

THE UNIVERSITY OF TEXAS SYSTEM OFFICE OF BUDGET AND PLANNING

MONTHLY FINANCIAL REPORT *(unaudited)*

May 2023
FY 2023



210 West Seventh Street
Austin, Texas 78701
512.499.4792
www.utsystem.edu/offices/budget-and-planning

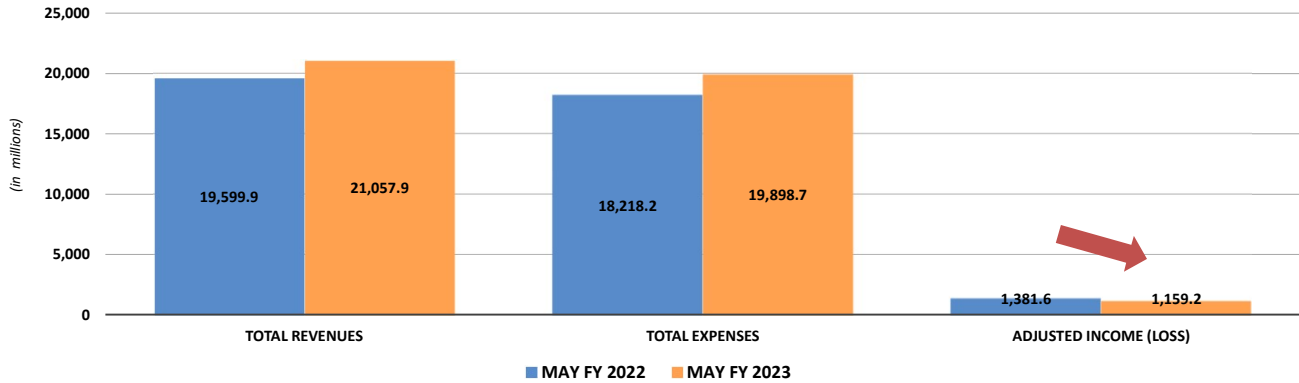
(This page intentionally left blank)

TABLE OF CONTENTS

SYSTEMWIDE COMPARISON.....	1
YEAR-TO-DATE INCOME (LOSS) SUMMARY BY INSTITUTION.....	2
EXECUTIVE SUMMARY OF ADJUSTED INCOME (LOSS).....	3
U. T. SYSTEM ADMINISTRATION.....	4
U. T. SYSTEM ADMINISTRATION - DETAILED EXPENSE BREAK-OUT	5
U. T. ARLINGTON	6
U. T. AUSTIN	7
U. T. DALLAS.....	8
U. T. EL PASO	9
U. T. PERMIAN BASIN.....	10
U. T. RIO GRANDE VALLEY	11
U. T. SAN ANTONIO	12
U. T. TYLER	13
U. T. SOUTHWESTERN MEDICAL CENTER.....	14
U. T. MEDICAL BRANCH - GALVESTON.....	15
U. T. HEALTH SCIENCE CENTER - HOUSTON.....	16
U. T. HEALTH SCIENCE CENTER - SAN ANTONIO.....	17
U. T. M. D. ANDERSON CANCER CENTER	18

Monthly Financial Report
Comparison of Operating Results, Margin and Projected Year-End
For the Period Ending May 31, 2023

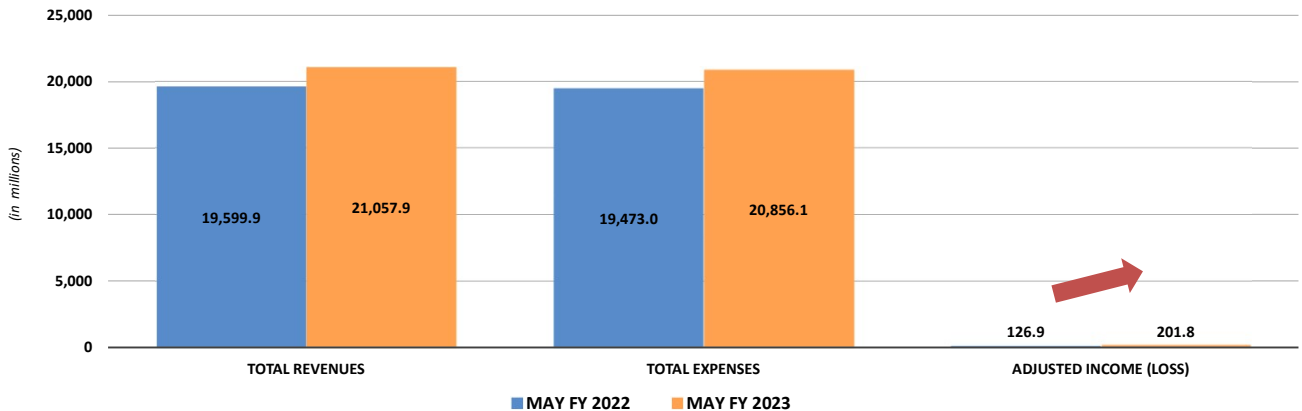
U. T. System Consolidated
(Excluding OPEB & Pension Expense)



Excluding other postemployment benefits (OPEB) and pension expense, *U. T. System Consolidated* shows year-to-date adjusted income of \$1,159.2 million, a decrease in adjusted income of \$222.4 million (16%) from the prior year. The decrease was primarily due to an increase in salaries and wages and payroll related costs across most of the institutions as a result of increases in faculty and staff positions and merit increases.

<i>(in millions)</i>	May YTD FY 2022	May YTD FY 2023	Variance	Annual Projected FY 2023
Clinical Revenues	\$ 8,220.0	9,035.9	815.9	12,095.8
Sponsored Programs/Nonexchange Sponsored Programs	4,063.5	4,114.1	50.6	5,682.1
State Appropriations	1,766.9	1,792.5	25.5	2,383.2
Net Tuition and Fees	1,574.0	1,655.9	81.9	2,195.5
Auxiliary Revenues/Sales & Services of Educational Activities	1,044.6	1,098.0	53.4	1,243.7
Net Investment Income	2,027.9	2,339.2	311.3	2,939.9
Other Operating Revenues/Gift Contributions for Operations	902.9	1,022.4	119.4	1,319.0
Total Revenues	19,599.9	21,057.9	1,458.0	27,859.2
Salaries and Wages/Payroll Related Costs	10,730.3	11,806.3	1,075.9	14,994.8
Materials and Supplies/Cost of Goods Sold	2,495.9	2,817.9	322.0	3,857.1
Depreciation and Amortization	1,317.5	1,363.4	45.9	1,838.6
Other Contracted Services/Professional Fees & Services	1,297.3	1,384.7	87.4	1,864.0
All Other Operating Expenses	2,377.2	2,526.4	149.2	3,481.3
Total Expenses (Excluding OPEB & Pension Exp)	\$ 18,218.2	19,898.7	1,680.5	26,035.7
Adjusted Income (Loss) Excluding OPEB & Pension Exp	1,381.6	1,159.2	(222.4)	1,823.4
OPEB Expense	747.0	862.9	115.9	1,150.5
Pension Expense	507.8	94.5	(413.3)	126.0
Adjusted Income (Loss)	126.9	201.8	74.9	546.9
Adjusted Income (Loss) Excluding Depr & Amort Exp	1,444.4	1,565.2	120.8	2,385.5

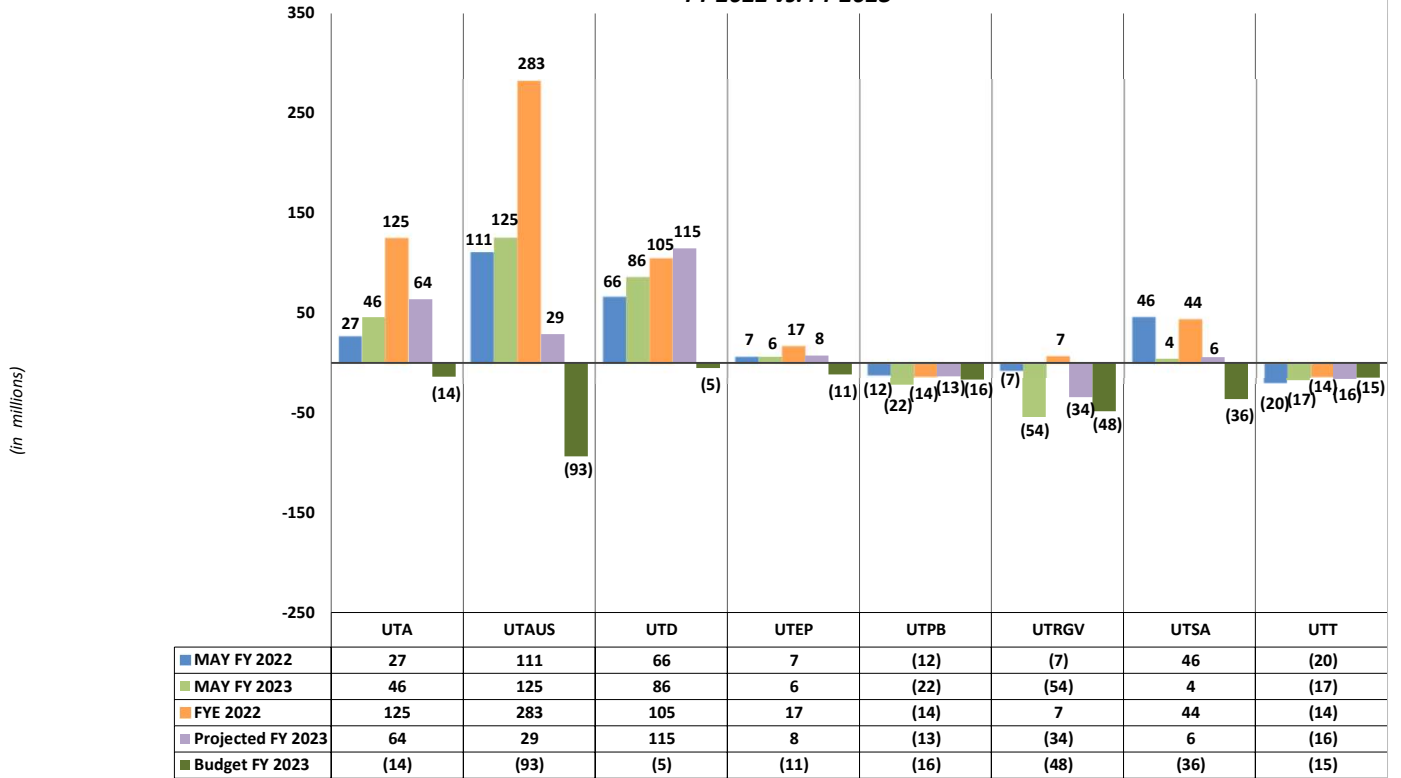
U. T. System Consolidated
(Including OPEB & Pension Expense)



**Monthly Financial Report
Comparison of Adjusted Income (Loss)
For the Period Ending May 31, 2023**

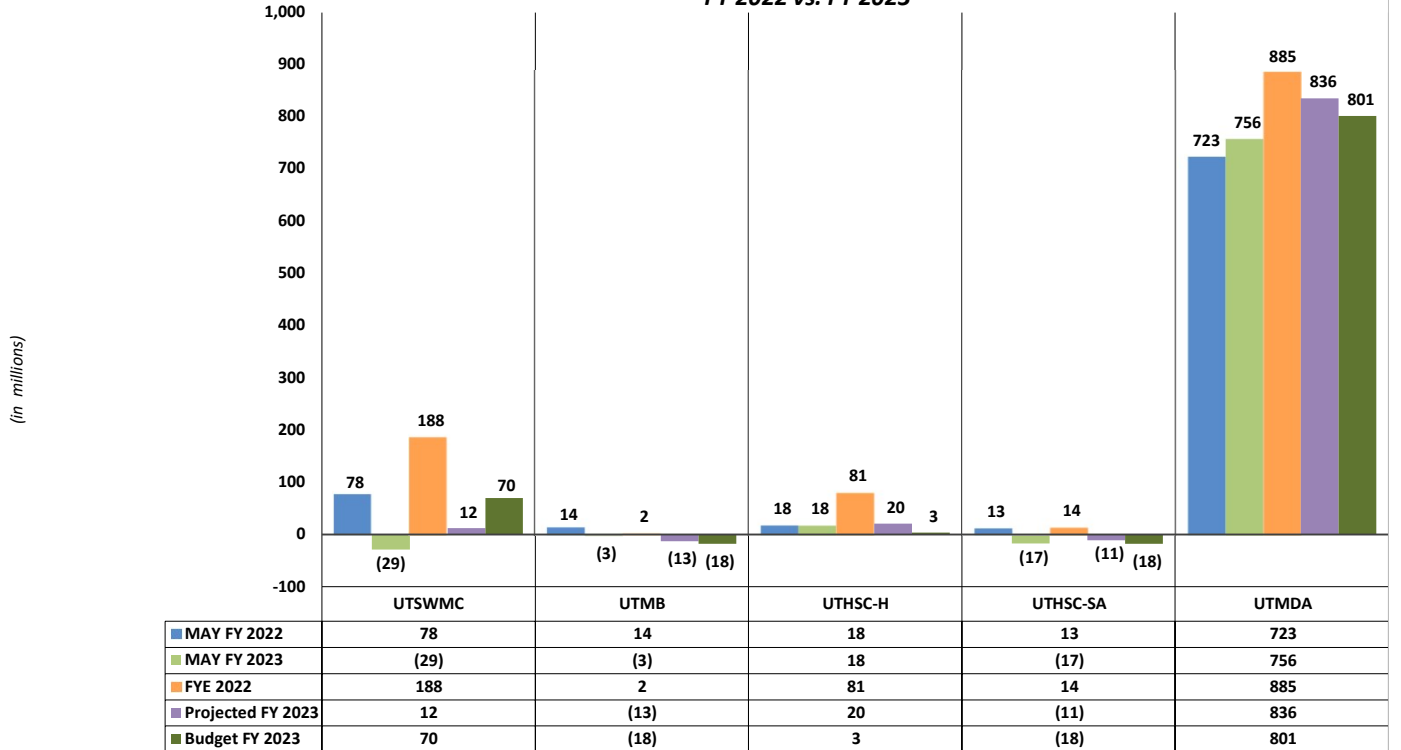
U. T. Academic Institutions

FY 2022 vs. FY 2023



U. T. Health Institutions

FY 2022 vs. FY 2023



Monthly Financial Report
Comparison of Adjusted Income (Loss)
For the Period Ending May 31, 2023

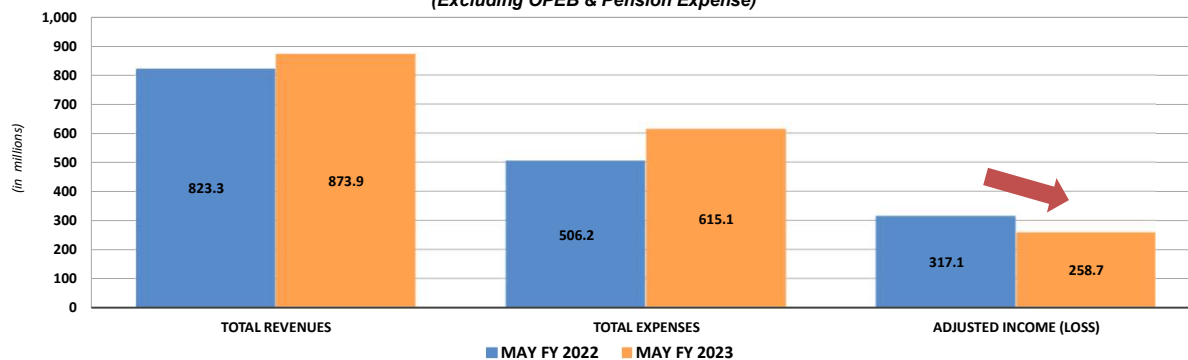
Executive Summary of Adjusted Income (Loss)*

	May FYTD 2022 <i>(millions)</i>	May FYTD 2023 <i>(millions)</i>	Variance %	Comments
U. T. System Administration (excluding OPEB & Pension Expense)	\$ 317.1	258.7	-18%	Increase in Other Operating Expenses (Claims & Losses, Insurance Costs/Premiums) Projected income of \$822.0 million for the FY
U. T. Arlington	26.9	45.9	71%	Increase in Net Tuition and Fees Projected income of \$63.9 million for the FY
U. T. Austin	111.4	125.4	13%	Increase in Net Investment Income Projected income of \$28.8 million for the FY
U. T. Dallas	66.5	86.1	30%	Increase in Net Tuition and Fees Projected income of \$114.9 million for the FY
U. T. El Paso	6.6	6.4	-4%	Increase in Salaries & Wages/Payroll Related Costs Projected income of \$7.5 million for the FY
U. T. Permian Basin	(12.1)	(21.7)	-80%	Decrease in Gift Contributions for Operations Increases in Materials & Supplies, Other Operating Expenses (Travel) Projected loss of (\$13.4) million for the FY
U. T. Rio Grande Valley	(7.4)	(54.0)	-625%	Increase in Salaries & Wages/Payroll Related Costs, Depreciation & Amortization, Other Contracted Services Decrease in Clinical Revenues Projected loss of (\$34.3) million for the FY
U. T. San Antonio	46.4	4.5	-90%	Increase in Salaries & Wages/Payroll Related Costs Decrease in Gift Contributions for Operations Projected income of \$5.8 million for the FY
U. T. Tyler	(19.8)	(17.3)	13%	Increase in Clinical Revenues Projected loss of (\$15.8) million for the FY
Southwestern	77.8	(29.0)	-137%	Increase in Salaries & Wages/Payroll Related Costs Projected income of \$12.0 million for the FY
UTMB	14.4	(3.3)	-123%	Increase in Salaries & Wages/Payroll Related Costs Projected loss of (\$12.9) million for the FY
UTHSC-Houston	18.2	18.5	2%	Increase in Clinical Revenues Projected income of \$20.3 million for the FY
UTHSC-San Antonio	12.6	(17.4)	-238%	Increase in Salaries & Wages/Payroll Related Costs Projected loss of (\$11.1) million for the FY
M. D. Anderson	723.1	756.5	5%	Increase in Clinical Revenues Projected income of \$835.7 million for the FY
Total Adjusted Income (Loss)	\$ 1,381.6	1,159.2	-16%	

* For additional details on the variances, please see pages 4 through 18.

Monthly Financial Report
Comparison of Operating Results, Margin and Projected Year-End
For the Period Ending May 31, 2023

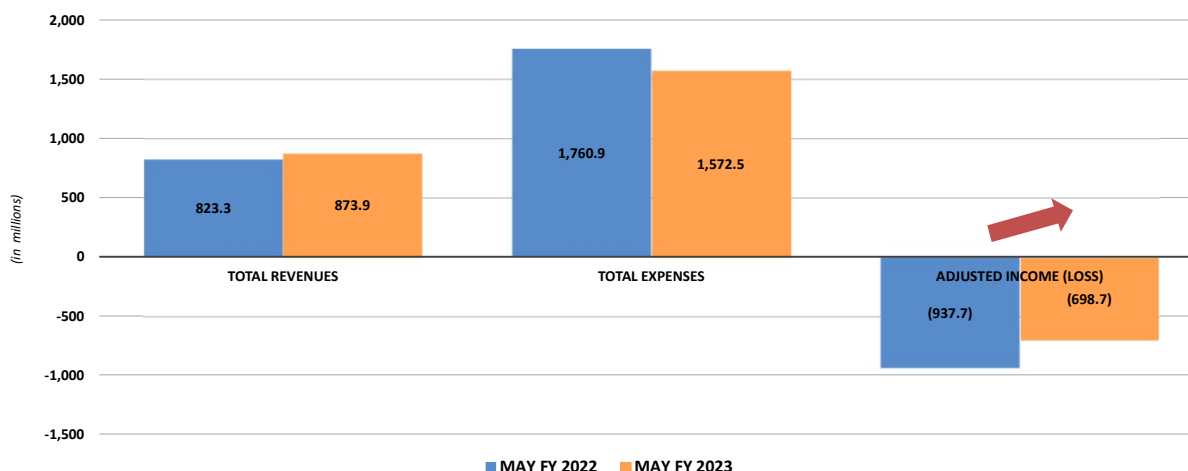
U. T. System Administration
(Excluding OPEB & Pension Expense)



Excluding OPEB and pension expense, *U. T. System Administration* reported year-to-date adjusted income of \$258.7 million, a decrease in adjusted income of \$58.4 million (18%) from the prior year. The decrease was primarily attributable to an increase in other operating expenses as a result of an increase in claims and losses for the medical self-insurance plan, as well as increases in insurance costs/premiums for Comprehensive Property Protection Plan (CPPP) Wind & Flood, CPPP Fire and All Other Perils (AOP), Rolling Owner Controlled Insurance Program (ROCIP), and the medical self-insurance plan. The most current projection, excluding OPEB and pension expense, reflects income of \$822.0 million for the year.

<i>(in millions)</i>	May YTD FY 2022	May YTD FY 2023	Variance	Annual Projected FY 2023
Sponsored Programs/Nonexchange Sponsored Programs	\$ 35.2	30.8	(4.4)	47.7
State Appropriations	5.5	5.5	0.0	7.3
Auxiliary Revenues/Sales & Services of Educational Activities	10.1	13.5	3.4	18.0
Net Investment Income/Available University Fund (AUF)	749.8	794.8	45.1	1,059.8
Other Operating Revenues/Gift Contributions for Operations	22.7	29.2	6.5	38.8
Total Revenues	823.3	873.9	50.6	1,171.6
Salaries and Wages/Payroll Related Costs	42.2	46.1	3.9	(382.4)
Materials and Supplies/Cost of Goods Sold	19.5	17.1	(2.3)	2.5
Depreciation and Amortization	12.7	17.0	4.3	22.4
Other Contracted Services/Professional Fees & Services	45.8	45.2	(0.5)	56.0
All Other Operating Expenses	386.0	489.7	103.6	651.1
Total Expenses (Excluding OPEB & Pension Exp)	\$ 506.2	615.1	109.0	349.6
Adjusted Income (Loss) Excluding OPEB & Pension Exp	317.1	258.7	(58.4)	822.0
OPEB Expense	747.0	862.9	115.9	1,150.5
Pension Expense	507.8	94.5	(413.3)	126.0
Adjusted Income (Loss)	(937.7)	(698.7)	239.0	(454.6)
Adjusted Income (Loss) Excluding Depr & Amort Exp	(925.0)	(681.7)	243.3	(432.1)

U. T. System Administration
(Including OPEB & Pension Expense)

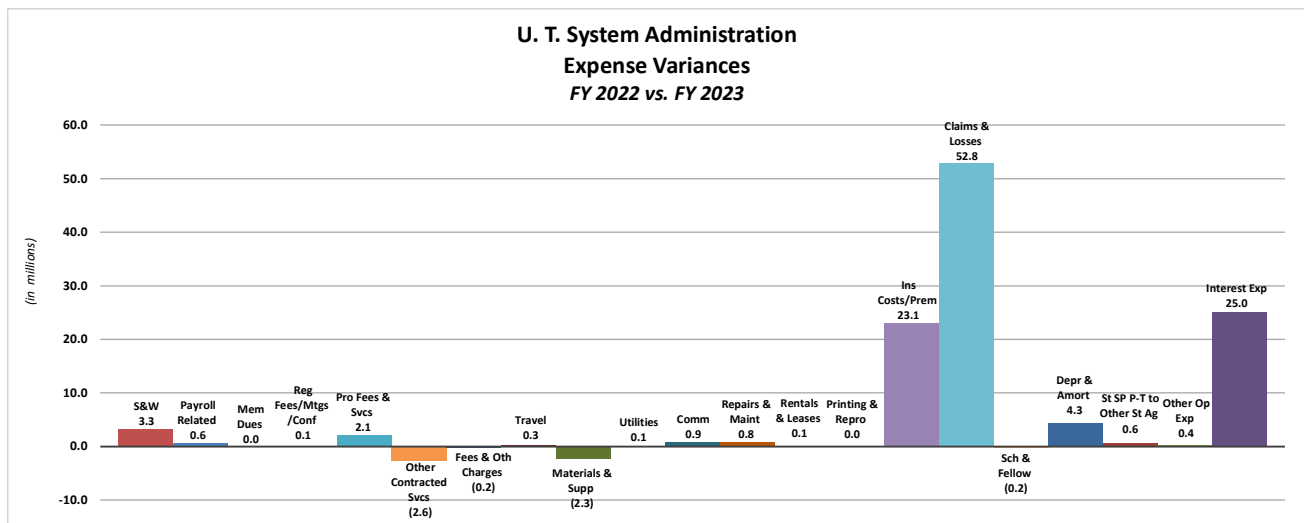


Monthly Financial Report

Detailed Expense Break-out for U. T. System Administration

For the Period Ending May 31, 2023

(in millions)	May YTD FY 2022	May YTD FY 2023	Actual Year-End FY 2022	Annual Projected FY 2023
Salaries and Wages	\$ 33.3	36.7	46.3	48.9
Payroll Related Costs	8.9	9.5	(431.7)	(431.2) *
Membership Dues	0.3	0.3	0.3	0.5
Registration Fees, Meetings, Conferences	0.1	0.2	0.2	0.2
Professional Fees and Services	3.3	5.4	6.5	7.2
Other Contracted Services	42.5	39.9	49.6	48.8
Fees and Other Charges	0.6	0.4	0.7	0.5
Travel	0.3	0.5	0.5	0.7
Materials and Supplies	19.5	17.1	7.9	2.5
Utilities	0.2	0.3	0.3	0.4
Communications	3.4	4.3	3.7	4.6
Repairs and Maintenance	11.7	12.5	7.9	16.6
Rentals and Leases	0.1	0.2	0.3	0.3
Printing and Reproduction	0.1	0.1	0.1	0.1
Insurance Costs/Premiums	79.8	102.9	18.4	137.2
Claims and Losses	267.2	320.0	273.1	426.6
Scholarships and Fellowships	0.3	0.1	0.7	0.1
Depreciation and Amortization	12.7	17.0	21.6	22.4
State Sponsored Program Pass-Through to Other State Agencies	4.1	4.7	5.0	5.5
Other Operating Expenses	1.1	1.5	1.4	2.0
Interest Expense	16.8	41.7	45.0	55.6
Total Expenses (Excluding OPEB & Pension Expense)	506.2	615.1	57.9	349.6
OPEB Expense	747.0	862.9	1,150.5	1,150.5
Pension Expense	507.8	94.5	126.0	126.0
Total Expenses (Including OPEB & Pension Expense)	\$ 1,760.9	1,572.5	1,334.4	1,626.2



Brief explanations for U. T. System Administration's largest expense variances are provided below:

***Payroll Related Costs** - the negative payroll related costs at year-end relate to the pension entry to defer pension contributions made after the measurement date for the entire System.

Insurance Costs/Premiums - increase of \$23.1 million primarily a result of increases in insurance premiums in CPPP Wind & Flood, CPPP Fire and All Other Perils (AOP), ROCIP, and the medical self-insurance plan. Reimbursement for CPPP Wind & Flood and CPPP Fire and AOP insurance costs/premiums expected in the fourth quarter of fiscal year 2023.

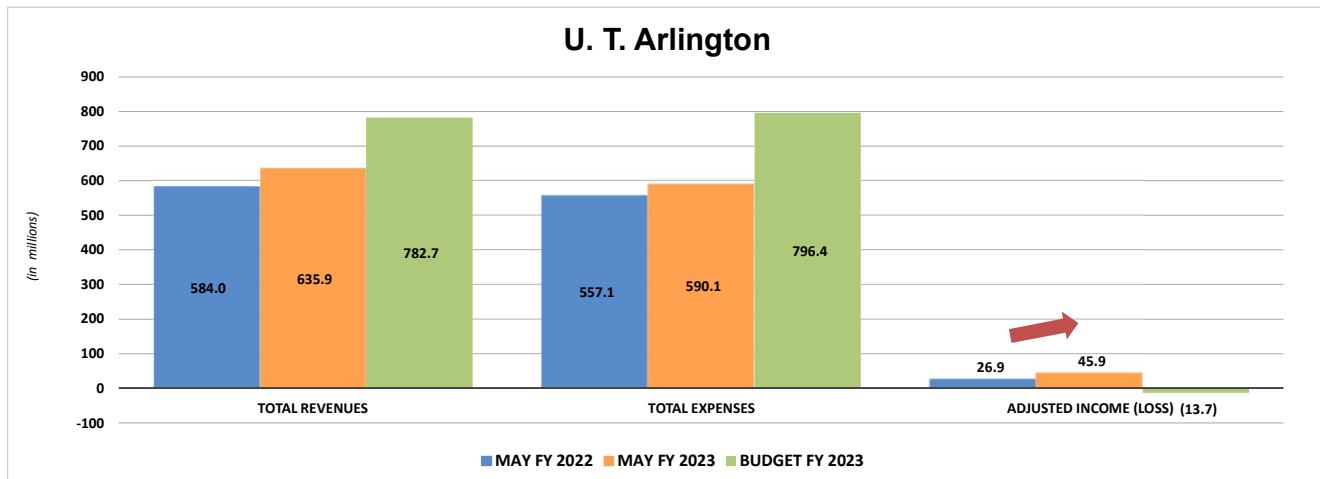
Claims and Losses - increase of \$52.8 million primarily due to the medical self-insurance plan.

Interest Expense - increase of \$25.0 million largely attributable to an increase in Permanent University Fund interest expense.

Monthly Financial Report

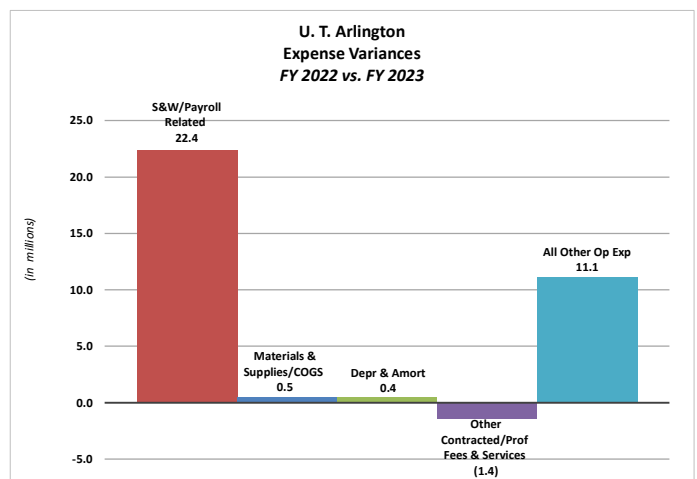
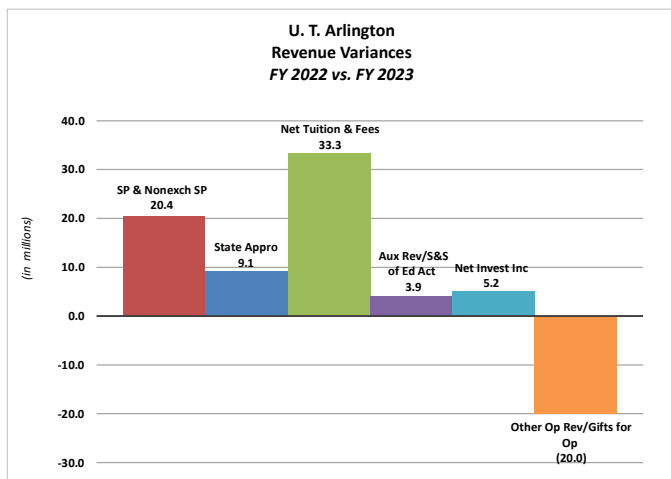
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending May 31, 2023



U. T. Arlington reported year-to-date adjusted income of \$45.9 million, an increase in adjusted income of \$19.0 million (71%) from the prior year. The increase was primarily attributable to an increase in net student tuition and fees as a result of an increase in semester credit hours. The most current projection received from *U. T. Arlington* reflects income of \$63.9 million for the year.

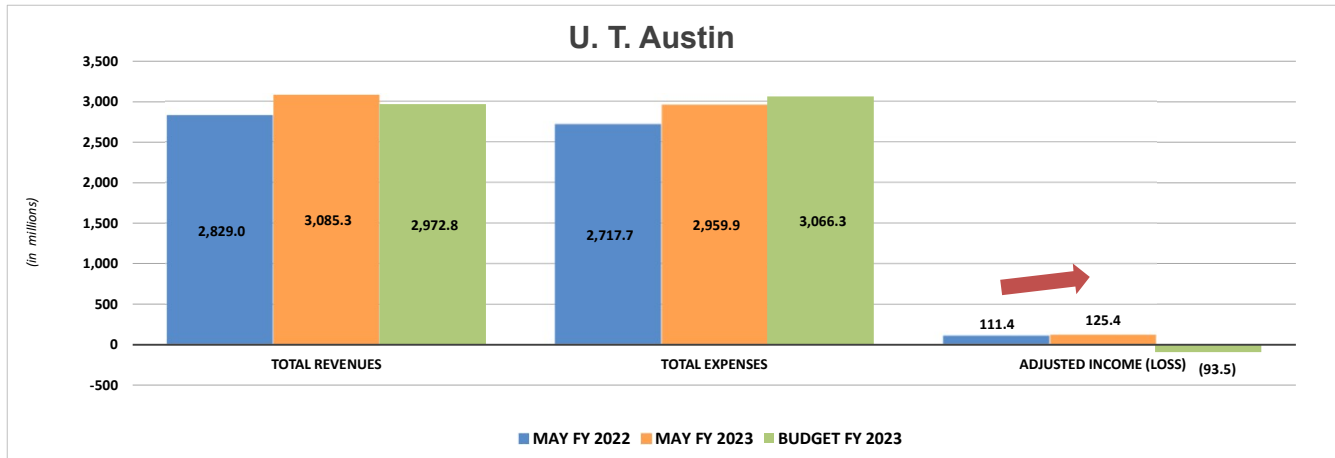
(in millions)	May YTD FY 2022	May YTD FY 2023	Variance	Annual Projected FY 2023	FY 2023 Budget
Sponsored Programs/Nonexchange Sponsored Programs	\$ 126.0	146.5	20.4	204.1	
State Appropriations	102.0	111.2	9.1	161.1	
Net Tuition and Fees	248.9	282.2	33.3	376.3	
Auxiliary Revenues/Sales & Services of Educational Activities	50.3	54.2	3.9	71.4	
Net Investment Income	24.7	29.9	5.2	34.9	
Other Operating Revenues/Gift Contributions for Operations	32.0	12.0	(20.0)	15.9	
Total Revenues	584.0	635.9	52.0	863.7	782.7
Salaries and Wages/Payroll Related Costs	330.0	352.3	22.4	463.2	
Materials and Supplies/Cost of Goods Sold	38.2	38.7	0.5	48.4	
Depreciation and Amortization	42.1	42.5	0.4	56.7	
Other Contracted Services/Professional Fees & Services	57.9	56.5	(1.4)	73.6	
All Other Operating Expenses	88.9	100.0	11.1	158.0	
Total Expenses	\$ 557.1	590.1	33.0	799.8	796.4
Adjusted Income (Loss)	26.9	45.9	19.0	63.9	(13.7)
Adjusted Income (Loss) Excluding Depr & Amort Exp	69.0	88.4	19.4	120.5	43.0



Monthly Financial Report

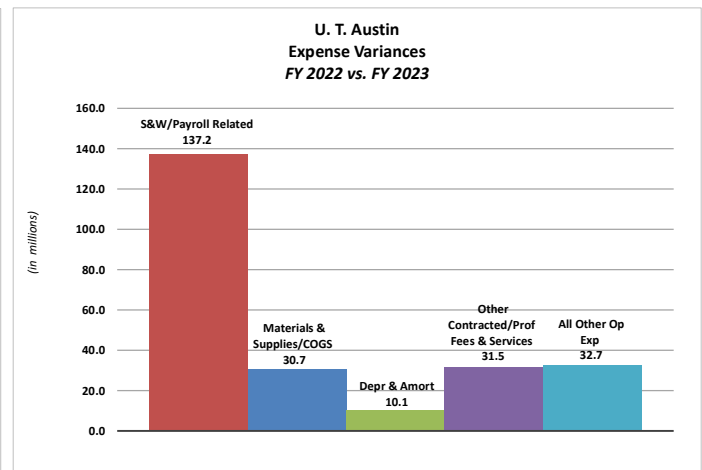
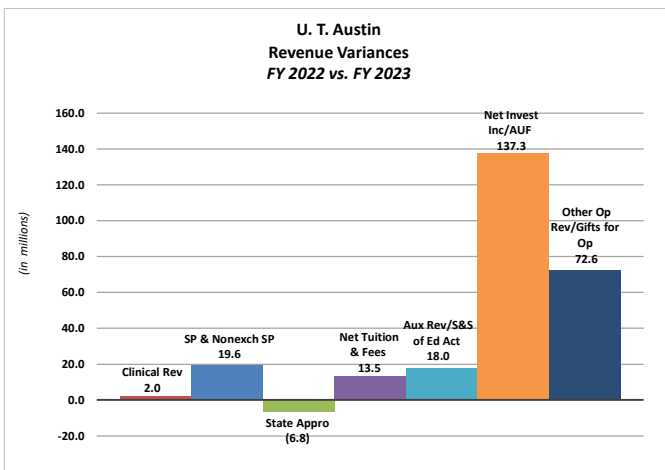
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending May 31, 2023



U. T. Austin reported year-to-date adjusted income of \$125.4 million, an increase in adjusted income of \$14.0 million (13%) from the prior year. The increase was primarily due to an increase in net investment income attributable to COVID-19 technology royalties received from the National Institute of Health. The most current projection received from *U. T. Austin* reflects income of \$28.8 million for the year.

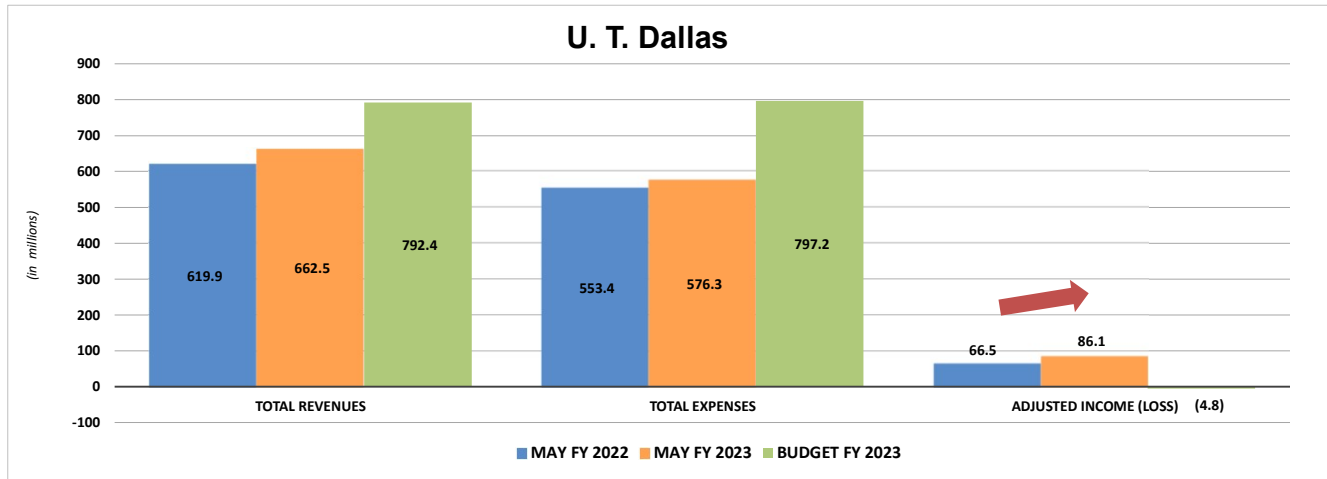
(in millions)	May YTD FY 2022	May YTD FY 2023	Variance	Annual Projected FY 2023	FY 2023 Budget
Clinical Revenues	\$ 10.3	12.3	2.0	16.9	
Sponsored Programs/Nonexchange Sponsored Programs	727.6	747.2	19.6	1,107.4	
State Appropriations	279.9	273.1	(6.8)	359.6	
Net Tuition and Fees	405.8	419.3	13.5	559.0	
Auxiliary Revenues/Sales & Services of Educational Activities	634.2	652.2	18.0	657.9	
Net Investment Income/Available University Fund (AUF)	609.7	747.1	137.3	904.9	
Other Operating Revenues/Gift Contributions for Operations	161.6	234.2	72.6	298.5	
Total Revenues	2,829.0	3,085.3	256.3	3,904.2	2,972.8
Salaries and Wages/Payroll Related Costs	1,559.1	1,696.3	137.2	2,150.7	
Materials and Supplies/Cost of Goods Sold	139.0	169.8	30.7	210.0	
Depreciation and Amortization	279.4	289.5	10.1	386.0	
Other Contracted Services/Professional Fees & Services	189.1	220.6	31.5	299.6	
All Other Operating Expenses	551.0	583.7	32.7	829.1	
Total Expenses	\$ 2,717.7	2,959.9	242.2	3,875.4	3,066.3
Adjusted Income (Loss)	111.4	125.4	14.0	28.8	(93.5)
Adjusted Income (Loss) Excluding Depr & Amort Exp	390.7	414.9	24.2	414.8	286.5



Monthly Financial Report

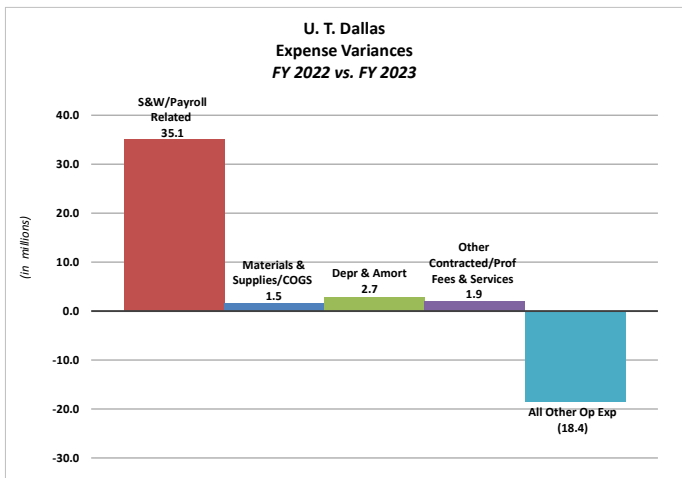
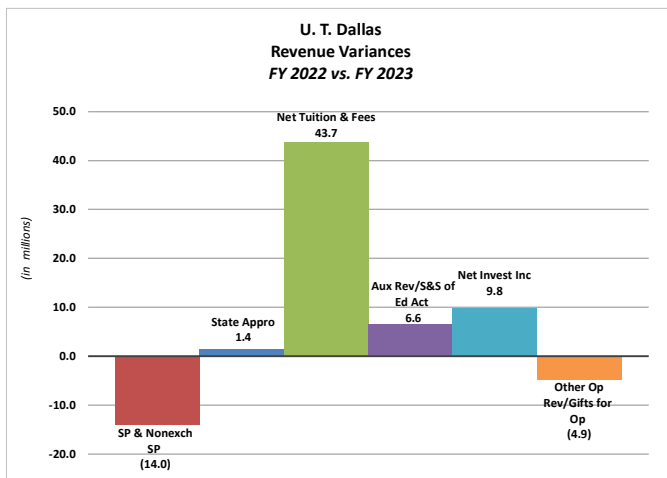
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending May 31, 2023



U. T. Dallas reported year-to-date adjusted income of \$86.1 million, an increase in adjusted income of \$19.7 million (30%) from the prior year. The increase was primarily attributable to an increase in net student tuition and fees due to increased enrollment of undergraduate and graduate students. The most current projection received from U. T. Dallas reflects income of \$114.9 million for the year.

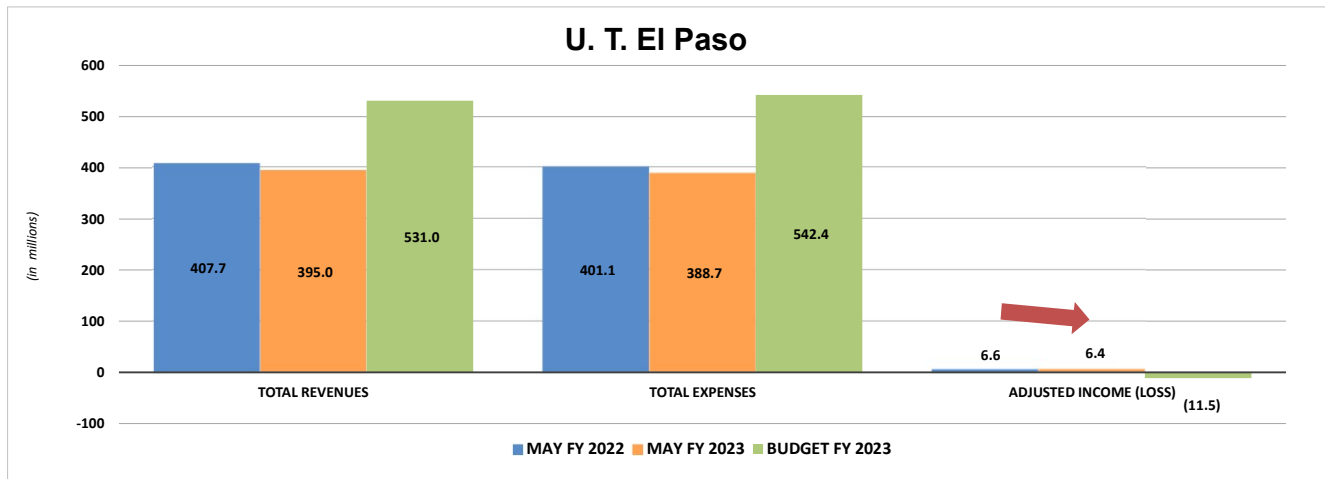
(in millions)	May YTD FY 2022	May YTD FY 2023	Variance	Annual Projected FY 2023	FY 2023 Budget
Sponsored Programs/Nonexchange Sponsored Programs	\$ 125.3	111.3	(14.0)	148.5	
State Appropriations	103.5	104.9	1.4	139.9	
Net Tuition and Fees	274.2	317.8	43.7	423.8	
Auxiliary Revenues/Sales & Services of Educational Activities	64.9	71.4	6.6	95.3	
Net Investment Income	31.0	40.8	9.8	54.4	
Other Operating Revenues/Gift Contributions for Operations	21.1	16.2	(4.9)	21.6	
Total Revenues	619.9	662.5	42.6	883.3	792.4
Salaries and Wages/Payroll Related Costs	308.1	343.2	35.1	457.5	
Materials and Supplies/Cost of Goods Sold	25.3	26.8	1.5	35.8	
Depreciation and Amortization	69.4	72.1	2.7	96.2	
Other Contracted Services/Professional Fees & Services	27.9	29.9	1.9	39.8	
All Other Operating Expenses	122.7	104.3	(18.4)	139.1	
Total Expenses	\$ 553.4	576.3	22.9	768.5	797.2
Adjusted Income (Loss)	66.5	86.1	19.7	114.9	(4.8)
Adjusted Income (Loss) Excluding Depr & Amort Exp	135.9	158.3	22.4	211.0	83.4



Monthly Financial Report

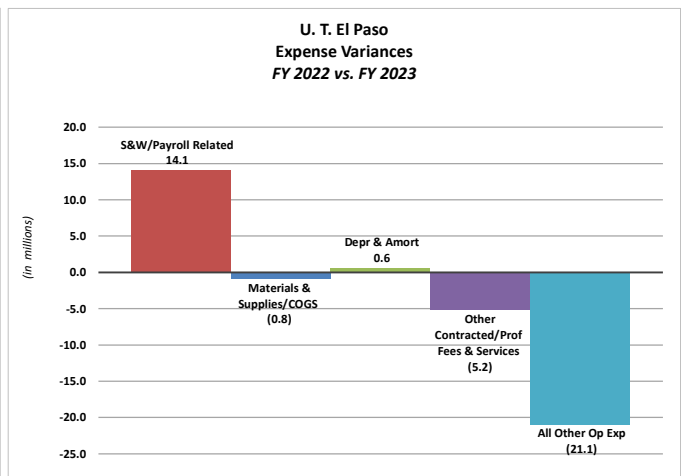
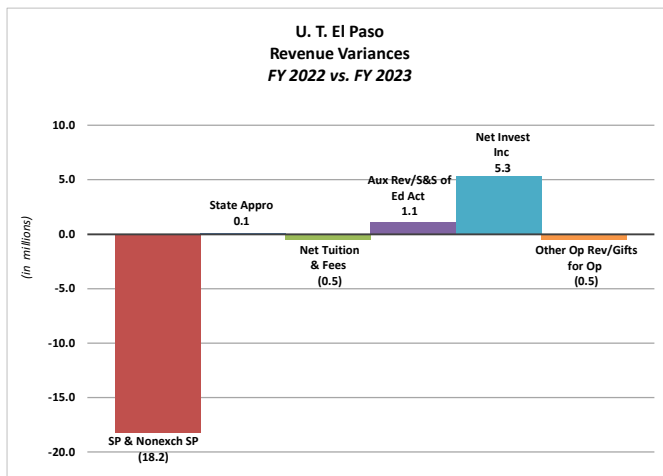
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending May 31, 2023



U. T. El Paso reported year-to-date adjusted income of \$6.4 million, a decrease in adjusted income of \$0.2 million (4%) from the prior year. The decrease was primarily due to an increase in salaries and wages and payroll related costs due to merit increases. The most current projection received from U. T. El Paso reflects income of \$7.5 million for the year.

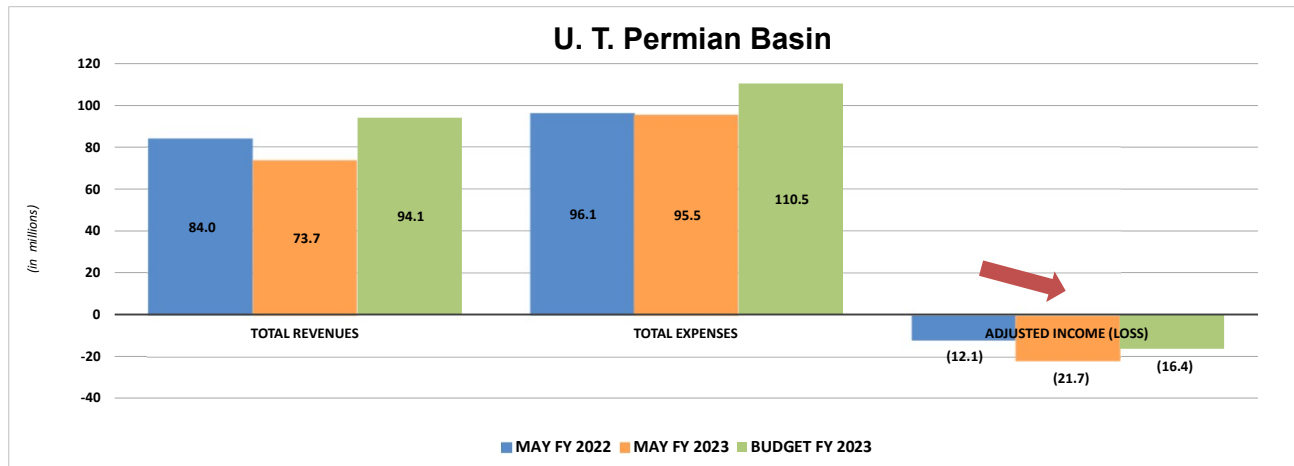
(in millions)	May YTD FY 2022	May YTD FY 2023	Variance	Annual Projected FY 2023	FY 2023 Budget
Sponsored Programs/Nonexchange Sponsored Programs	\$ 146.9	128.7	(18.2)	194.8	
State Appropriations	83.1	83.2	0.1	107.5	
Net Tuition and Fees	115.0	114.5	(0.5)	146.0	
Auxiliary Revenues/Sales & Services of Educational Activities	37.2	38.3	1.1	52.7	
Net Investment Income	15.1	20.5	5.3	25.8	
Other Operating Revenues/Gift Contributions for Operations	10.5	10.0	(0.5)	10.3	
Total Revenues	407.7	395.0	(12.7)	537.0	531.0
Salaries and Wages/Payroll Related Costs	215.4	229.5	14.1	284.0	
Materials and Supplies/Cost of Goods Sold	19.1	18.2	(0.8)	28.0	
Depreciation and Amortization	25.9	26.5	0.6	35.4	
Other Contracted Services/Professional Fees & Services	31.1	25.8	(5.2)	32.0	
All Other Operating Expenses	109.7	88.7	(21.1)	150.2	
Total Expenses	\$ 401.1	388.7	(12.4)	529.5	542.4
Adjusted Income (Loss)	6.6	6.4	(0.2)	7.5	(11.5)
Adjusted Income (Loss) Excluding Depr & Amort Exp	32.5	32.9	0.4	42.9	23.6



Monthly Financial Report

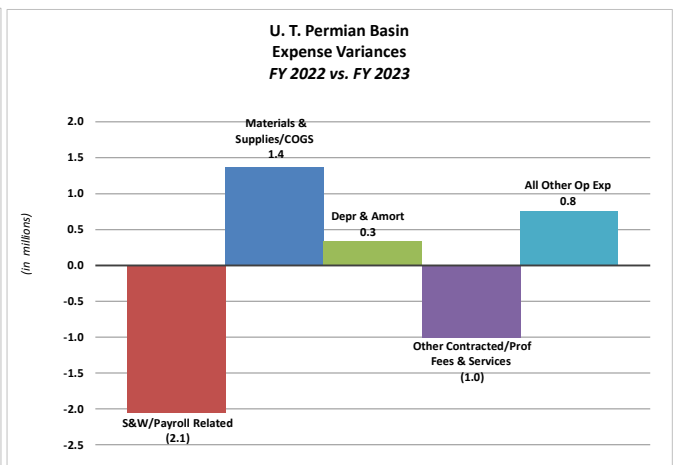
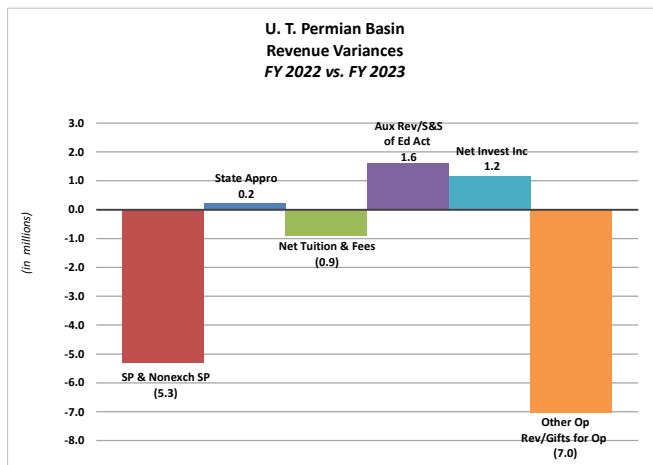
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending May 31, 2023



U. T. Permian Basin incurred a year-to-date adjusted loss of \$21.7 million, an increase in adjusted loss of \$9.7 million (80%) from the prior year. The increase was primarily attributable to the following: a decrease in gift contributions for operations as a result of a \$10.7 million gift received in 2022 with no such comparable gift received in the current fiscal year; an increase in materials and supplies due to an increase in furnishings and equipment due to several building and office remodeling projects on campus, as well as an increase in computer software expenses; and an increase in other operating expenses primarily attributable to an increase in travel expenses as restrictions due to COVID-19 are eased. The most current projection received from *U. T. Permian Basin* reflects a loss of \$13.4 million for the year.

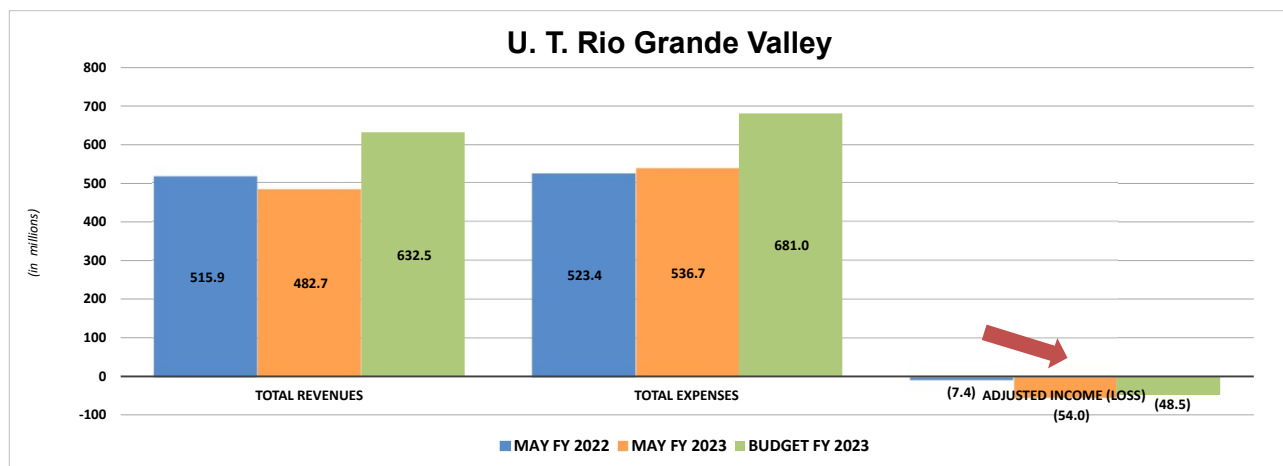
(in millions)	May YTD FY 2022	May YTD FY 2023	Variance	Annual Projected FY 2023	FY 2023 Budget
Sponsored Programs/Nonexchange Sponsored Programs	\$ 19.7	14.4	(5.3)	24.7	
State Appropriations	18.8	19.0	0.2	25.4	
Net Tuition and Fees	24.3	23.4	(0.9)	31.1	
Auxiliary Revenues/Sales & Services of Educational Activities	5.1	6.7	1.6	8.9	
Net Investment Income	2.7	3.8	1.2	4.5	
Other Operating Revenues/Gift Contributions for Operations	13.5	6.5	(7.0)	15.5	
Total Revenues	84.0	73.7	(10.3)	110.1	94.1
Salaries and Wages/Payroll Related Costs	46.8	44.8	(2.1)	55.4	
Materials and Supplies/Cost of Goods Sold	4.6	5.9	1.4	6.5	
Depreciation and Amortization	15.6	16.0	0.3	21.3	
Other Contracted Services/Professional Fees & Services	8.5	7.5	(1.0)	11.8	
All Other Operating Expenses	20.5	21.3	0.8	28.5	
Total Expenses	\$ 96.1	95.5	(0.6)	123.5	110.5
Adjusted Income (Loss)	(12.1)	(21.7)	(9.7)	(13.4)	(16.4)
Adjusted Income (Loss) Excluding Depr & Amort Exp	3.6	(5.8)	(9.3)	7.9	4.8



Monthly Financial Report

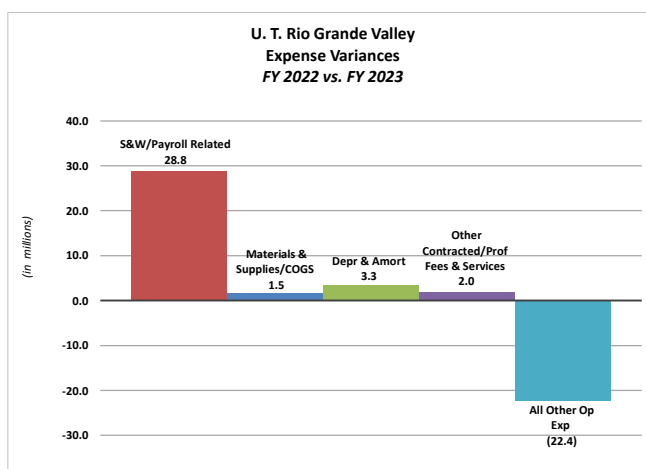
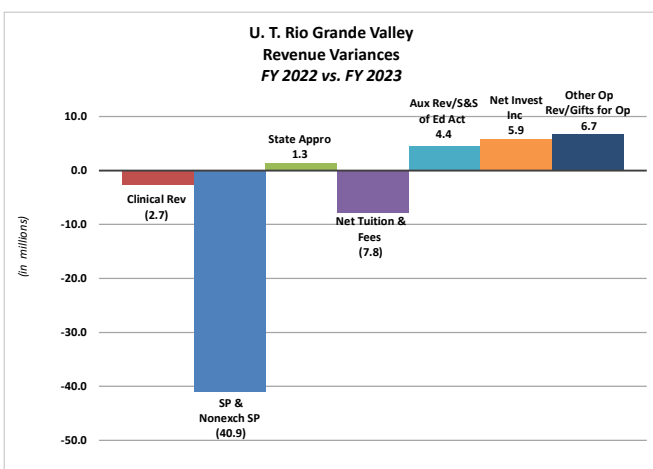
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending May 31, 2023



U. T. Rio Grande Valley incurred a year-to-date adjusted loss of \$54.0 million, an increase in adjusted loss of \$46.6 million (625%) from the prior year. The increase was primarily due to the following: an increase in salaries and wages and payroll related costs as a result of an increase in faculty and staff positions and annual merit increases; an increase in depreciation and amortization expense due to new buildings placed into service; a decrease in clinical revenues attributable to a decrease in patient volume due to the economic downturn; and an increase in other contracted services as a result of increases in transportation services, Student Accessibility Services, and Accelerated Program marketing expenses. The most current projection received from *U. T. Rio Grande Valley* reflects a loss of \$34.3 million for the year.

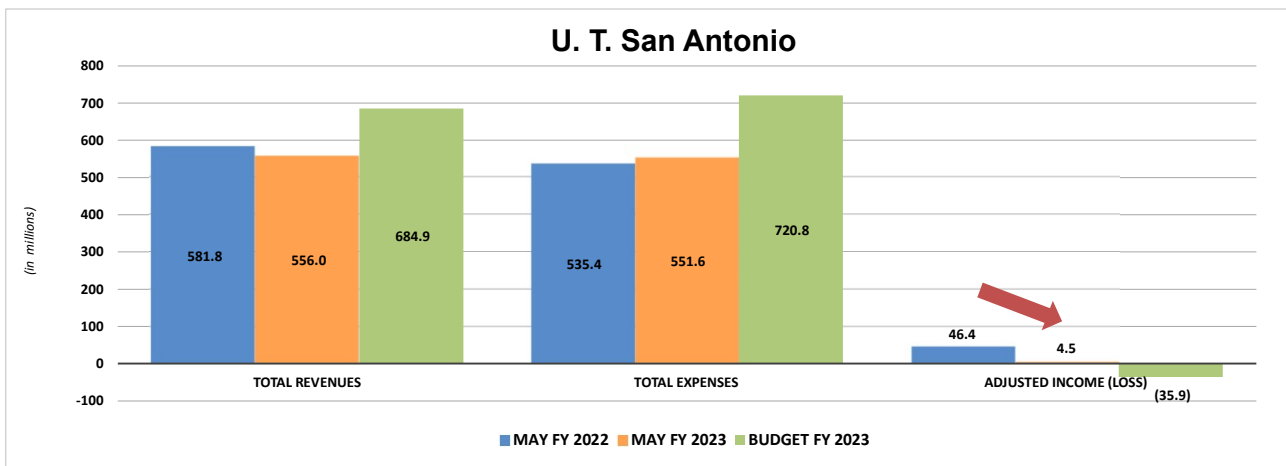
(in millions)	May YTD FY 2022	May YTD FY 2023	Variance	Annual Projected FY 2023	FY 2023 Budget
Clinical Revenues	\$ 14.8	12.1	(2.7)	17.2	
Sponsored Programs/Nonexchange Sponsored Programs	224.8	183.9	(40.9)	270.5	
State Appropriations	132.9	134.2	1.3	163.5	
Net Tuition and Fees	110.3	102.5	(7.8)	136.9	
Auxiliary Revenues/Sales & Services of Educational Activities	12.3	16.7	4.4	20.6	
Net Investment Income	10.7	16.6	5.9	21.4	
Other Operating Revenues/Gift Contributions for Operations	10.1	16.7	6.7	19.9	
Total Revenues	515.9	482.7	(33.2)	650.0	632.5
Salaries and Wages/Payroll Related Costs	320.0	348.8	28.8	431.2	
Materials and Supplies/Cost of Goods Sold	24.2	25.7	1.5	32.2	
Depreciation and Amortization	42.4	45.7	3.3	62.5	
Other Contracted Services/Professional Fees & Services	16.8	18.8	2.0	22.6	
All Other Operating Expenses	120.0	97.6	(22.4)	135.8	
Total Expenses	\$ 523.4	536.7	13.3	684.3	681.0
Adjusted Income (Loss)	(7.4)	(54.0)	(46.6)	(34.3)	(48.5)
Adjusted Income (Loss) Excluding Depr & Amort Exp	34.9	(8.3)	(43.2)	28.2	13.5



Monthly Financial Report

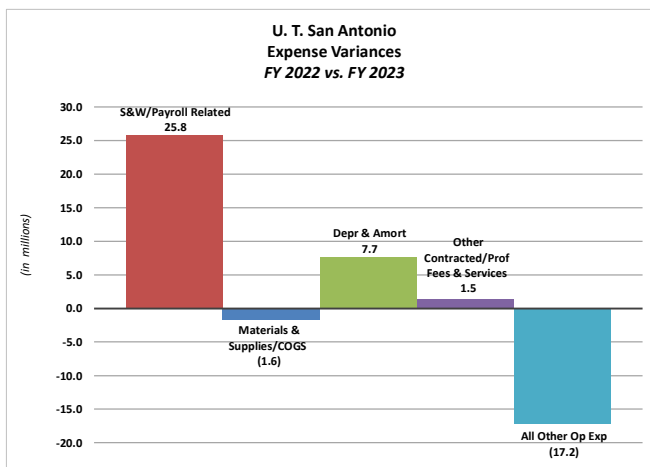
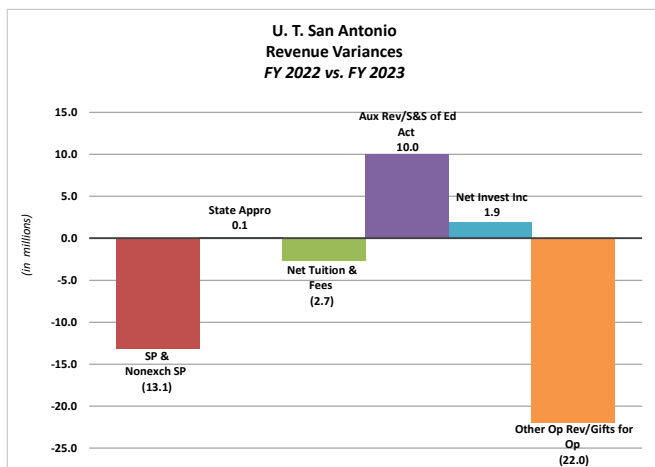
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending May 31, 2023

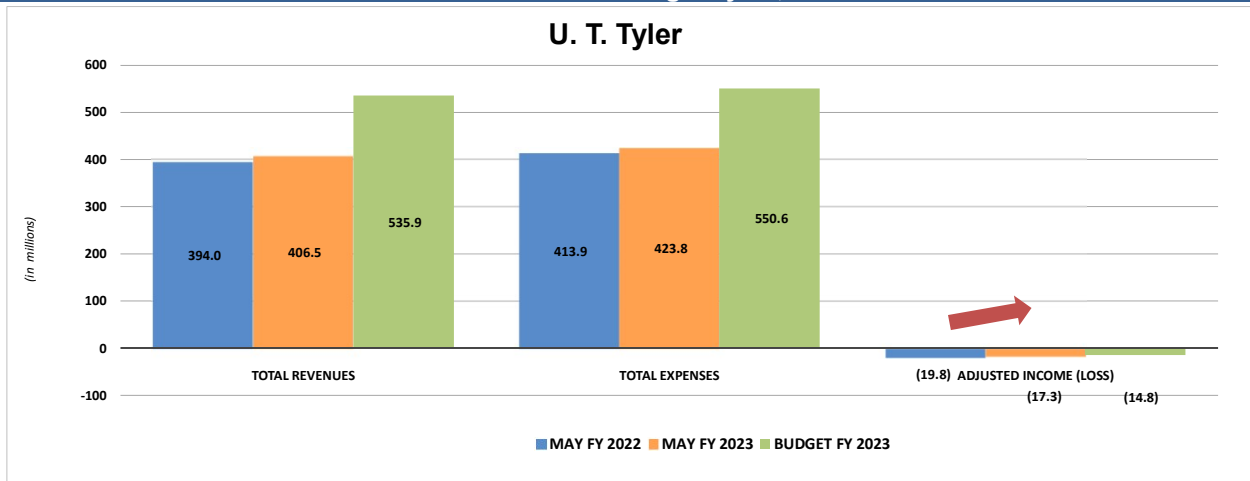


U. T. San Antonio reported year-to-date adjusted income of \$4.5 million, a decrease in adjusted income of \$41.9 million (90%) from the prior year. The decrease was primarily attributable to the following: an increase in salaries and wages and payroll related costs due to the university implementing its strategic compensation plan last year, as well as an increase in annual merit increases; and a decrease in gift contributions for operations as a result of a \$20 million gift received in 2022 with no such comparable gift received in the current fiscal year. The most current projection received from U. T. San Antonio reflects income of \$5.8 million for the year.

(in millions)	May YTD FY 2022	May YTD FY 2023	Variance	Annual Projected FY 2023	FY 2023 Budget
Sponsored Programs/Nonexchange Sponsored Programs	\$ 173.7	160.7	(13.1)	214.2	
State Appropriations	114.3	114.4	0.1	152.5	
Net Tuition and Fees	194.1	191.4	(2.7)	255.2	
Auxiliary Revenues/Sales & Services of Educational Activities	45.2	55.2	10.0	73.6	
Net Investment Income	18.4	20.3	1.9	27.1	
Other Operating Revenues/Gift Contributions for Operations	36.2	14.1	(22.0)	18.3	
Total Revenues	581.8	556.0	(25.8)	740.9	684.9
Salaries and Wages/Payroll Related Costs	284.5	310.3	25.8	413.7	
Materials and Supplies/Cost of Goods Sold	30.1	28.4	(1.6)	37.9	
Depreciation and Amortization	49.2	56.9	7.7	75.9	
Other Contracted Services/Professional Fees & Services	28.3	29.7	1.5	39.6	
All Other Operating Expenses	143.4	126.2	(17.2)	167.9	
Total Expenses	\$ 535.4	551.6	16.1	735.1	720.8
Adjusted Income (Loss)	46.4	4.5	(41.9)	5.8	(35.9)
Adjusted Income (Loss) Excluding Depr & Amort Exp	95.6	61.4	(34.2)	81.7	36.8

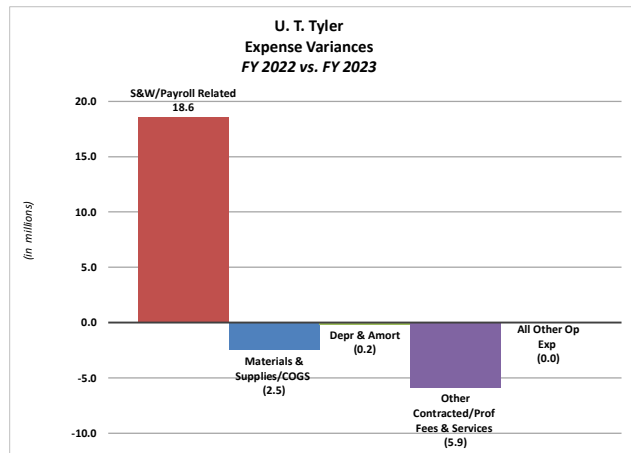
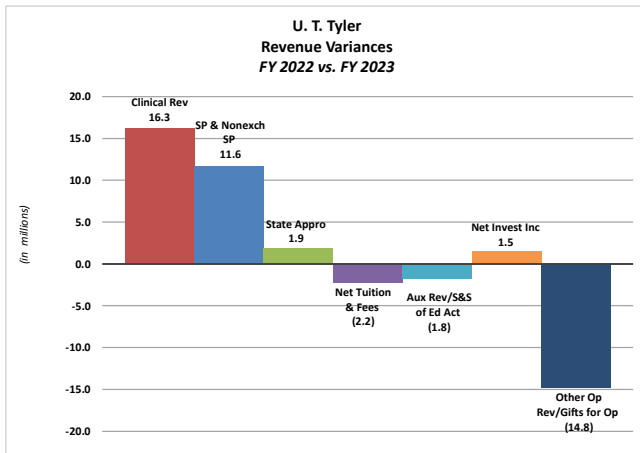


Monthly Financial Report
Comparison of Operating Results, Margin, Projected Year-End and Budget
For the Period Ending May 31, 2023



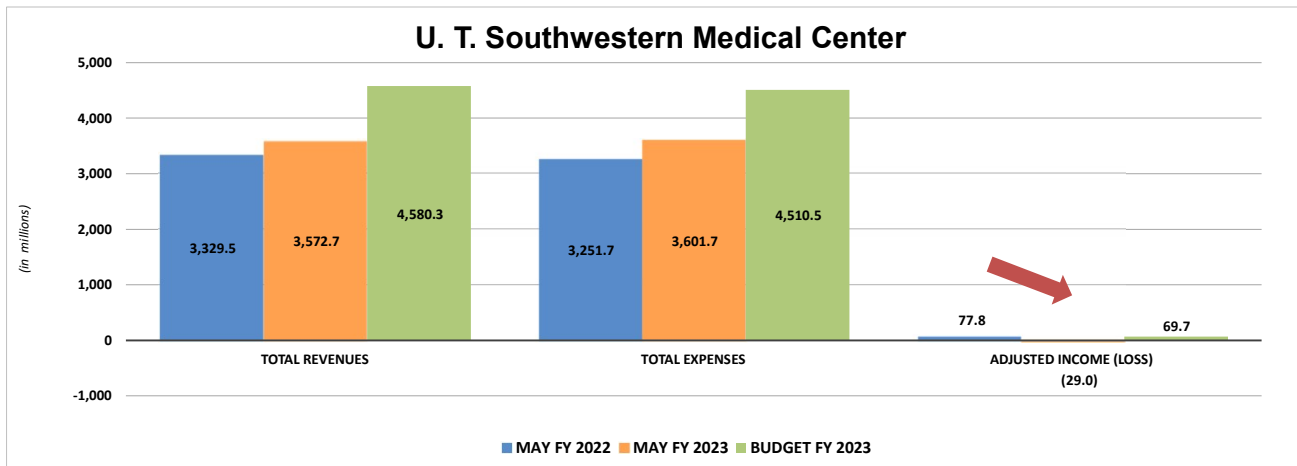
U. T. Tyler incurred a year-to-date adjusted loss of \$17.3 million, a decrease in adjusted loss of \$2.5 million (13%) from the prior year. The decrease was primarily due to an increase in clinical revenues attributable to an increase in outpatient visits, as well as growth in retail pharmacy volumes. The most current projection received from U. T. Tyler reflects a loss of \$15.8 million for the year.

(in millions)	May YTD FY 2022	May YTD FY 2023	Variance	Annual Projected FY 2023	FY 2023 Budget
Clinical Revenues	\$ 130.4	146.7	16.3	192.4	
Sponsored Programs/Nonexchange Sponsored Programs	98.7	110.3	11.6	147.1	
State Appropriations	64.6	66.6	1.9	90.8	
Net Tuition and Fees	46.3	44.1	(2.2)	57.9	
Auxiliary Revenues/Sales & Services of Educational Activities	24.9	23.2	(1.8)	29.4	
Net Investment Income	8.2	9.7	1.5	13.6	
Other Operating Revenues/Gift Contributions for Operations	20.8	6.0 *	(14.8)	12.6 *	
Total Revenues	394.0	406.5	12.5	543.9	535.9
Salaries and Wages/Payroll Related Costs	245.7	264.2	18.6	346.4	
Materials and Supplies/Cost of Goods Sold	58.0	55.5	(2.5)	73.4	
Depreciation and Amortization	26.3	26.2	(0.2)	36.5	
Other Contracted Services/Professional Fees & Services	40.9	34.9	(5.9)	47.1	
All Other Operating Expenses	43.1	43.0	(0.0)	56.2	
Total Expenses	\$ 413.9	423.8	10.0	559.7	550.6
Adjusted Income (Loss)	(19.8)	(17.3)	2.5	(15.8)	(14.8)
Adjusted Income (Loss) Excluding Depr & Amort Exp	6.5	8.8	2.3	20.7	21.7



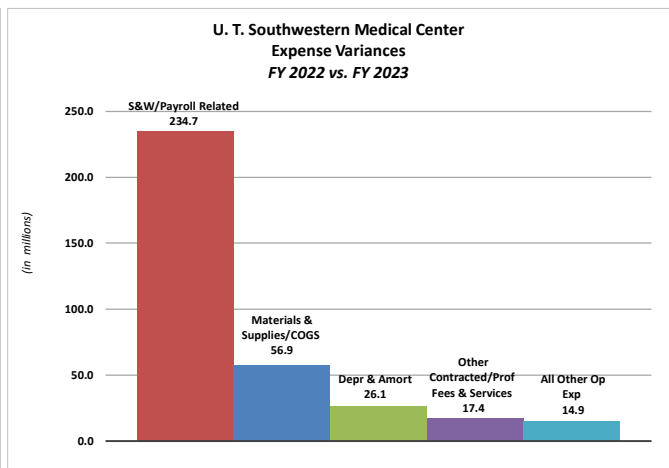
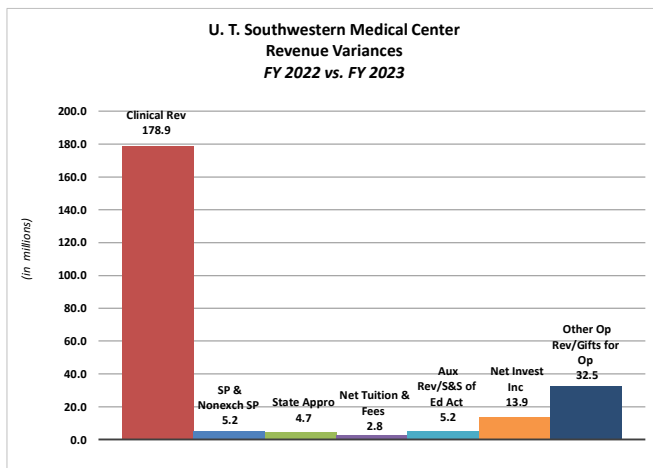
*Other Operating Income includes 30% of UTHET's net adjusted loss which was \$4.3 million through May. The projected loss of \$15.8 million includes less than \$0.1 million of UTHET's net adjusted income for the year.

Monthly Financial Report Comparison of Operating Results, Margin, Projected Year-End and Budget For the Period Ending May 31, 2023

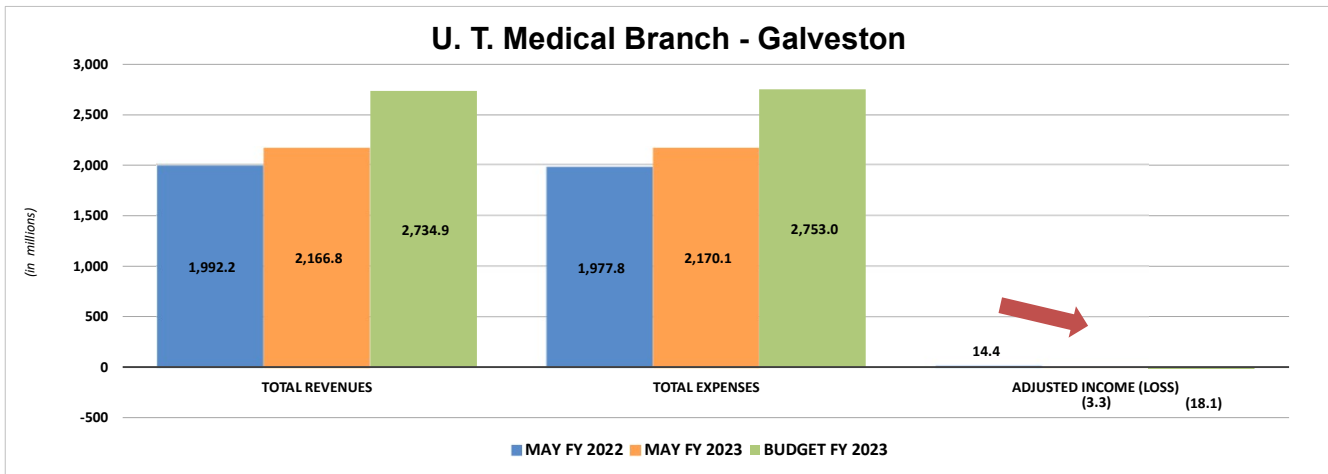


U. T. Southwestern Medical Center incurred a year-to-date adjusted loss of \$29.0 million, a decrease of \$106.8 million (137%) from the prior year. The decrease was primarily due to an increase in salaries and wages and payroll related costs as a result of increases in staff and faculty positions associated with growth in both the hospitals and clinical operations. The most current projection received from U. T. Southwestern Medical Center reflects income of \$12.0 million for the year primarily due to an anticipated increase in patient care revenues in the back half of the fiscal year and an anticipated increase in other operating revenues related to the timing of revenue recognition to offset operating expenses associated with the decant and demolition of the Paul M. Bass Administrative and Clinical Center.

(in millions)	May YTD FY 2022	May YTD FY 2023	Variance	Annual Projected FY 2023	FY 2023 Budget
Clinical Revenues	\$ 2,157.9	2,336.8	178.9	3,135.7	
Sponsored Programs/Nonexchange Sponsored Programs	636.5	641.7	5.2	837.1	
State Appropriations	140.3	145.0	4.7	195.7	
Net Tuition and Fees	18.4	21.2	2.8	28.3	
Auxiliary Revenues/Sales & Services of Educational Activities	28.4	33.7	5.2	45.3	
Net Investment Income	125.6	139.5	13.9	185.7	
Other Operating Revenues/Gift Contributions for Operations	222.4	254.8	32.5	303.2	
Total Revenues	3,329.5	3,572.7	243.2	4,730.9	4,580.3
Salaries and Wages/Payroll Related Costs	2,025.1	2,259.8	234.7	3,010.5	
Materials and Supplies/Cost of Goods Sold	628.6	685.5	56.9	895.4	
Depreciation and Amortization	183.0	209.1	26.1	277.8	
Other Contracted Services/Professional Fees & Services	195.6	213.0	17.4	267.7	
All Other Operating Expenses	219.4	234.3	14.9	267.4	
Total Expenses	\$ 3,251.7	3,601.7	350.0	4,718.9	4,510.5
Adjusted Income (Loss)	77.8	(29.0)	(106.8)	12.0	69.7
Adjusted Income (Loss) Excluding Depr & Amort Exp	260.9	180.1	(80.7)	289.8	337.0

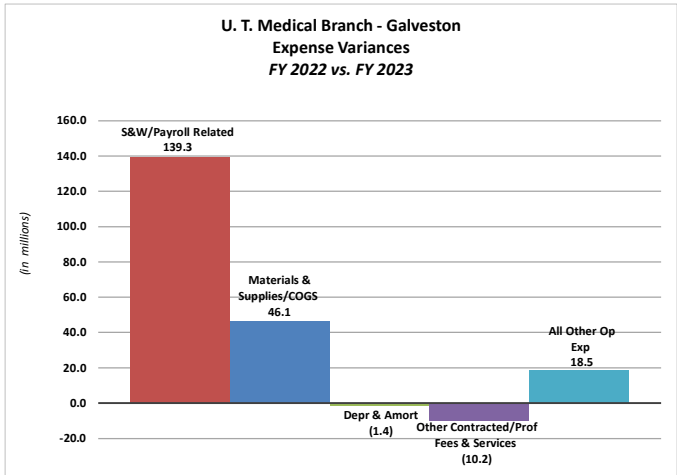
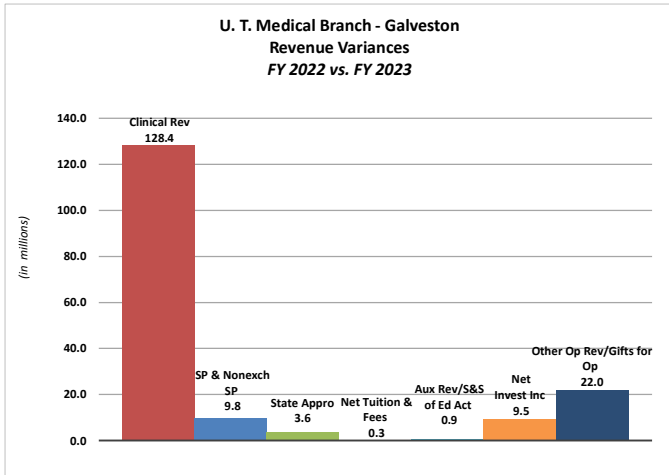


Monthly Financial Report
Comparison of Operating Results, Margin, Projected Year-End and Budget
For the Period Ending May 31, 2023

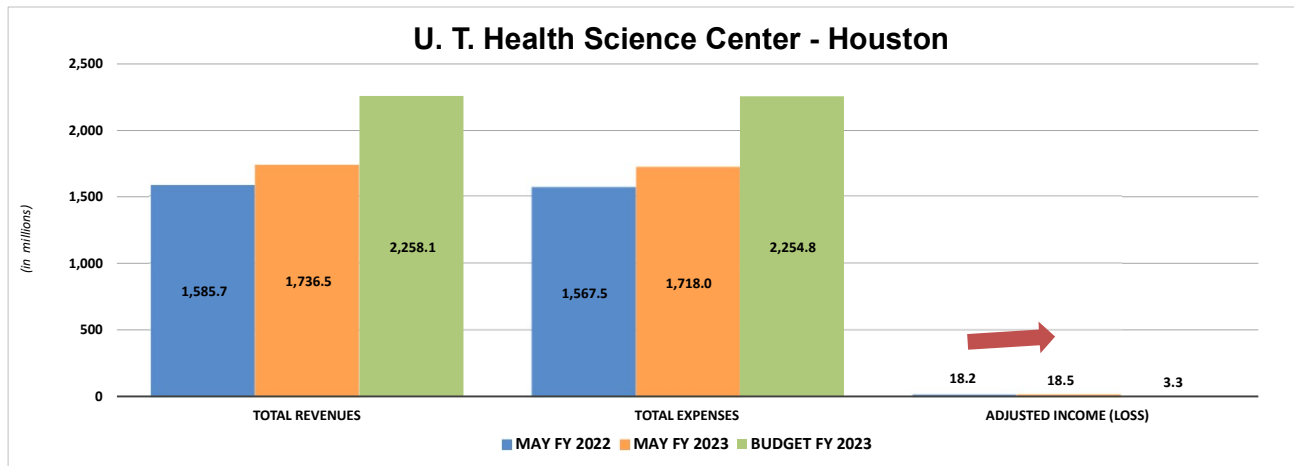


U. T. Medical Branch - Galveston incurred a year-to-date adjusted loss of \$3.3 million, a decrease of \$17.7 million (123%) from the prior year. The decrease was primarily attributable to an increase in salaries and wages and payroll related costs as a result of increases in staff and faculty positions due to increased clinical volumes, as well as merit and market increases. The most current projection received from U. T. Medical Branch - Galveston reflects a loss of \$12.9 million for the year.

(in millions)	May YTD FY 2022	May YTD FY 2023	Variance	Annual Projected FY 2023	FY 2023 Budget
Clinical Revenues	\$ 1,321.9	1,450.3	128.4	1,938.6	
Sponsored Programs/Nonexchange Sponsored Programs	183.8	193.6	9.8	266.6	
State Appropriations	269.6	273.2	3.6	363.5	
Net Tuition and Fees	39.6	39.9	0.3	52.1	
Auxiliary Revenues/Sales & Services of Educational Activities	19.2	20.2	0.9	26.9	
Net Investment Income	52.0	61.5	9.5	77.3	
Other Operating Revenues/Gift Contributions for Operations	106.1	128.0	22.0	169.5	
Total Revenues	1,992.2	2,166.8	174.6	2,894.6	2,734.9
Salaries and Wages/Payroll Related Costs	1,187.2	1,326.5	139.3	1,773.6	
Materials and Supplies/Cost of Goods Sold	286.7	332.8	46.1	436.6	
Depreciation and Amortization	156.9	155.6	(1.4)	223.6	
Other Contracted Services/Professional Fees & Services	173.8	163.6	(10.2)	218.2	
All Other Operating Expenses	173.1	191.6	18.5	255.7	
Total Expenses	\$ 1,977.8	2,170.1	192.3	2,907.6	2,753.0
Adjusted Income (Loss)	14.4	(3.3)	(17.7)	(12.9)	(18.1)
Adjusted Income (Loss) Excluding Depr & Amort Exp	171.4	152.3	(19.1)	210.7	207.5

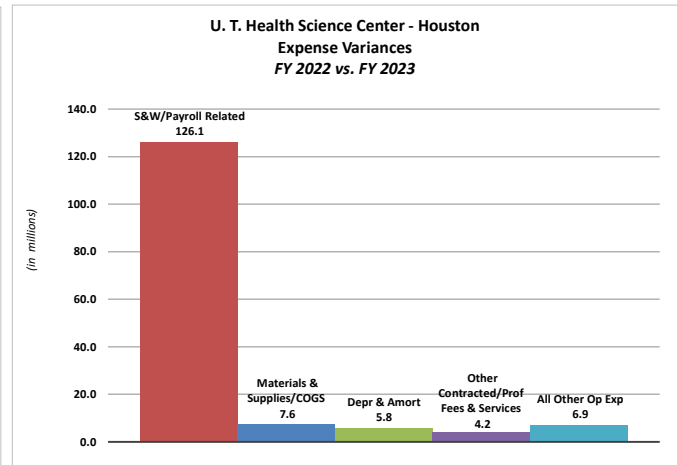
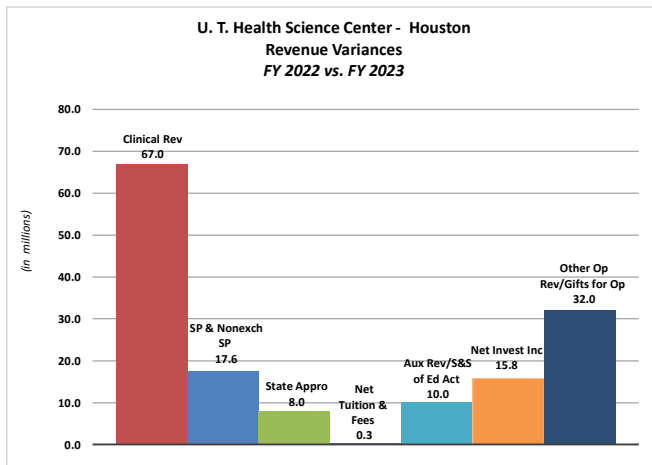


Monthly Financial Report Comparison of Operating Results, Margin, Projected Year-End and Budget For the Period Ending May 31, 2023



U. T. Health Science Center - Houston reported year-to-date adjusted income of \$18.5 million, an increase in adjusted income of \$0.3 million (2%) from the prior year. The increase was primarily due to an increase in clinical revenues attributable to increased clinical productivity, as well as increased funding from Health and Human Services related to the new Dunn Center Building. The most current projection received from U. T. Health Science Center - Houston reflects income of \$20.3 million for the year.

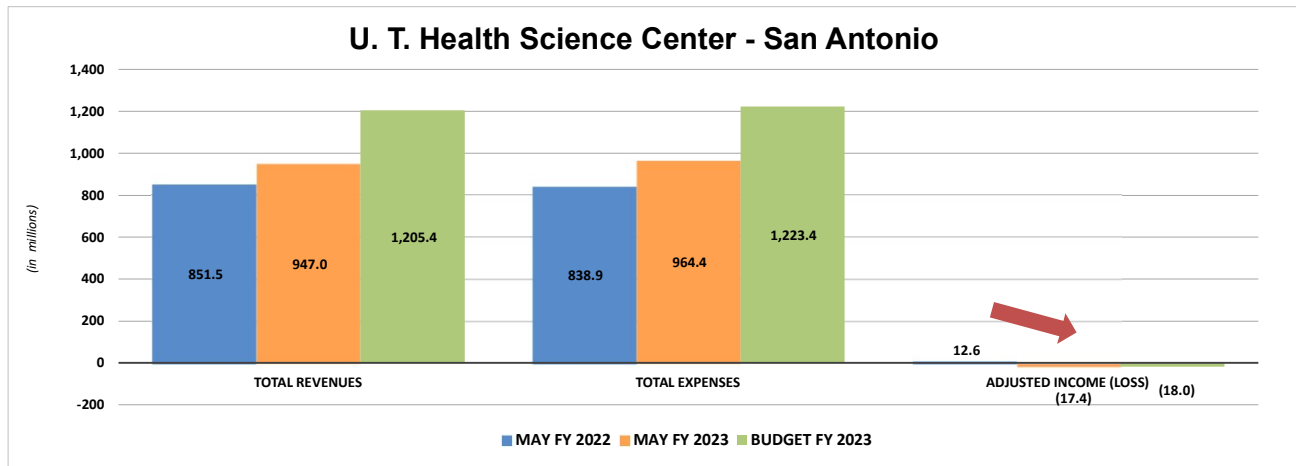
(in millions)	May YTD FY 2022	May YTD FY 2023	Variance	Annual Projected FY 2023	FY 2023 Budget
Clinical Revenues	\$ 414.2	481.2	67.0	636.1	
Sponsored Programs/Nonexchange Sponsored Programs	799.0	816.6	17.6	1,104.8	
State Appropriations	162.4	170.4	8.0	225.9	
Net Tuition and Fees	56.2	56.5	0.3	70.3	
Auxiliary Revenues/Sales & Services of Educational Activities	52.5	62.5	10.0	78.0	
Net Investment Income	63.0	78.9	15.8	94.0	
Other Operating Revenues/Gift Contributions for Operations	38.3	70.3	32.0	98.3	
Total Revenues	1,585.7	1,736.5	150.8	2,307.4	2,258.1
Salaries and Wages/Payroll Related Costs	1,209.8	1,336.0	126.1	1,765.7	
Materials and Supplies/Cost of Goods Sold	78.7	86.3	7.6	115.0	
Depreciation and Amortization	80.2	85.9	5.8	118.6	
Other Contracted Services/Professional Fees & Services	89.2	93.3	4.2	128.5	
All Other Operating Expenses	109.6	116.5	6.9	159.3	
Total Expenses	\$ 1,567.5	1,718.0	150.5	2,287.1	2,254.8
Adjusted Income (Loss)	18.2	18.5	0.3	20.3	3.3
Adjusted Income (Loss) Excluding Depr & Amort Exp	98.3	104.4	6.1	138.9	80.7



Monthly Financial Report

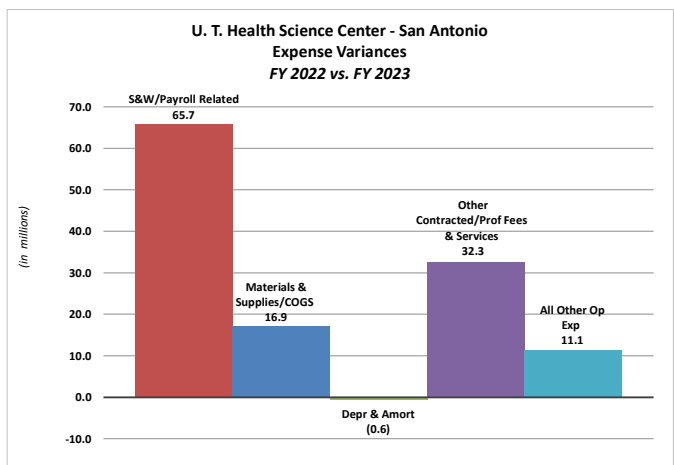
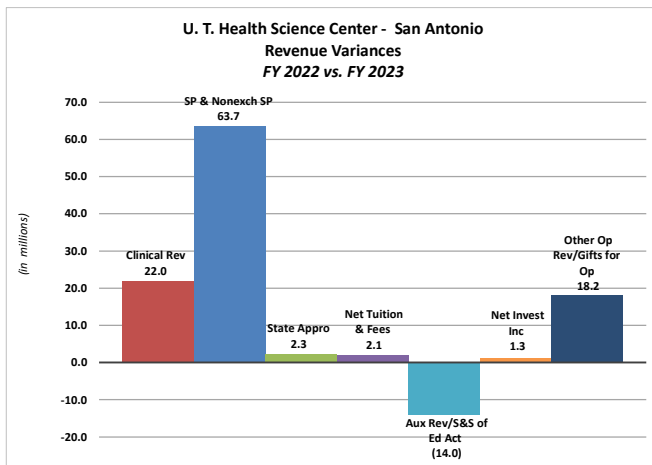
Comparison of Operating Results, Margin, Projected Year-End and Budget

For the Period Ending May 31, 2023

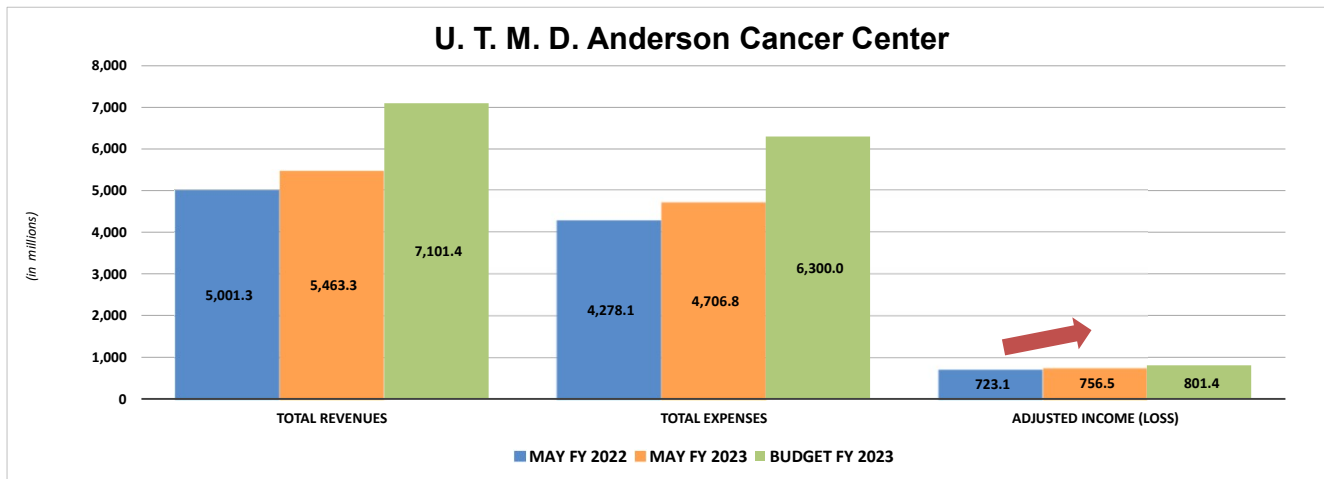


U. T. Health Science Center - San Antonio incurred a year-to-date adjusted loss of \$17.4 million, a decrease of \$30.0 million (238%) from the prior year. The decrease was primarily attributable to an increase in salaries and wages and payroll related costs as a result of an increase in clinical faculty and staff positions associated with planned clinical volume and research growth. The most current projection received from U. T. Health Science Center – San Antonio reflects a loss of \$11.1 million for the year, which represents a \$6.9 million improvement over the planned \$18.0 million operating deficit.

(in millions)	May YTD FY 2022	May YTD FY 2023	Variance	Annual Projected FY 2023	FY 2023 Budget
Clinical Revenues	\$ 253.6	275.6	22.0	377.5	
Sponsored Programs/Nonexchange Sponsored Programs	331.8	395.5	63.7	542.0	
State Appropriations	132.5	134.8	2.3	180.6	
Net Tuition and Fees	39.2	41.3	2.1	56.5	
Auxiliary Revenues/Sales & Services of Educational Activities	33.2	19.2	(14.0)	26.4	
Net Investment Income	43.7	44.9	1.3	54.3	
Other Operating Revenues/Gift Contributions for Operations	17.6	35.7	18.2	47.5	
Total Revenues	851.5	947.0	95.6	1,284.9	1,205.4
Salaries and Wages/Payroll Related Costs	562.1	627.8	65.7	844.4	
Materials and Supplies/Cost of Goods Sold	92.6	109.6	16.9	147.8	
Depreciation and Amortization	53.2	52.6	(0.6)	70.8	
Other Contracted Services/Professional Fees & Services	62.3	94.7	32.3	112.3	
All Other Operating Expenses	68.7	79.8	11.1	120.6	
Total Expenses	\$ 838.9	964.4	125.5	1,295.9	1,223.4
Adjusted Income (Loss)	12.6	(17.4)	(30.0)	(11.1)	(18.0)
Adjusted Income (Loss) Excluding Depr & Amort Exp	65.7	35.1	(30.6)	59.7	51.8



Monthly Financial Report
Comparison of Operating Results, Margin, Projected Year-End and Budget
For the Period Ending May 31, 2023



U. T. M. D. Anderson Cancer Center reported year-to-date adjusted income of \$756.5 million, an increase in adjusted income of \$33.4 million (5%) from the prior year. The increase was primarily due to an increase in clinical revenues attributable to increased volume and clinical productivity. The most current projection received from U. T. M. D. Anderson Cancer Center reflects income of \$835.7 million for the year.

(in millions)	May YTD FY 2022	May YTD FY 2023	Variance	Annual Projected FY 2023	FY 2023 Budget
Clinical Revenues	\$ 3,916.8	4,320.8	404.0	5,781.3	
Sponsored Programs/Nonexchange Sponsored Programs	434.3	432.9	(1.4)	572.8	
State Appropriations	157.5	157.0	(0.6)	209.9	
Net Tuition and Fees	1.8	1.9	0.1	2.0	
Auxiliary Revenues/Sales & Services of Educational Activities	27.0	31.1	4.0	39.1	
Net Investment Income	273.3	331.0	57.7	382.3	
Other Operating Revenues/Gift Contributions for Operations	190.4	188.7	(1.8)	249.2	
Total Revenues	5,001.3	5,463.3	462.1	7,236.7	7,101.4
Salaries and Wages/Payroll Related Costs	2,394.4	2,620.7	226.4	3,380.7	
Materials and Supplies/Cost of Goods Sold	1,051.4	1,217.6	166.2	1,787.5	
Depreciation and Amortization	281.3	267.9	(13.5)	354.9	
Other Contracted Services/Professional Fees & Services	330.1	351.1	20.9	515.4	
All Other Operating Expenses	220.9	249.6	28.7	362.5	
Total Expenses	\$ 4,278.1	4,706.8	428.7	6,401.0	6,300.0
Adjusted Income (Loss)	723.1	756.5	33.4	835.7	801.4
Adjusted Income (Loss) Excluding Depr & Amort Exp	1,004.4	1,024.3	19.9	1,190.7	1,168.8

