 8000001578			30,057.56		30,057.56			30,057.56	30,057.56

					• `							
<u>Direct Programs:</u> Minority Science and Engineering Improvement Special Education - Personnel Development to Improve Services and Results for Children with Disabilities	84.120 84.325					167,065.37 178,977.73	167,065.37 178,977.73			37,554.27	129,511.10 178,977.73	167,065.37 178,977.73
Pass-Through From: Improving Teacher Quality State Grants Pass-Through From:	84.367						283,601.99				283,601.99	283,601.99
Texas Higher Education Coordinating Board			781	283,601.99								
College Access Challenge Grant Program	84.378						-5,144.95				-5,144.95	-5,144.95
Pass-Through From: Texas Higher Education Coordinating Board			781	-5,144.95								
Totals - U.S. Department of Education				278,457.04	30,057.56	346,043.10	654,557.70		0.00	37,554.27	617,003.43	654,557.70
U.S. Department of Health and Human Services Mental Health Research Grants	93.242	Yale University/			14,783.18		14,783.18				14,783.18	14,783.18
Research Infrastructure Programs	93.351	8000002369 University of Oregon/			146,245.40		146,245.40				146,245.40	146,245.40
Research illiastructure Programs	00.001	8000001721										
		University of Oregon/ 8000002227			74,004.83		74,004.83				74,004.83	74,004.83
Food Safety and Security Monitoring Project	93.448	University of Pittsburgh Medical Center for Health Security/ 8000002212			39,513.93		39,513.93				39,513.93	39,513.93
Medical Library Assistance	93.879	CHEMTOR, L.P./ 8000002251			36,922.39		36,922.39				36,922.39	36,922.39
		CHEMTOR, L.P./ 8000002299			64,638.47		64,638.47				64,638.47	64,638.47
Direct Programs:	93.086					548,509.79	548,509.79				548,509.79	548,509.79
Healthy Marriage Promotion and Responsible Fatherhood Grants												
Substance Abuse and Mental Health Services_Projects of Regional and National Significance	93.243					643,518.58	643,518.58			10,401.55	633,117.03	643,518.58
Research Infrastructure Programs	93.351					21,269.00	21,269.00				21,269.00	21,269.00
National Center for Research Resources Cancer Treatment Research	93.389 93.395					449,901.95 163,572.32	449,901.95 163,572.32			160,588.62 79,512.35	289,313.33 64,930.54	449,901.95 163,572.32
Pass-Through To:												
Texas A&M University								711	19,129.43			
Mental and Behavioral Health Education and Training Grants	93.732					183,593.16	183,593.16				183,593.16	183,593.16
Biomedical Research and Research Training	93.859					316,614.71	316,614.71			142,042.39	174,572.32	316,614.71
Pass-Through From:												
Medicare Enrollment Assistance Program	93.071						47,407.39				47,407.39	47,407.39
Pass-Through From: Department of Aging and Disability Services			539	47,407.39								
	00.055		000	47,407.00			40.455.04				40.455.04	40.455.04
Allergy, Immunology and Transplantation Research Pass-Through From:	93.855						16,455.34				16,455.34	16,455.34
Texas A&M AgriLife Research			556	16,455.34								
Allergy, Immunology and Transplantation Research	93.855						55,413.44				55,413.44	55,413.44
Pass-Through From:			700	FF 110 11								
University of Texas Medical Branch at Galveston			723	55,413.44								
Biomedical Research and Research Training Pass-Through From:	93.859						201,429.02				201,429.02	201,429.02
University of Texas Health Science Center at San Antonio			745	201,429.02								
Totals - U.S. Department of Health and Human Services				320,705.19	376,108.20	2,326,979.51	3,023,792.90		19,129.43	392,544.91	2,612,118.56	3,023,792.90
U.S. Department of Homeland Security												
State and Local Homeland Security National Training Program	97.005	Louisiana State University/ 8000002280			12,927.60		12,927.60				12,927.60	12,927.60
		Louisiana State University/			35,952.03		35,952.03				35,952.03	35,952.03
Hazard Mitigation Grant	97.039	8000002308 Bastrop County/			5,889.51		5,889.51				5,889.51	5,889.51
		8000002150 Bastrop County/			19,543.67		19,543.67				19,543.67	19,543.67
		8000002395										
Direct Programs:												
State and Local Homeland Security National Training Program	97.005					294,990.69	294,990.69			20,051.13	274,939.56	294,990.69
Totals - U.S. Department of Homeland Security				0.00	74,312.81	294,990.69	369,303.50		0.00	20,051.13	349,252.37	369,303.50
Highway Safety Cluster												
U.S. Department of Transportation												
Pass-Through From:												
Alcohol Impaired Driving Countermeasures Incentive Grants	20.601						9,919.92				9,919.92	9,919.92
Pass-Through From:												
Texas Department of Transportation			601	9,919.92								
National Priority Safety Programs	20.616						116,290.05				116,290.05	116,290.05
Pass-Through From:			601	116,290.05								
Texas Department of Transportation			001	110,230.03								
Totals - U.S. Department of Transportation				126,209.97	0.00	0.00	126,209.97		0.00	0.00	126,209.97	126,209.97
Student Financial Assistance Cluster												
U.S. Department of Education												
Direct Programs:												
Direct Programs: Federal Supplemental Educational Opportunity Grants	84.007					658,312.75	658,312.75				658,312.75	658,312.75
Federal Work-Study Program	84.033					1,119,957.22	1,119,957.22				1,119,957.22	1,119,957.22
Federal Pell Grant Program Federal Direct Student Loans	84.063 84.268					52,151,850.44 196,625,369.00	52,151,850.44 196,625,369.00				52,151,850.44 196,625,369.00	52,151,850.44 196,625,369.00
Teacher Education Assistance for College and Higher	84.379					113,574.00	113,574.00				113,574.00	113,574.00
Education Grants (TEACH Grants)												

Totals - U.S. Department of Education			0.00	0.00	250,669,063.41	250,669,063.41	0.00	0.00	250,669,063.41	250,669,063.41
TANF Cluster										
U.S. Department of Health and Human Services										
Pass-Through From: Temporary Assistance for Needy Families Pass-Through From: Texas Workforce Commission	93.558	320 6	66,907.00			66,907.00			66,907.00	66,907.00
Totals - U.S. Department of Health and Human Services		6	66,907.00	0.00	0.00	66,907.00	0.00	0.00	66,907.00	66,907.00
TRIO Cluster										
U.S. Department of Education										
Direct Programs:										
TRIO_Student Support Services	84.042				289,240.27	289,240.27			289,240.27	289,240.27
TRIO_Talent Search	84.044				671,620.42	671,620.42			671,620.42	671,620.42
TRIO_Upward Bound	84.047				661,060.41	661,060.41			661,060.41	661,060.41
Totals - U.S. Department of Education			0.00	0.00	1,621,921.10	1,621,921.10	0.00	0.00	1,621,921.10	1,621,921.10
Total Expenditures of Federal Awards		3,08	32,344.42	4,891,398.49	264,976,469.08	272,950,211.99	70,741.76	1,361,777.57	271,517,692.66	272,950,211.99



State of Texas - Federal Activity SEFA Notes, FY 2015 October 29, 2015

Agency 754 - Texas State University

SEFA Note 1 - Non-Monetary Assistance, FY 2015

Comment:

N/A

This agency has been certified. No modifications allowed.

SEFA Note 2 - Reconciliation, FY 2015

Below is a reconciliation of the total of federal pass-through and federal expenditures as reported on the Schedule of Federal Financial Assistance to the total of federal revenues and federal grant pass-through revenues as reported in the general-purpose financial statements. Generally, federal funds are not earned until expended; therefore, federal revenues equal federal expenditures for the reporting period.

Per Combined Statement of Revenues, Expenditures and Changes in Fund Balance - Governmental Funds; and Combined Statement of Revenues, Expenses and Changes in Net Assets - Proprietary Funds; and Combined Statement of Changes in Fiduciary Net Assets:

	AFR	USAS Amount		Note 2 Amount
Federal Revenue				
Governmental Funds	Exhibit II	-		
Proprietary Funds				
Operating	Exhibit IV/SRECNA	21,093,270.31		21,093,270.31
Non-operating	Exhibit IV/SRECNA	52,151,850.44		52,151,850.44
Capital Contributions	Exhibit IV/SRECNA	-		,,
Fiduciary Funds	Exhibit VII	-		
Total Federal Revenue Amount per Schedule: \$269,867,867.57 Discrepancy: (\$196,622,746.82)		\$73,245,120.75		\$73,245,120.75
Federal Pass-Through Revenue				
Governmental Funds	Exhibit II	-		
Proprietary Funds				
Operating	Exhibit IV/SRECNA	3,082,344.42		3,082,344.42
Non-operating	Exhibit IV/SRECNA	-,,		3,002,344.42
Capital Contributions		_		
Capital Contributions	Exhibit IV/SRECNA	-		
Fiduciary Funds	Exhibit VII			
Total Federal Pass-Through Revenue		\$3,082,344.42		\$3,082,344.42
Amount per Schedule: \$3,082,344.42		, , , , , , , , , , , , , , , , , , ,		*****
Total Federal Revenue and Federal Pass-Through Revenue		\$76,327,465.17		\$76,327,465.17
Reconciliation Items			CFDA	Amount
Non-monetary Items:				
Total Non-monetary Items				\$0.00
New Loans Processed: (Amounts are from Note 3a)				
Federal Family Education Loans			84.032	
Federal Family Education Loans Federal Family Education Loan Program (FFELP)			84.032L	
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins)			84.032L 84.038	-
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins) Federal Direct Student Loans (Direct Loans)			84.032L 84.038 84.268	196,625,369.00
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins) Federal Direct Student Loans (Direct Loans) Health Education Assistance Loan Program (HEAL)			84.032L 84.038 84.268 93.108	-
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins) Federal Direct Student Loans (Direct Loans) Health Education Assistance Loan Program (HEAL) Nursing Faculty Loan Program			84.032L 84.038 84.268 93.108 93.264	196,625,369.00
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins) Federal Direct Student Loans (Direct Loans) Health Education Assistance Loan Program (HEAL) Nursing Faculty Loan Program Health Professions Student Loan Program			84.032L 84.038 84.268 93.108 93.264 93.342	-
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins) Federal Direct Student Loans (Direct Loans) Health Education Assistance Loan Program (HEAL) Nursing Faculty Loan Program			84.032L 84.038 84.268 93.108 93.264	196,625,369.00
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins) Federal Direct Student Loans (Direct Loans) Health Education Assistance Loan Program (HEAL) Nursing Faculty Loan Program Health Professions Student Loan Program Nursing Student Loan Program Total New Loans Processed			84.032L 84.038 84.268 93.108 93.264 93.342	196,625,369.00
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins) Federal Direct Student Loans (Direct Loans) Health Education Assistance Loan Program (HEAL) Nursing Faculty Loan Program Health Professions Student Loan Program Nursing Student Loan Program Total New Loans Processed Other Reconciling Items:			84.032L 84.038 84.268 93.108 93.264 93.342	196,625,369.00
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins) Federal Direct Student Loans (Direct Loans) Health Education Assistance Loan Program (HEAL) Nursing Faculty Loan Program Health Professions Student Loan Program Nursing Student Loan Program Total New Loans Processed Other Reconciling Items: Add:			84.032L 84.038 84.268 93.108 93.264 93.342 93.364	196,625,369.00
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins) Federal Direct Student Loans (Direct Loans) Health Education Assistance Loan Program (HEAL) Nursing Faculty Loan Program Health Professions Student Loan Program Nursing Student Loan Program Total New Loans Processed Other Reconciling Items: Add: State Unemployment Funds - State Portion			84.032L 84.038 84.268 93.108 93.264 93.342	196,625,369.00
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins) Federal Direct Student Loans (Direct Loans) Health Education Assistance Loan Program (HEAL) Nursing Faculty Loan Program Health Professions Student Loan Program Nursing Student Loan Program Total New Loans Processed Other Reconciling Items: Add:			84.032L 84.038 84.268 93.108 93.264 93.342 93.364	196,625,369.00
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins) Federal Direct Student Loans (Direct Loans) Health Education Assistance Loan Program (HEAL) Nursing Faculty Loan Program Health Professions Student Loan Program Nursing Student Loan Program Total New Loans Processed Other Reconciling Items: Add: State Unemployment Funds - State Portion			84.032L 84.038 84.268 93.108 93.264 93.342 93.364	196,625,369.00
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins) Federal Direct Student Loans (Direct Loans) Health Education Assistance Loan Program (HEAL) Nursing Faculty Loan Program Health Professions Student Loan Program Nursing Student Loan Program Total New Loans Processed Other Reconciling Items: Add: State Unemployment Funds - State Portion Other (Contact FRS if you have other reconciling Items as additions items)			84.032L 84.038 84.268 93.108 93.264 93.342 93.364	196,625,369.00
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins) Federal Direct Student Loans (Direct Loans) Health Education Assistance Loan Program (HEAL) Nursing Faculty Loan Program Health Professions Student Loan Program Nursing Student Loan Program Total New Loans Processed Other Reconciling Items: Add: State Unemployment Funds - State Portion Other (Contact FRS if you have other reconciling Items as additions items) Deduct: (Enter amounts as negative)		Note:	84.032L 84.038 84.268 93.108 93.264 93.342 93.364	196,625,369.00
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins) Federal Direct Student Loans (Direct Loans) Health Education Assistance Loan Program (HEAL) Nursing Faculty Loan Program Health Professions Student Loan Program Nursing Student Loan Program Total New Loans Processed Other Reconciling Items: Add: State Unemployment Funds - State Portion Other (Contact FRS if you have other reconciling Items as additions items) Deduct: (Enter amounts as negative)	CFDA 19.0		84.032L 84.038 84.268 93.108 93.264 93.342 93.364	196,625,369.00
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins) Federal Direct Student Loans (Direct Loans) Health Education Assistance Loan Program (HEAL) Nursing Faculty Loan Program Health Professions Student Loan Program Nursing Student Loan Program Total New Loans Processed Other Reconciling Items: Add: State Unemployment Funds - State Portion Other (Contact FRS if you have other reconciling Items as additions items) Deduct: (Enter amounts as negative) Federal revenue received on the fixed fee basis contract	CFDA19.0		84.032L 84.038 84.268 93.108 93.264 93.342 93.364	196,625,369.00
Federal Family Education Loans Federal Family Education Loan Program (FFELP) Federal Perkins Loan Program (Perkins) Federal Direct Student Loans (Direct Loans) Health Education Assistance Loan Program (HEAL) Nursing Faculty Loan Program Health Professions Student Loan Program Nursing Student Loan Program Total New Loans Processed Other Reconciling Items: Add: State Unemployment Funds - State Portion Other (Contact FRS if you have other reconciling Items as additions items) Deduct: (Enter amounts as negative)	CFDA 19.0		84.032L 84.038 84.268 93.108 93.264 93.342 93.364	196,625,369.00

SEFA Note 2 Continued - Reconciliation, FY 2015

Federal grants *from* Texas A&MResearch Foundation
Federal grants *to* Texas A&MResearch Foundation
Medicare Part D
Medicare Part D - Direct Subsidy
COBRA
Build America Bond

Early Retirement Reinsurance Program

Other (Contact FRS if you have other reconciling items as deductions items)

Total Other Reconciling Items (\$2,622.18)
Total Reconciliation Items: \$196,622,746.82

Total per Note 2: \$272,950,211.99

Total Pass Through and Expenditures per Federal Schedule:

\$272,950,211.99 \$0.00

Difference:

This agency has been certified. No modifications allowed.

SEFA Note 3a - Student Loans Processed and Administrative Cost Recovered, FY 2015

Program Name	CFDA	New Loans Ad Processed Red		Total Loans Processed and Admin Cost Recovered (From Schedule)	Ending Balances of PY Loans from Prior FYs
Federal Family Education Loans	84.032	0.00			0.00
Federal Family Education Loan Program (FFELP)	84.032L	0.00			0.00
Federal Perkins Loan Program (Perkins) Does your university use a service organization as part of processing loans under the Perkins program? If so, please disclose the name of the company that the loans have been outsourced to:	84.038	0.00			0.00
Federal Direct Student Loans (Direct Loans)	84.268	196,625,369.00	0.00	196,625,369.00	0.00
Health Education Assistance Loan Program (HEAL)	93.108	0.00			0.00
Nursing Faculty Loan Program	93.264	0.00			0.00
Health Professions Student Loan Program	93.342	0.00			0.00
Nursing Student Loans	93.364	0.00			0.00
Total		\$196,625,369.00	\$0.00	\$196,625,369.00	\$0.00

Admin Cost Recovered includes administration cost and any interest subsidy related to student loans processed.

This agency has been certified. No modifications allowed.

SEFA Note 3b - Federally Funded Loans Processed and Administrative Cost Recovered, FY 2015

Program Name	CFDA	New Loans Processed	Admin Cost Recovered	Total Loans Processed and Admin Cost Recovered (From Schedule)	Ending Balances of PY Loans from Prior FYs
Clean Water State Revolving Fund (CWSRF)	66.458				
Drinking Water State Revolving Fund (DWSRF)	66.468				
Total		\$0.00	\$0.00	\$0.00	\$0.00

This agency has been certified. No modifications allowed.

SEFA Note 4 - Depository Libraries for Governmental Publications, FY 2015

Comment:

The University participates as a depository library in the Government Publishing Office's Depository Libraries for Government Publication program, CFDA #40.001. The University is the legal custodian of government publications, which remain the property of the Federal government. The publications are not assigned a value by the Government Printing Office.

This agency has been certified. No modifications allowed.

SEFA Note 5 - Unemployment Insurance Funds, FY 2015

Comment:

N/A

This agency has been certified. No modifications allowed.

SEFA Note 6 - Rebates for the Special Supplemental Food Program for Women, Infants, and Children (WIC), FY 2015

Comment:

N/A

This agency has been certified. No modifications allowed.

SEFA Note 7 - Federal Deferred Revenue, FY 2015

NOTE: Universities are exempt from Note 7.

SEFA Note 8 - Disaster Grants - Public Assistance, FY 2015

FY Project Current Year Eligible Recorded in Recorded in Project Name Worksheet Expenditures Prior Year Current Year Disclosure Approved SETA (YM)

The reporting for CFDA 97.036 is not to be applied retroactively. If the expenditures have already been reported on prior years' SEFA, do not report them again in the current year's SEFA. Current year expenditures must be "incurred expenditures" that have already been approved by FEMA on a project worksheet.

This agency has been certified. No modifications allowed.

SEFA Note 9 - Economic Adjustment Assistance, FY 2015

	Grant	Col A Grant Amount		Col B Matching		Col C Total Grant Awarded
			+		=	
			+		=	
			+		=	
			+		=	
			+		=	
Totals		0.00	+	0.00	=	0.00
	Federal Share					
	Grant Amount (Col A)	0.00				
	Divided by: Total Grant Awarded (Col C)	0.00				
	Federal Share	0.00				

	Federal Awards Expended										
RLF Loans Outstanding @ 08/31/2015		Plus	Cash & Invest Balance in RLF @ 08/31/2015	Plus	Admin Exp Paid from RLF Income during 2015	Plus	Unpaid Principal of ALL loans written off during 2015	Multiply	Federal Share of the RLF	Equals	Federal Awards Expended
	0.00	+	0.00	+	0.00	+	0.00	х	0.00	=	0.00

This agency has been certified. No modifications allowed.

State of Texas - State Pass-Through Reporting Schedule 1B October 6, 2015 1:07 PM

Texas State University (754)
Schedule 1B
Schedule of State Grant Pass-Throughs From/To State Agencies
For the Year Ended August 31, 2015

For the Year Ended August 31, 2015			
Pass-through From	Grant ID	Agency Number	Amount
CRIMINAL JUSTICE PLANNING GRANTS - GR-D Fund 0421 GOVERNOR - FISCAL	300.0004	300	1,565,898.33
TEXAS EMERGING TECHNOLOGY GRANTS - GR-D Fund 5124 GOVERNOR - FISCAL	300.0006	300	1,565,898.33 222,824.03
Fifth Year Accounting Student Scholarship Program TEXAS STATE BOARD OF PUBLIC ACCOUNTANCY	457.0001	457	37,823.00
Tobacco Use Prevention and Control DEPARTMENT OF STATE HEALTH SERVICES	537.0008	537	37,823.00 2,408,358.13
WSC - Research TEXAS WATER DEVELOPMENT BOARD	580.0019	580	2,408,358.13 62,498.13
Tobacco Quit TX A&M UNIV SYSTEM HEALTH SCIENCE CENTER	709.0007	709	62,498.13 3,469.68
Joint Admission Medical Program (JAMP) UNIVERSITY OF TEXAS SYSTEM	720.0002	720	3,469.68 17,163.00
Minority Health Research and Education TX HIGHER EDUCATION COORDINATING BOARD	781.0005	781	17,163.00 3,179.30
Nursing and Allied Health TX HIGHER EDUCATION COORDINATING BOARD	781.0006	781	3,179.30 119,781.69
TEXAS Grant Program TX HIGHER EDUCATION COORDINATING BOARD	781.0008	781	119,781.69 21,262,715.00
Advanced Research Program TX HIGHER EDUCATION COORDINATING BOARD	781.0010	781	21,262,715.00 -71,364.53
Professional Nursing Shortage Reduction Program TX HIGHER EDUCATION COORDINATING BOARD	781.0013	781	- 71,364.53 61,563.31
Texas Research Incentive Program - HB51 TX HIGHER EDUCATION COORDINATING BOARD	781.0021	781	61,563.31 225,848.18
College Work Study Program TX HIGHER EDUCATION COORDINATING BOARD	781.0023	781	225,848.18 178,773.24
College Readiness Initiative TX HIGHER EDUCATION COORDINATING BOARD	781.0026	781	178,773.24 19,911.89
Top 10% Scholarships TX HIGHER EDUCATION COORDINATING BOARD	781.0028	781	19,911.89 330,200.00
Work Study Mentorship Program TX HIGHER EDUCATION COORDINATING BOARD	781.0029	781	330,200.00 138.149.14
Outreach and Success TX HIGHER EDUCATION COORDINATING BOARD	781.0039	781	138,149.14 145,887.10
Developmental Education Program TX HIGHER EDUCATION COORDINATING BOARD	781.0040	781	145,887.10
CCA-DE MATH	781.0053		183,607.16 183,607.16
TX HIGHER EDUCATION COORDINATING BOARD 452461 Application of UAV Based Remote Sensing for Evaluation of Wetland Vegetation Monitoring	802.0091	781	149.08 149.08
PARKS & WILDLIFE DEPARTMENT 461333 Molecular and Morphological Analysis of Stygobromus sp. Near San Marcos, Texas	802.0092	802	16,994.99 16,994.99
PARKS & WILDLIFE DEPARTMENT 468692 Guadalupe Benthics	802.0096	802	10,125.52 10,125.52
PARKS & WILDLIFE DEPARTMENT 454264 Houston Toad Response to Ongoing Habitat Restoration in Bastrop State Park, Bastrop County, Texas	802.0097	802	598.64 598.64
PARKS & WILDLIFE DEPARTMENT	552.3637	802	25,025.31 25,025.31
Total Pass-Through from Other Agencies (Exh. II):			26,969,179.32

Schedule 2A Miscellaneous Bond Information

Not Applicable

Schedule 2B Changes in Bonded Indebtedness

Not Applicable

Schedule 2C Debt Service Requirements

Not Applicable

Schedule 2D Analysis of Funds Available for Debt Service

Not Applicable

Schedule 2E Defeased Bonds Outstanding

Not Applicable

Schedule 2F Early Extinguishment and Refunding

Not Applicable

Schedule 3 Reconciliation of Cash in State Treasury

Cash in State Treasury	 2015	 2014
Available University Fund	\$ 28,682,065.75	\$ 29,601,822.43
Balance, August 31	\$ 28,682,065.75	\$ 29,601,822.43



Texas State hosts annual research conferences for both graduate and undergraduate students to present the results of research and creative projects they conduct. Research activities greatly enrich the learning experience and provide opportunities to work closely with faculty mentors and within peer groups.

The undergraduate conference is connected to the Student Undergraduate Research Fund (SURF) administered by the Honors College and the Associate Vice President for Research and Federal Relations. Under the SURF program, undergraduates submit proposals that enable their independent scholarship. The graduate student conference showcases the work of students as they pursue master's and doctoral degrees.

Texas State University Mission Statement

The noblest search is the search for excellence.

—Lyndon B. Johnson Thirty-Sixth President of the United States, 1963-1969 Texas State University Class of 1930

Our Mission

Texas State University is a public, student-centered, Emerging Research University dedicated to excellence in serving the educational needs of the diverse population of Texas and the world beyond.

Our Shared Values

In pursuing our mission, we, the faculty, staff, and students of Texas State University, are guided by a shared collection of values. Specifically, we value:

- An exceptional undergraduate experience as the heart of what we do;
- Graduate education as a means of intellectual growth and professional development;
- A diversity of people and ideas, a spirit of inclusiveness, a global perspective, and a sense of community as essential conditions for campus life;
- The cultivation of character and the modeling of honesty, integrity, compassion, fairness, respect, and ethical behavior, both in the classroom and beyond;
- Engaged teaching and learning based in dialogue, student involvement, and the free exchange of ideas;
- Research, scholarship, and creative activity as fundamental sources of new knowledge and as expressions of the human spirit;
- A commitment to public service as a resource for personal, educational, cultural, and economic development;
- Thoughtful reflection, collaboration, planning, and evaluation as essential for meeting the changing needs of those we serve.

The mission statement was approved by The Texas State University System Board of Regents on August 24, 2012 and by the Texas Higher Education Coordinating Board at its January 24, 2013 meeting.



The rising STAR of Texas