

BOARD OF REGENTS  
THE TEXAS STATE UNIVERSITY SYSTEM  
601 Colorado Street  
Austin, Texas 78701

Annual Report

Updated Financial Information  
and  
Operating Data

Submitted in Accordance with Provisions of  
SEC Rule 15c2-12

For the Fiscal Year Ended  
August 31, 2022

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The Texas State University System Combined Annual Financial Report - Fiscal Year 2022

**TABLE 1**  
**The Texas State University System**  
**Revenue Financing System Pledged Revenue and Additional Sources**

<b>Pledged Revenues and Balances Available for Debt Service</b>					
	2018	2019	2020	2021	2022
Available Pledged Revenues Not Including Net Position (1)	\$ 753,523,054	\$ 768,237,673	\$ 763,587,280	\$ 807,948,884	\$ 796,867,642
Unrestricted Net Position: (2)					
Unrestricted Net Position per Annual Financial Report	312,327,858	91,831,090	34,621,117	59,799,312	75,964,624
Portion attributable to Revenue Streams Unavailable for Debt Service (3)	<u>(139,015,222)</u>	<u>(136,567,451)</u>	<u>(152,792,417)</u>	<u>(156,691,541)</u>	<u>(190,462,525)</u>
As Adjusted for Revenue Streams Unavailable for Debt Service (4)	173,312,636	(44,736,361)	(118,171,300)	(96,892,229)	(114,497,901)
Pension Entry (5)	135,868,364	158,965,449	193,732,164	204,315,904	185,785,589
OPEB Entry (5)	<u>87,275,907</u>	<u>273,541,486</u>	<u>390,336,295</u>	<u>495,013,713</u>	<u>595,833,243</u>
Unrestricted Net Position After Adjustments (6)	<u>396,456,907</u>	<u>387,770,574</u>	<u>465,897,159</u>	<u>602,437,388</u>	<u>667,120,931</u>
<b>Total Pledged Revenues and Unrestricted Net Position (4)</b>	<b><u>\$ 1,149,979,961</u></b>	<b><u>\$ 1,156,008,247</u></b>	<b><u>\$ 1,229,484,439</u></b>	<b><u>\$ 1,410,386,272</u></b>	<b><u>\$ 1,463,988,573</u></b>
<b>Additional Sources of Payment not Included in Pledged Revenues</b>					
	2018	2019	2020	2021	2022
Available HEF (7)	\$ 99,297,250	\$ 107,619,849	\$ 122,784,614	\$ 134,215,977	\$ 144,192,825
Available TRB (8)	32,338,610	34,555,153	34,532,862	33,680,200	34,286,863
<b>Total Pledged Revenues and Additional Sources</b>	<b><u>\$ 1,281,615,821</u></b>	<b><u>\$ 1,298,183,249</u></b>	<b><u>\$ 1,386,801,915</u></b>	<b><u>\$ 1,578,282,449</u></b>	<b><u>\$ 1,642,468,261</u></b>

(1) The Available Pledged Revenues shown above consist of tuition, designated tuition, student center fees, and recovery of indirect costs for federal grants and contracts, federal pass-through grants from other agencies and State grants and contracts. Excludes State appropriations for reimbursement of debt service on tuition revenue bonds ("TRBs").

(2) The Texas State University System Combined Annual Financial Report, as adjusted for revenue streams unavailable for payment of debt service. In addition to current year Pledged Revenues, any unappropriated year-end balances are available for payment of debt service.

(3) Certain revenue streams are unavailable for debt service. The portion of the System's unrestricted net position resulting from those revenue streams has been excluded.

(4) Amounts reported as "As Adjusted for Revenue Streams Unavailable for Debt Service" were formerly reported as "Available Pledged Revenues Fund Balances." This amount is the unappropriated or reserved net position remaining at year-end that is available for payment of the subsequent year's debt service. Amounts formerly reported as "Total Pledged Revenues and Pledged Revenues Fund Balances" are reported as "Total Pledged Revenues and Unrestricted Net Position."

(5) Details concerning the net pension and OPEB liabilities, deferred outflows of resources, deferred inflows of resources, and expenses may be found in the Notes to the Financial Statements of the TSUS Annual Financial Report. Significant changes to actuarial assumptions and the discount rate assumptions for the OPEB liability between FY 18 and FY 19 exist. Further information may be found on the GASB Requirements webpage published by the Employees Retirement System of Texas, who administers the plan.

(6) The effect on unrestricted net position resulting from the liabilities related to unfunded pension and other post-employment benefits has been excluded to arrive at an unrestricted net position after adjustments. For further details related to the liabilities, see the Notes to the Financial Statements in the System's Annual Financial Report for each year.

(7) Unexpended Higher Education Fund (HEF) funds carry forward to the next fiscal year. The year-end net positions attributable to HEF reflected are eligible to be applied to the payment of debt service on Parity Debt issued for qualifying projects as permitted in accordance with Article VII, Section 17(a) of the Texas Constitution; however, HEF funds are not Pledged Revenues.

(8) Historically, the State Legislature has appropriated general revenue funds in the State's budget each biennium to reimburse institutions of higher education for debt service on certain revenue bonds ("Tuition Revenue Bonds") issued pursuant to specific statutory authorizations for individual institutions and projects identified in Chapter 55 of the Texas Education Code. The annual TRB appropriations are not Pledged Revenues.

TABLE 2  
Texas State University System  
Revenue Financing System Debt Service Requirements

Fiscal Year End August 31	Principal	Interest	Total Annual Debt Service <sup>(1)*</sup>
2023	67,580,000	39,868,404	107,448,404
2024	68,650,000	36,927,166	105,577,166
2025	71,325,000	33,971,881	105,296,881
2026	74,435,000	30,869,090	105,304,090
2027	73,600,000	27,599,915	101,199,915
2028	71,430,000	24,340,259	95,770,259
2029	65,715,000	21,280,023	86,995,023
2030	62,235,000	18,394,648	80,629,648
2031	62,520,000	15,668,577	78,188,577
2032	57,880,000	12,888,409	70,768,409
2033	39,625,000	10,319,701	49,944,701
2034	41,110,000	8,563,524	49,673,524
2035	39,085,000	6,917,453	46,002,453
2036	35,415,000	5,365,108	40,780,108
2037	23,370,000	3,987,225	27,357,225
2038	23,745,000	3,259,280	27,004,280
2039	21,500,000	2,516,467	24,016,467
2040	13,560,000	1,844,767	15,404,767
2041	9,320,000	1,442,267	10,762,267
2042	6,960,000	1,158,429	8,118,429
2043	6,100,000	935,835	7,035,835
2044	6,300,000	735,609	7,035,609
2045	6,510,000	528,319	7,038,319
2046	2,675,000	313,550	2,988,550
2047	2,735,000	254,700	2,989,700
2048	2,800,000	193,163	2,993,163
2049	2,860,000	130,163	2,990,163
2050	2,925,000	65,813	2,990,813
<b>TOTAL</b>	<b>\$ 961,965,000</b>	<b>\$ 310,339,745</b>	<b>\$ 1,272,304,745</b>

\* A portion of such outstanding Parity Debt constitute Tuition Revenue Bonds that qualify the University System to be reimbursed from State appropriations for debt service payments in the amount of \$27.7 million during fiscal year 2023. Future reimbursement by the State for debt service payments is entirely subject to future appropriations by the State Legislature in each subsequent State Biennium.

<sup>(1)</sup> Totals of these columns may not calculate exactly due to rounding of pennies for purposes of

**TABLE A-1**  
**Headcount Enrollment**

	Fall 2018	Fall 2019	Fall 2020	Fall 2021	Fall 2022
Lamar Institute of Technology	3,260	4,011	4,402	4,470	4,788
Lamar State College - Orange	2,350	2,395	2,382	2,353	2,629
Lamar State College - Port Arthur	2,413	2,710	2,566	2,524	2,698
Lamar University	14,176	14,811	15,799	15,687	16,218
Sam Houston State University	21,025	21,363	21,725	21,404	21,326
Sul Ross State University	2,775	2,465	2,473	2,325	2,061
Texas State University	38,644	38,187	37,812	37,864	38,171
<b>Total</b>	<b>84,643</b>	<b>85,942</b>	<b>87,159</b>	<b>86,627</b>	<b>87,891</b>

Source: Texas Higher Education Coordinating Board Accountability System and TSUS enrollment reports.

Note: Does not include students enrolled in non-credit formula funded courses.

**TABLE A-2**  
**Graduate Enrollment (1)**

	Fall 2018	Fall 2019	Fall 2020	Fall 2021	Fall 2022
Lamar University	5,364	6,201	7,326	7,363	8,063
Sam Houston State University	2,552	2,580	2,935	3,145	3,117
Sul Ross State University	687	571	570	506	450
Texas State University	4,457	4,270	4,619	4,689	4,337
<b>Total</b>	<b>13,060</b>	<b>13,622</b>	<b>15,450</b>	<b>15,703</b>	<b>15,967</b>

(1) Lamar State College-Orange, Lamar State College-Port Arthur and Lamar Institute of Technology are lower-level (freshman and sophomore) institutions which do not offer graduate programs.

Source: Texas Higher Education Coordinating Board Accountability System and TSUS enrollment reports.

**TABLE A-3**  
**Full-Time Equivalent Enrollment (1)**

	Fall 2018	Fall 2019	Fall 2020	Fall 2021	Fall 2022
Lamar Institute of Technology	2,112	2,453	2,592	2,566	2,681
Lamar State College - Orange	1,360	1,432	1,389	1,364	1,488
Lamar State College - Port Arthur	1,474	1,645 (2)	1,532	1,418	1,478
Lamar University	9,815	9,230	9,455	9,201	11,214
Sam Houston State University	17,157	17,493	17,606	17,024	17,136
Sul Ross State University	1,836	1,643	1,601	1,414	1,307
Texas State University	31,845	31,540	30,832	30,729	31,491
<b>Total</b>	<b>65,600</b>	<b>65,436</b>	<b>65,006</b>	<b>63,716</b>	<b>66,794</b>

(1) Full-time equivalent enrollment is 15 hours per semester for undergraduate students, 12 semester hours for master's/doctoral-professional, and 9 hours per semester for doctoral-research students.

(2) Restated: Updated from preliminary to final FTSE.

Source: Texas Higher Education Coordinating Board Accountability System and TSUS enrollment reports.

Note: Does not include students enrolled in non-credit formula funded courses.

TABLE A-4  
Systemwide Enrollment by Residency

	Fall 2018	Fall 2019	Fall 2020	Fall 2021	Fall 2022
Texas Residents	81,315	82,749	84,205	83,348	83,907
Non-Texas Residents	2,116	2,126	2,039	2,086	2,059
Non-US Residents	1,212	1,067	915	1,193	1,925
<b>Total</b>	<b>84,643</b>	<b>85,942</b>	<b>87,159</b>	<b>86,627</b>	<b>87,891</b>

Source: Texas Higher Education Coordinating Board Accountability System and TSUS enrollment reports.

Note: Does not include students enrolled in non-credit formula funded courses.

TABLE A-5  
Admissions and Matriculation (1)

	2018	2019	2020	2021	2022
Applications Submitted	43,750	44,784	48,038	44,151	51,650
Applications Accepted	34,597	34,841	39,405	38,762	41,974
Matriculation	10,917	10,875	10,396	11,238	12,381
Percentage Accepted	79%	78%	82%	88%	81%
Percentage Matriculated	32%	31%	26%	29%	29%

(1) This table reflects admissions and matriculation of first-time undergraduates for Lamar University, Sam Houston State University, Texas State University, and Sul Ross State University. This information is inclusive of summer and fall applicant data.

Source: TSUS enrollment reports.

TABLE A-6  
Systemwide Degrees Awarded

	2018	2019	2020	2021	2022
Certificate <sup>(1)</sup>	1,685	1,711	1,816	1,824	1,971
Associate	900	941	1,072	1,137	1,146
Baccalaureate	13,179	13,574	13,750	14,019	13,132
Master's	4,514	4,662	4,516	5,232	5,691
Doctoral	229	228	224	229	237
<b>Total</b>	<b>20,507</b>	<b>21,116</b>	<b>21,378</b>	<b>22,441</b>	<b>22,177</b>

(1) Includes advanced technology, undergraduate, and graduate certificates.

Source: Texas Higher Education Coordinating Board Accountability System and TSUS enrollment reports.

TABLE A-7  
Faculty and Staff Headcount by Institution

	Faculty	Staff <sup>(1)</sup>	Total
System Administration	0	43	43
Lamar University	585	796	1,381
Sam Houston State University	1,028	1,485	2,513
Sul Ross State University	153	288	441
Texas State University	1,931	2,552	4,483
Lamar Institute of Technology	224	126	350
Lamar State College - Orange	117	93	210
Lamar State College - Port Arthur	107	176	283
<b>Total</b>	<b>4,145</b>	<b>5,559</b>	<b>9,704</b>

(1) Includes part-time and full-time employees. Excludes student workers and teaching/graduate assistants.

Source: TSUS component internal data files as of fall 2022.

TABLE A-9  
Current Investments

<b>Type of Security</b>	<b>Reported Value</b>
U.S. Treasury Securities	\$ 1,011,820
Corporate Obligations	1,397,553
Corporate Asset and Mortgage Backed Securities	20,896,385
Equity	83,327,352
International Obligations (Govt and Corp)	178,928
International Equity	70,524,933
Domestic Mutual Funds	87,157,601
International Mutual Funds	73,734,247
Fixed Income Money Market and Bond Mutual Fund	210,726,596
Other Commingled Funds	24,995,030
Externally Managed Investments - Domestic	89,405,190
Externally Managed Investments - International	15,127,157
<b>Subtotal Investments</b>	<b>\$ 678,482,792</b>
Other Commingled Funds (TexPool)	\$ 544,220,219
<b>Subtotal Cash Equivalents</b>	<b>\$ 544,220,219</b>
<b>Total</b>	<b>\$ 1,222,703,011</b>
Current Unrestricted Assets - Cash Equivalents	\$ 529,502,850
Current Restricted Assets - Cash Equivalents	9,980,039
Current Restricted Assets - Short Term Investments	12,264,755
Noncurrent Restricted Assets - Cash Equivalents	6,761,995
Noncurrent Restricted Assets - Investments	223,752,792
Noncurrent Assets - Investments	440,440,581
<b>Total</b>	<b>\$ 1,222,703,011</b>

TABLE A-10  
 Endowment Funds Summary  
 (as of fiscal year ending August 31)

	FY 2018	FY 2019	FY 2020	FY 2021	FY 2022
Lamar University	20,429,562	20,765,829	21,241,258	21,631,713	21,886,900
Sam Houston State University	76,255,989	88,684,759	92,191,456	94,367,165	100,650,284
Sul Ross State University	15,759,243	15,576,019	21,275,174	21,553,196	21,904,235
Texas State University	20,297,055	20,954,429	15,961,762	16,158,068	16,377,450
Lamar State College - Orange	5,524	5,524	5,524	5,524	0
Lamar State College - Port Arthur	1,127,435	1,182,968	1,187,707	0	0
Lamar Institute of Technology	0	0	0	0	0
System Administration	5,567,228	5,628,380	5,646,185	5,791,626	5,718,704
<b>Total</b>	<b>139,442,035</b>	<b>152,797,908</b>	<b>157,509,066</b>	<b>159,507,292</b>	<b>166,537,573</b>