



University of Houston System

Overview of the Preliminary Annual Financial Report For FY 2011

November 16, 2011



University of Houston System FY 2011 Annual Financial Report Timeline

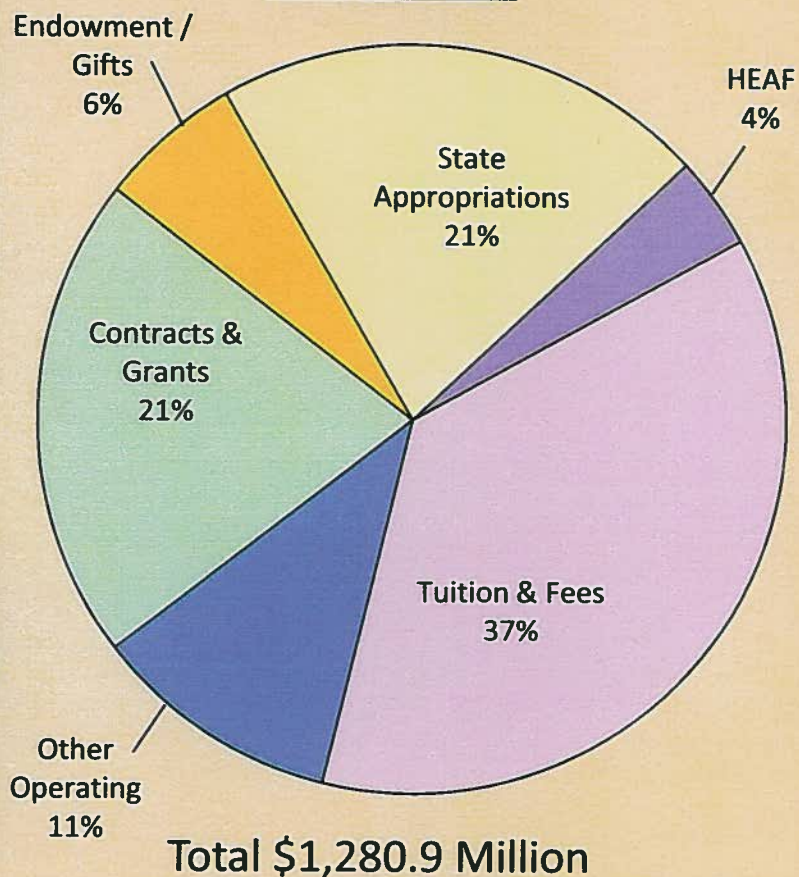
- **Aug 31** - Fiscal year end
- **Sep 22** - Departmental accounting activity completed
- **Oct 21** - Ledger closed and preliminary management review completed
- **Oct 28** - Final management review completed
- **Nov 16** - Financial results for all UHS presented to Board of Regents
- **Nov 20** - AFR submitted to State Comptroller & State Auditor
- **Feb 28** - Statewide comprehensive audit completed

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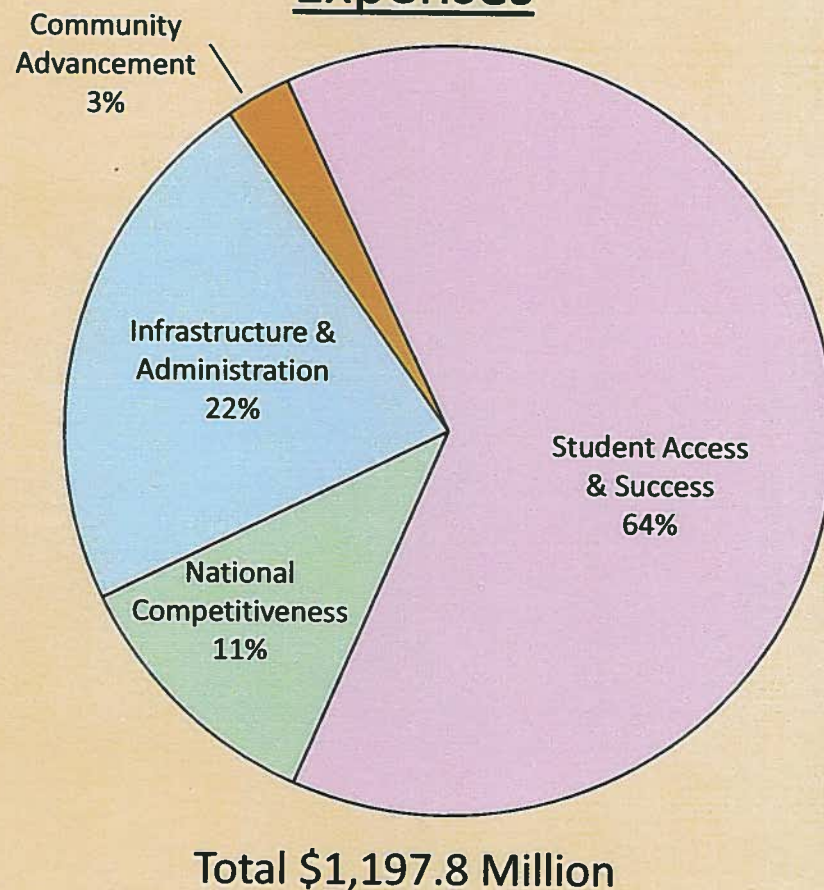


University of Houston System Combined FY 2011 Preliminary Results of Operations

Revenues



Expenses



Note: Expenses exclude construction spending from revenue bond proceeds.

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University of Houston System Combined Analysis of Revenues FY 2008 - 2011

(\$ Millions)

	A	B	C	D	E
	2008	2009	2010	2011	2011
	Actual	Actual	Actual	Preliminary	Budget *
1 State Appropriations	\$ 283.0	\$ 289.0	\$ 284.4	\$ 273.4	\$ 295.0
2 HEAF	53.2	53.3	53.3	50.9	50.9
3 Tuition & Fees	365.3	399.0	436.5	471.9	455.4
4 Other Operating	99.0	97.3	102.1	137.4	149.1
5 Contracts & Grants	154.4	187.0	251.2	268.1	237.8
6 Endowment / Gifts	54.4	43.5	46.7	79.2	29.7
7 Total	<u>\$ 1,009.3</u>	<u>\$ 1,069.1</u>	<u>\$ 1,174.2</u>	<u>\$ 1,280.9</u>	<u>\$ 1,217.9</u>

* FY2011 Budget as adopted on 5-18-2010

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University of Houston System Combined Revenues by UHS Component FY 2011 (Preliminary)

(\$ Millions)

	A	B	C	D	E	F	G
	State Appropriations	HEAF	Tuition & Fees	Other Operating	Contracts & Grants	Endowment / Gifts	Preliminary 2011 Total
1 University of Houston	\$ 181.4	\$ 35.9	\$ 344.1	\$ 119.8	\$ 202.1	\$ 71.4	\$ 954.7
2 UH - Clear Lake	35.2	5.2	47.8	8.7	14.9	1.1	\$ 112.9
3 UH - Downtown	33.9	7.4	59.8	6.2	41.7	1.8	\$ 150.8
4 UH - Victoria	18.9	2.4	20.2	1.8	7.8	0.8	\$ 51.9
5 UH System Admin	4.0	-	-	0.9	1.6	4.1	\$ 10.6
6 UH System Total	\$ 273.4	\$ 50.9	\$ 471.9	\$ 137.4	\$ 268.1	\$ 79.2	\$ 1,280.9

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University of Houston System Combined Analysis of Operating Expenses FY 2008 – 2011

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		(\$ Millions)				
		A	B	C	D	E
		2008	2009	2010	2011	2011
		Actual	Actual	Actual	Preliminary	Budget *
1	Student Access and Success	\$ 613.1	\$ 670.5	\$ 737.1	\$ 760.5	\$ 754.0
2	National Competitiveness	81.0	87.8	98.3	134.9	152.6
3	Infrastructure & Administration	173.0	206.1	200.1	269.4	276.8
4	Community Advancement	40.3	41.0	42.8	33.0	34.5
5	Total	\$ 907.4	\$ 1,005.4	\$ 1,078.3	\$ 1,197.8	\$ 1,217.9

* FY2011 Budget as adopted on 5-18-2010



University of Houston System Combined Expenses by UHS Component FY 2011 (Preliminary)

(\$ Millions)

	A		B		C		D		E
	Student Access & Success		National Competitiveness		Infrastructure & Administration		Community Advancement		Preliminary 2011 Total
1 University of Houston	\$ 538.1	\$	124.0	\$	188.0	\$	29.8	\$	879.9
2 UH - Clear Lake	70.5		3.4		29.6		-	\$	103.5
3 UH - Downtown	107.8		3.7		31.1		2.6	\$	145.2
4 UH - Victoria	39.1		1.2		12.2		0.5	\$	53.0
5 UH System Admin	5.0		2.6		8.5		0.1	\$	16.2
6 UH System Total	\$ 760.5	\$	134.9	\$	269.4	\$	33.0	\$	1,197.8

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University of Houston System Combined Analysis of Asset Balances FY 2008 – 2011

On August 31 (\$ Millions)

		2008 Actual	2009 Actual	2010 Actual	2011 Preliminary
Assets					
1	Cash, Appropriations, & Investments	\$ 1,146.0	\$ 1,039.2	\$ 1,150.9	\$ 1,172.9
	Consisting of:				
2	Unrestricted cash balances	(26.2)	(19.2)	(38.4)	(67.0)
3	Restricted cash balances	55.3	66.6	60.2	104.7
4	Investments (includes Endow ment)	1,023.2	842.9	970.8	1,025.3
5	Appropriation balances	93.7	148.9	158.3	109.9
6	Capital Assets, net of depreciation	\$ 626.4	\$ 775.1	\$ 859.8	\$ 964.1
	Consisting of:				
7	Land	86.3	100.8	100.9	101.4
8	Construction in progress	81.2	47.2	93.5	174.7
9	Buildings, facilities, infrastructure	361.6	528.1	529.2	514.0
10	Equipment, softw are, art, books	97.3	99.0	136.2	174.0
11	Other Assets	\$ 135.6	\$ 155.1	\$ 193.0	\$ 217.8
	Consisting of:				
12	Receivables	72.9	65.3	100.3	125.9
13	Loans receivable	21.0	31.4	40.3	22.6
14	Prepaid expenses	39.4	55.9	50.2	67.3
15	Inventories	2.3	2.5	2.2	2.0
16	Total Assets	\$ 1,908.0	\$ 1,969.4	\$ 2,203.7	\$ 2,354.8

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University of Houston System Combined Analysis of Liability Balances & Equity Balance

FY 2008 – 2011

On August 31 (\$ Millions)

	A	B	C	D
	2008 Actual	2009 Actual	2010 Actual	2011 Preliminary
Liabilities				
1 Payables & Accrued Liabilities	\$ 55.0	\$ 69.0	\$ 71.7	\$ 105.3
Consisting of:				
2 Accounts payable	20.0	34.2	34.7	67.1
3 Federal funds payable	1.7	1.0	0.1	0.1
4 Payroll payable	33.0	33.5	36.6	37.9
5 Claims payable (WCI / UCI)	0.3	0.3	0.3	0.2
6 Revenue Bonds & Notes Payable	\$ 453.0	\$ 610.9	\$ 683.3	\$ 717.1
7 Other Liabilities	\$ 215.6	\$ 161.2	\$ 225.8	\$ 215.3
Consisting of:				
8 Deferred revenue	181.3	124.0	189.9	181.9
9 Compensable leave	21.8	23.1	23.1	23.9
10 Funds held in custody	12.5	14.1	12.8	9.5
11 Total Liabilities	\$ 723.6	\$ 841.1	\$ 980.8	\$ 1,037.7
12 Total Equity Balance	\$ 1,184.4	\$ 1,128.3	\$ 1,222.9	\$ 1,317.1

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University of Houston System Combined Asset, Liability & Equity Balances by UHS Component Preliminary FY 2011

On August 31 (\$ Millions)

	A	B	C	D	E	F
	University of Houston	UH Clear Lake	UH Downtown	UH Victoria	UH System Admin	UH System 2011 Total
Assets						
1 Cash, Appropriations, & Investments	\$ 276.2	\$ 31.3	\$ 36.8	\$ 11.2	\$ 817.4	\$ 1,172.9
2 Capital Assets, net of depreciation	707.8	72.2	95.9	23.2	65.0	964.1
3 Other Assets	151.6	13.8	22.0	28.6	1.8	217.8
4 Total Assets	\$ 1,135.6	\$ 117.3	\$ 154.7	\$ 63.0	\$ 884.2	\$ 2,354.8
Liabilities						
5 Payables & Accrued Liabilities	\$ 51.1	\$ 12.5	\$ 6.9	\$ 3.2	\$ 31.6	\$ 105.3
6 Revenue Bonds & Notes Payable	543.5	32.4	56.1	43.0	42.1	717.1
7 Other Liabilities	155.8	24.7	23.4	10.6	0.8	215.3
8 Total Liabilities	\$ 750.4	\$ 69.6	\$ 86.4	\$ 56.8	\$ 74.5	\$ 1,037.7
9 Total Equity Balance	\$ 385.2	\$ 47.7	\$ 68.3	\$ 6.2	\$ 809.7	\$ 1,317.1

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