### THE UNIVERSITY OF TEXAS AT TYLER EXHIBIT A - BALANCE SHEET As of August 31, 2006

ASSETS   Cash A Cash Equivalents   \$ 11,032,772   24,781,430     Restricted Cash A Cash Equivalents   3,730,231   25,19,434     Balance in State Appropriations   440     Accounts Receivable, Net:   440     Federal Receivables (allowances of 50 in 05 in 05 in 05 in 05 in 05 in 05 in 06 & 50 in 06 & 50 in 05 in 06 & 50 in 06 in 06 in 06 in 06 & 50 in 06 in 0	ACCETC	C	URRENT YEAR TOTALS	PRIOR YEAR TOTALS
Cash & Cash Equivalents   \$ 11,032,772   24,781,430     Restricted Cash & Cash Equivalents   3,730,291   2,519,434     Balance in State Appropriations   440     Accounts Receivable, Net:   440     Federal Receivable, Net:   440     Federal Receivable, Net:   443,375     Other Intergovermental Rec. (allowances of \$0 in '06 & \$0 in '05)   477,783   463,375     Student Receivable (allow, of \$3,600 in '06 & \$10,225 in '05)   69,196   1144,209     Other Receivable (allow, of \$3,600 in '06 & \$10,225 in '05)   69,196   144,209     Other Receivable (allow, of \$3,600 in '06 & \$10,225 in '05)   69,196   144,209     Other Receivable (allowances of \$484,476 in '06 & \$433,315 in '05)   148,329   226,464   24,75,897     Total Current Assets   223,37,555   47,183,089   74,183,089   74,183,089     Non-Current Assets   226,464   24,75,897   74,183,089   74,733,924     Non-Current Assets   226,464   24,75,897   74,183,089   74,183,089     Non-Current Assets   226,457   51,857,815   74,183,089   74,183,089     Total Curre	ASSETS			
Restricted Cash & Cash Equivalents   3,780,291   2,519,434     Balance in State Appropriations   440     Accounts Receivable, Net:   20,3375     Other Integrowmennal Rec. (allowances of S 10 in '06 & \$0 in '05)   9,77,783   463,375     Other Integrowmennal Rec. (allowances of \$400,847 in '06 & \$316,480 in '05)   164,819   103,112     Interest and Dividends   (allowances of \$400,847 in '06 & \$316,225 in '05)   69,196   194,203     Other Receivables (allowances of \$50 in '06 & \$0 in '05)   345,542   4418,312     Due From System Administration   8,733,882   15,581,117   Due From System Administration   26,946   26,946   2475,697     Total Current Assets   22,864   2,475,697   472,103   443,738,980     Non-Current Assets   25,337,653   472,103   104,873,898   474,733     Non-Current Assets   58,546   27,713   Capital Assets   58,546   27,713     Capital Assets   163,114,401   143,739,900   104,873,990   104,873,990     Total Non-Current Assets   193,667,246   154,739,900   104,873,990     Total Non-Current Asse		\$	11 032 772	24 781 430
Balance in State Appropriations   440     Accounts Receivables (allowances of \$0 in '06 & \$0 in '05)   477,783   463,875     Other Intergovernmental Rec. (allowances of \$50 in '06 & \$0 in '05)   154,819   153,112     Interest and Dividends   84,351   1,163     Contributions Receivable (allow of \$3,600 in '06 & \$10,225 in '05)   84,151   1,163     Contributions Receivable (allow of \$3,600 in '06 & \$10,225 in '05)   84,154   418,312     Due From Divident Agencies   222,601   221,449     Inventories   222,601   221,449     Inventories   226,464   24,75,897     Leans and Contracts (allowances of \$484,476 in '06 & \$433,315 in '05)   199,352   286,007     Other Current Assets   286,464   2,475,897   7,7183,889     Non-Current Assets   286,464   2,475,897   7,7183,382     Non-Current Assets   20,661,823   47,183,889   472,103     Investments   28,646   2,71,73   Capital Assets   163,118,401   143,739,824     Less Accumulated Deprication   (47,017,789,73)   461,471,93,924   164,779,93,924     Int		Ψ		
Accounts Receivable, Net:     Federal Receivables (allowances of \$0 in 06 & \$0 in 05)   477,783   463,875     Other Integrivemmental Rec. (allowances of \$0 in 06 & \$0 in 05)   164,819   113,112     Interest and Dividends   84,910   64,919   1134,209     Other Accelvables (allowances of \$0 in 06 & \$0 in 05)   345,552   418,312     Due From System Administration   8,723,882   15,581,117     Due From Other Agencies   222,661   221,449     Inventories   286,445   247,763   446,375     Non-Current Assets   286,446   247,5697   71,63,080     Non-Current Assets   286,446   247,763   441,476,897     Funds Held by System Administration   56,448,252   51,857,815   471,83,389     Non-Current Assets   286,446   247,703   443,479,103     Investments   286,441   247,103   440,405     Controlutions Receivable (allowances of \$24,100 in 106 & \$24,875 in 105)   456,800   472,108     Investments   93,657,846   153,114,401   143,339,242     Cother Non-Current Assets   58,546   2				2,010,101
Other Intergovernmental Rec. (allowances of \$0 in '06 & \$0 in '06)   20.339     Student Receivables (allowances of \$460,847 in '06 & \$313,840 in '05)   164,819   163,112     Interest and Dividends   84.351   1,163     Contributions Receivables (allowances of \$2 in '05)   68,156   4418,312     Due From System Administration   8,723,882   15,581,117     Due From Other Agencies   222,661   221,449     Inventories   28,645   26,445     Loans and Contracts (allowances of \$444,476 in '06 & \$433,315 in '05)   189,352   226,007     Total Current Assets:   25,337,553   47,163,689     Non-Current Assets:   266,444   2,475,697     Funds Held by System Administration   56,448,252   51,857,815     Contributions Receivable (allowances of \$24,100 in '06 & \$24,875 in '05)   468,860   47,103,089     Total Kon-Current Assets   56,546   27,173   193,057,846   164,773,899     Contributions Receivable (allowances of \$24,100 in '06 & \$24,875 in '05)   468,860   417,1103,092     Load Held by System Administration   193,657,846   164,7749,890   1071,41,047,7859   164,774,783,980				
Student Receivables (allowances of \$460,847 in '06 & \$316,480 in '05)   164,819   163,112     Interest and Dividends   84,351   1,163     Contributions Receivables (allow.of \$3,600 in '06 & \$10,225 in '05)   69,196   194,200     Other Receivables (allow.or \$3,600 in '06 & \$10,225 in '05)   69,196   194,200     Other Receivables (allowances of \$484,476 in '06 & \$433,315 in '05)   345,542   418,312     Due From System Administration   8,723,882   15,551,117     Due From Other Agencies   222,661   291,449     Inventories   25,337,553   47,163,889     Non-Current Assets   25,337,553   47,163,889     Non-Current Assets   56,546   27,173     Contributions Receivable (allowances of \$24,100 in '06 & \$24,875 in '05)   458,609   472,103     Investments   20,661,823   404,045   163,118,401   143,739,244     Less Accurati Assets   153,656   27,173   Capital Assets   154,789,800   107,11,889     Total Non-Current Assets   153,657,846   154,789,800   154,789,899   201,963,660     LIABILITES   218,996,399   201,963,660<	Federal Receivables (allowances of \$0 in '06 & \$0 in '05)		477,783	463,875
Interest and Dividends   84,351   1,163     Contributions Receivable (allow. of \$3,600 in '06 & \$10,225 in '05)   86,196   194,209     Other Receivables (allowances of \$20 in '06 & \$0 in '05)   34,5542   418,312     Due From System Administration   8,723,882   28,644   221,449     Inventionies   26,945   28,045   28,045     Leans and Contracts (allowances of \$484,476 in '06 & \$433,315 in '05)   189,352   226,007     Other Current Assets   25,337,553   47,163,889     Non-Current Assets:   28,644   2,475,897     Funds Heid by System Administration   56,448,252   51,857,815     Contributions Receivable (allowances of \$24,100 in 06 & \$24,875 in '05)   458,069   472,103     Investments   20,061,823   40,4045   20,193,369     Other Non-Current Assets   193,657,846   154,789,390   20,193,369     TOtal Non-Current Assets   193,657,846   154,789,390   20,193,369     Current Labilities:   38,4100   31,443   24,739,393     Current Labilities:   191,20,895   21,995,399   20,195,369 <td< td=""><td>Other Intergovernmental Rec. (allowances of \$0 in '06 &amp; \$0 in '05)</td><td></td><td></td><td>20,939</td></td<>	Other Intergovernmental Rec. (allowances of \$0 in '06 & \$0 in '05)			20,939
Contributions Receivable (allow of \$3,600 in '06 & \$10,225 in '05)   69,196   194,209     Other Receivable (allowances of \$0 in '06 & \$0 in '05 & \$0 in '05)   345,542   418,312     Due From Other Agencies   222,661   291,449     Inventories   226,644   2475,697     Loans and Contracts (allowances of \$484,476 in '06 & \$433,315 in '05)   189,352   226,007     Other Current Assets   255,337,553   47,163,689     Non-Current Assets   255,446,252   51,857,815     Contributions Receivable (allowances of \$24,100 in '06 & \$24,875 in '05)   456,409   472,103     Investments   56,448,252   51,857,815   20,661,823   404,045     Other Non-Current Assets   58,546   27,733   Capital Assets   58,546   27,733     Contributions Receivable (allowances of \$24,100 in '06 & \$24,875 in '05)   456,609   472,103   143,739,924     TOTAL Non-Current Assets   58,546   27,737   Capital Assets   156,748,033,404,045   154,789,980     TOTAL Non-Current Assets   193,657,846   154,789,980   10,054,161   102,057,846   154,789,980   101,651,853   218,995,399<	Student Receivables (allowances of \$460,847 in '06 & \$318,480 in '05)		164,819	163,112
Other Receivables (allowances of \$0 in '06 & \$0 in '05)   345,542   418,312     Due From System Administration   8,723,882   15,581,117     Due From Other Agencies   222,661   291,449     Inventories   226,644   2,475,697     Other Current Assets   266,445   2,475,697     Total Current Assets   265,445   2,475,697     Total Current Assets   25,337,553   47,163,669     Non-Current Assets   25,337,553   47,163,669     Non-Current Assets   20,661,823   404,045     Contributions Receivable (allowances of \$24,100 in '06 & \$24,875 in '05)   45,6609   472,103     Investments   20,661,823   404,045   247,103     Other Non-Current Assets   58,541,8,401   143,739,824   Less Accumulated Depreciation   (47,087,785)   (41,711,080)     Total Non-Current Assets   5   218,995,399   201,953,669   417,233     Current Labilities   2   219,953,699   201,953,669   417,239     LIABILITIES   2   218,935,399   201,953,669   417,239     Current Labilitie	Interest and Dividends		84,351	1,163
Due From System Administration   8,723.882   15,581,117     Due From Other Agencies   222,661   291,449     Inventories   286,464   2,475,687     Contracts (allowances of \$484,476 in '06 & \$433,315 in '05)   189,352   226,007     Other Current Assets   25,337,553   47,163,689     Non-Current Assets   25,337,553   47,163,689     Non-Current Assets   20,661,823   404,045     Other Kon-Current Assets   56,546   27,173     Contributions Receivable (allowances of \$24,100 in '06 & \$24,875 in '05)   456,609   472,103     Investments   193,67,246   143,739,924   Less Accurrent Assets   193,67,246     Total Non-Current Assets   193,67,246   143,739,924   Less Accurrent Assets   193,67,246     Total Non-Current Assets   193,67,246   143,739,924   Los Accurrent Assets   193,67,246     Total Non-Current Assets   193,67,246   143,739,924   Los Accurrent Assets   193,67,246     Current Liabilities:   \$21,995,399   201,953,669   147,293   201,953,669     Courter Sevendale Depreciation   \$6,	Contributions Receivable (allow. of \$3,600 in '06 & \$10,225 in '05)		69,196	194,209
Due From Other Agencies   222,661   291,449     Inventories   26,645   26,645     Lans and Contracts (allowances of \$484,476 in '06 & \$433,315 in '05)   199,352   226,007     Other Current Assets   296,464   2,475,697     Total Current Assets   206,464   2,475,697     Contributions Receivable (allowances of \$24,100 in '06 & \$24,875 in '05)   4568,609   472,103     Investments   163,118,401   143,739,924   Less Accumulated Depreciation   (47,087,785)   (41,711,080)     Total Non-Current Assets   193,657,846   154,789,920   201,953,669     Current Liabilities   \$218,995,399   201,953,669   201,953,669     LIABILITIES   \$218,995,399   201,953,669   147,203     Current Liabilities:   \$384,100   314,443   184,700   3143     Defered Revenue   & 8,621,988   10,054,151   209,926,700   119,407     Pu				
Inventories   26,845     Loars and Contracts (allowances of \$484,476 in '06 & \$433,315 in '05)   189,352   220,007     Othor Current Assets   25,337,553   47,163,689     Non-Current Assets:   25,337,553   47,163,689     Restricted:   25,337,553   47,163,689     Funds Held by System Administration   56,448,252   51,857,815     Contributions Receivable (allowances of \$24,100 in '06 & \$24,875 in '05)   438,809   472,103     Investments   20,661,823   404,045   0ther Non-Current Assets   58,546   27,173     Capital Assets   163,118,401   143,739,924   Less Accumitated Depreciation   (47,087,785)   218,995,399   201,953,669     TOTAL ASSETS   \$ 218,995,399   201,953,669   201,953,669   201,953,669     LIABILITIES   Current Liabilities:   \$ 8,521,988   10,054,151   Due to System Administration   384,400   313,443     Deferred Revenue   8,664,430   8,664,430   863,682   39,624     Total Current Liabilities   19,123,889   20,381,444   Non-Current Liabilities   39,462 <td< td=""><td></td><td></td><td></td><td></td></td<>				
Loans and Contracts (allowances of \$484,476 in '06 & \$433,315 in '05)   189,352   226,007     Other Current Assets   25,37,553   47,163,689     Non-Current Assets   25,37,553   47,163,689     Non-Current Assets   25,37,553   47,163,689     Funds Held by System Administration   56,448,252   51,857,815     Contributions Receivable (allowances of \$24,100 in '06 & \$24,875 in '05)   458,609   472,103     Investments   20,661,823   404,045     Other Non-Current Assets   58,546   27,173     Capital Assets   153,118,401   143,739,924     Less Accumulated Depreciation   (47,087,785)   (41,711,080)     Total Non-Current Assets   58,516,868   218,993,99     COTAL ASSETS   S   218,995,399   201,953,669     LIABILITIES   20,054,151   384,100   313,443     Deferred Revenue   8,664,430   8,601,572   89,999   39,624     Current Liabilities   19,123,889   20,381,444   Non-Current Liabilities   39,624     Total Our-Current Liabilities   19,123,889   20,381,444 <td< td=""><td>-</td><td></td><td>222,661</td><td></td></td<>	-		222,661	
Other Current Assets   296,464   2,475,697     Total Current Assets   25,337,553   47,163,689     Non-Current Assets:   Restricted:   Funds Held by System Administration   56,448,252   51,857,815     Contributions Receivable (allowances of \$24,100 in '06 & \$24,875 in '05)   456,609   472,103     Investments   20,661,223   404,045   0ther Non-Current Assets   58,546   27,173     Capital Assets   58,546   27,173   Capital Assets   163,118,401   143,379,924     Less Accumulated Depreciation   (47,087,785)   (41,711,080)   143,657,846   154,789,980     TOTAL ASSETS   \$218,995,399   201,953,669   100,54,151     Current Liabilities:   \$8,521,988   10,054,151     Accounts Payable and Accrued Liabilities   \$8,521,988   10,054,151     Detered Revenue   8,664,430   8,601,572     Employees' Compensable Leave-Current Portion   518,699   417,293     Payable From Restricted Assets   170,990   119,407     Funds Held for Others   863,682   836,594     Other Current Liabilities   <			100 252	
Total Current Assets   25.337,553   47,163,689     Non-Current Assets:   Funds Held by System Administration   56,448,252   51,857,815     Funds Held by System Administration   56,448,252   51,857,815   20,661,823   404,045     Other Non-Current Assets   58,546   27,173   Capital Assets   163,118,401   143,739,924     Less Accumulated Depreciation   (47,087,785)   (41,711,080)   175,759   (41,711,080)     Total Non-Current Assets   133,657,846   216,789,999   201,953,669   20,1953,669     TOTAL ASSETS   \$ 218,995,399   201,953,669   20,1953,669   20,1953,669     LIABILITIES   Current Labilities:   4,664,430   8,601,572   8,621,988   10,054,151     Due to System Administration   384,100   313,443   19,407   19,407     Payable From Restricted Assets   170,990   119,407   19,407   20,381,444     Non-Current Labilities   19,123,889   20,381,444   19,402   39,624   19,402   39,624   19,402   39,624   19,402   39,624   19,402   39				
Non-Current Assets:   Entropy     Restricted:   56,448,252   51,857,815     Contributions Receivable (allowances of \$24,100 in '06 & \$24,875 in '05)   458,609   472,103     Investments   20,661,823   404,045     Other Non-Current Assets   56,546   27,173     Capital Assets   163,118,401   143,739,324     Less Accumulated Depreciation   (47,087,785)   (41,711,080)     TOTAL ASSETS   \$ 218,995,399   201,953,669     LIABILITIES   Current Liabilities:   \$ 8,521,988   10,054,151     Due to System Administration   344,100   313,443     Deferred Revenue   8,664,430   8,601,472     Employees' Compensable Leave-Current Portion   518,699   417,293     Pauble From Restricted Assets   170,990   119,407     Funds Held for Others   366,282   35,954     Other Current Liabilities   33,624   33,624     Total Current Liabilities   19,123,889   20,381,444     Non-Current Liabilities   19,750,210   20,926,489     Total Current Liabilities   19,750,210				
Restricted:     Funds Held by System Administration   56,449,252   51,857,815     Contributions Receivable (allowances of \$24,100 in '06 & \$24,875 in '05)   456,609   472,103     Investments   20,661,823   404,045     Other Non-Current Assets   58,546   27,173     Capital Assets   163,118,401   143,739,924     Less Accumulated Depreciation   (47,087,785)   (41,711,080)     Total Non-Current Assets   193,657,846   154,789,980     TOTAL ASSETS   \$218,995,399   201,953,669     LIABILITIES   Current Liabilities:   \$4,000   313,443     Deferred Revenue   8,644,300   8,601,572     Employees' Compensable Leave-Current Portion   518,899   417,293     Pauble From Restricted Assets   170,990   113,407     Funds Held to Others   36,662   363,662     Other Current Liabilities   19,123,889   20,381,444     Non-Current Liabilities   19,123,889   20,381,444     Non-Current Liabilities   28,475,420   27,37,072     Employees' Compensable Leave   28,456,455 <td></td> <td></td> <td>20,007,000</td> <td>47,100,000</td>			20,007,000	47,100,000
Funds Held by System Administration   56,448,252   51,857,815     Contributions Receivable (allowances of \$24,100 in '06 & \$24,875 in '05)   488,609   472,103     Investments   20,661,823   404,045     Other Non-Current Assets   58,546   27,173     Capital Assets   163,118,401   143,739,924     Less Accumulated Depreciation   (47,710,87,785)   (41,711,080)     TOTAL ASSETS   \$ 218,995,399   201,953,669     Current Liabilities:   20,661,423   404,045     Accounts Payable and Accrued Liabilities   \$ 8,521,988   10,054,151     Due to System Administration   344,100   313,443     Deferred Revenue   8,664,430   8,601,572     Employees' Compensable Leave-Current Portion   518,699   417,293     Payable From Restricted Assets   170,990   119,407     Funds Held for Others   863,862   833,954     Other Current Liabilities   93,624   93,624     Total Current Liabilities   93,624   19,123,889   20,381,444     Non-Current Liabilities   93,462   185,699   102,028,444 <td></td> <td></td> <td></td> <td></td>				
Contributions Receivable (allowances of \$24,100 in '06 & \$24,875 in '05)   458,609   472,103     Investments   20,661,823   404,045     Other Non-Current Assets   58,546   27,173     Capital Assets   163,118,401   143,739,924     Less Accumulated Depreciation   (47,087,785)   (41,711,080)     TOTAL ASSETS   \$ 218,995,399   201,953,669     LIABILITIES   Current Liabilities:   Accounts Payable and Accrued Liabilities   \$ 8,521,988   10,054,151     Due to System Administration   384,100   313,443   193,653,466   154,729,980     Deferred Revenue   8,664,430   8,601,572   Employees' Compensable Leave-Current Portion   518,699   417,293     Payable From Restricted Assets   170,990   119,407   539,624   39,624     Other Current Liabilities   9,123,889   20,381,444   Non-Current Liabilities   334,062   186,693     Non-Current Liabilities   19,750,210   20,926,493   102,028,844   102,028,844     Non-Current Liabilities   23,875,420   22,737,072   247,0702   102,028,844 <t< td=""><td></td><td></td><td>56 448 252</td><td>51 857 815</td></t<>			56 448 252	51 857 815
Investments   20.661,823   404,045     Other Non-Current Assets   58,546   27,173     Capital Assets   163,118,401   143,739,924     Less Accumulated Depreciation   (47,087,785)   (41,711,080)     Total Non-Current Assets   193,657,846   154,789,980     TOTAL ASSETS   \$ 218,995,399   201,953,669     LIABILITIES   Current Liabilities:   \$ 8,521,988   10.054,151     Accounts Payable and Accrued Liabilities   \$ 8,521,988   10.054,151     Due to System Administration   384,100   313,443     Deferred Revenue   8,664,430   8,601,572     Employees' Compensable Leave-Current Portion   518,699   417,293     Payable From Restricted Assets   170,990   119,407     Funds Held for Others   863,682   336,544     Other Current Liabilities:   19,123,889   20,381,444     Non-Current Liabilities   19,750,210   20,326,493     Other Non-Current Liabilities   262,621   545,045     TOTAL LABILITIES   19,750,210   20,926,493     Net ASSETS   19,750,				
Other Non-Current Assets   58,546   27,173     Capital Assets   163,118,401   143,739,924     Less Accumulated Depreciation   (47,087,785)   (41,711,080)     Total Non-Current Assets   193,657,846   164,789,980     TOTAL ASSETS   \$   218,995,399   201,953,669     LLABILITIES   Current Liabilities:   \$   8,521,988   10,054,151     Due to System Administration   384,100   313,443   Deferred Revenue   8,664,430   8,601,572     Employees' Compensable Leave-Current Portion   518,699   417,293   Payable From Restricted Assets   170,990   119,407     Funds Held for Others   863,682   835,954   0ther Current Liabilities   93,624     Total Current Liabilities   19,123,889   20,381,444   Non-Current Liabilities   334,062   186,699     Total Non-Current Liabilities   19,123,889   20,381,444   Non-Current Liabilities   19,123,889   20,381,444     Non-Current Liabilities   19,22,259   359,346   186,692   186,692     Total Non-Current Liabilities   29,22,59   359,				
Capital Assets   163,118,401   143,739,924     Less Accumulated Depreciation   (47,087,785)   (41,711,080)     Total Non-Current Assets   193,657,846   154,789,980     IOTAL ASSETS   218,995,399   201,953,669     LIABILITIES   2   218,995,399   201,953,669     Current Liabilities:   Accounts Payable and Accrued Liabilities   \$ 8,521,988   10,054,151     Due to System Administration   384,100   313,443     Deferred Revenue   8,664,430   8,601,572     Employees' Compensable Leave-Current Portion   518,699   417,293     Payable From Restricted Assets   170,990   119,407     Funds Held for Others   863,682   835,954     Other Current Liabilities				
Total Non-Current Assets   193.657,846   154,789,980     TOTAL ASSETS   \$   218,995,399   201,953,669     LIABILITIES   Current Liabilities:   Accounts Payable and Accrued Liabilities   \$   8,521,988   10,054,151     Due to System Administration   384,100   313,443   344,100   313,443     Deferred Revenue   8,664,430   8,601,572   Employees' Compensable Leave-Current Portion   518,699   417,293     Payable From Restricted Assets   170,990   119,407   Funds Held for Others   883,682   833,954     Other Current Liabilities   19,123,889   20,381,444   19,123,889   20,381,444     Non-Current Liabilities:   19,123,889   20,381,444   19,123,889   20,381,444     Non-Current Liabilities   19,123,889   20,381,444   19,123,889   20,381,444     Non-Current Liabilities   19,750,210   20,92,648   102,02,6484     Non-Current Liabilities   19,750,210   20,92,648   102,02,6,844     Net ASSETS   19,750,210   20,92,6484   102,02,6,844     Net ASSETS   1	Capital Assets		163,118,401	
TOTAL ASSETS   \$ 218,995,399   201,953,669     LIABILITIES   Current Liabilities:   4ccounts Payable and Accrued Liabilities   \$ 8,521,988   10,054,151     Due to System Administration   384,100   313,443     Deferred Revenue   8,664,430   8,601,572     Employees' Compensable Leave-Current Portion   518,699   417,293     Payable From Restricted Assets   170,990   119,407     Funds Held for Others   883,682   835,954     Other Current Liabilities   39,624   39,624     Total Current Liabilities   19,123,889   20,381,444     Non-Current Liabilities   292,259   359,346     Other Non-Current Liabilities   292,259   359,346     Other Non-Current Liabilities   292,259   359,346     Other Non-Current Liabilities   19,750,210   20,926,489     NET ASSETS   19,750,210   20,926,489     NET ASSETS   19,750,210   20,926,489     Nettoted for:   Nonexpendable   102,028,844     Restricted for:   Nonexpendable   23,875,420   22,737,072	Less Accumulated Depreciation		(47,087,785)	(41,711,080)
LIABILITIES Current Liabilities: Accounts Payable and Accrued Liabilities Second System Administration Due to System Administration State System Administration Deferred Revenue Second Revenue Befored Revenue Before R	Total Non-Current Assets		193,657,846	154,789,980
Current Liabilities:   \$ 8,521,988   10,054,151     Due to System Administration   384,100   313,443     Deferred Revenue   8,664,430   8,601,572     Employees: Compensable Leave-Current Portion   518,699   417,293     Payable From Restricted Assets   170,990   119,407     Funds Held for Others   863,682   835,954     Other Current Liabilities   39,624   39,624     Total Current Liabilities   19,123,889   20,381,444     Non-Current Liabilities:   292,259   359,346     Other Non-Current Liabilities   334,062   185,699     Total Non-Current Liabilities   292,259   359,346     Other Non-Current Liabilities   626,321   545,045     TOTAL LIABILITIES   19,750,210   20,926,489     NET ASSETS   116,030,616   102,028,844     Restricted for:   Nonexpendable   116,030,616   102,028,844     True and Other Endowments, and Annuities   23,875,420   22,737,072   Expendable     Capital Projects   7,239,855   10,939,829   10,939,829   10,939,829	TOTAL ASSETS	\$	218,995,399	201,953,669
Accounts Payable and Accrued Liabilities   \$ 8,521,988   10,054,151     Due to System Administration   384,100   313,443     Deferred Revenue   8,664,430   8,601,572     Employees' Compensable Leave-Current Portion   518,699   417,293     Payable From Restricted Assets   170,990   119,407     Funds Held for Others   863,682   835,954     Other Current Liabilities   39,624   39,624     Total Current Liabilities   19,123,889   20,381,444     Non-Current Liabilities:   19,123,889   20,381,444     Non-Current Liabilities   19,750,210   20,926,489     Total Non-Current Liabilities   292,259   359,346     Other Non-Current Liabilities   19,750,210   20,926,489     NET ASSETS   19,750,210   20,926,489     Invested in Capital Assets, Net of Related Debt   116,030,616   102,028,844     Restricted for:   Nonexpendable   23,875,420   22,737,072     Expendable   7,239,855   10,939,829   10,939,829     Funds Functioning as Endowment - Restricted   337,106   316,761				
Due to System Administration   384,100   313,443     Deferred Revenue   8,664,430   8,601,572     Employees' Compensable Leave-Current Portion   518,699   417,293     Payable From Restricted Assets   170,990   119,407     Funds Held for Others   863,682   835,954     Other Current Liabilities   39,624   39,624     Total Current Liabilities   19,123,889   20,381,444     Non-Current Liabilities:   292,259   359,346     Other Non-Current Liabilities   626,321   545,045     TOTAL LIABILITIES   19,750,210   20,926,489     NET ASSETS   116,030,616   102,028,844     Restricted for:   Nonexpendable   116,030,616   102,028,844     Restricted for:   Nonexpendable   23,875,420   22,737,072     Expendable   7,239,855   10,939,829   10,339,829   10,339,829				
Deferred Revenue   8,664,430   8,601,572     Employees' Compensable Leave-Current Portion   518,699   417,293     Payable From Restricted Assets   170,990   119,407     Funds Held for Others   863,682   835,954     Other Current Liabilities   39,624   39,624     Total Current Liabilities   19,123,889   20,381,444     Non-Current Liabilities   292,259   359,346     Other Non-Current Liabilities   334,062   185,699     Total Non-Current Liabilities   626,321   545,045     TOTAL LIABILITIES   19,750,210   20,926,489     NET ASSETS   19,750,210   20,926,489     Invested in Capital Assets, Net of Related Debt   116,030,616   102,028,844     Restricted for:   Nonexpendable   23,875,420   22,737,072     Expendable   7,239,855   10,939,829   50,393,829     Funds Functioning as Endowment - Restricted   337,106   316,761     Other Expendable   35,145,975   32,307,220     Unrestricted   16,616,217   12,697,454     TOTAL NET ASSETS		\$		
Employees' Compensable Leave-Current Portion   518,699   417,293     Payable From Restricted Assets   170,990   119,407     Funds Held for Others   863,682   835,954     Other Current Liabilities   39,624   39,624     Total Current Liabilities   19,123,889   20,381,444     Non-Current Liabilities   292,259   359,346     Other Non-Current Liabilities   334,062   185,699     Total Non-Current Liabilities   626,321   545,045     TOTAL LIABILITIES   19,750,210   20,926,489     NET ASSETS   19,750,210   20,926,489     Invested in Capital Assets, Net of Related Debt   116,030,616   102,028,844     Restricted for:   Nonexpendable   116,030,616   102,028,844     True and Other Endowments, and Annuities   23,875,420   22,737,072     Expendable   7,239,855   10,939,829   10,939,829     Funds Functioning as Endowment - Restricted   337,106   316,761     Other Expendable   35,145,975   32,307,220     Unrestricted   16,616,217   12,697,454				
Payable From Restricted Assets   170,990   119,407     Funds Held for Others   863,682   835,954     Other Current Liabilities   39,624   39,624     Total Current Liabilities   19,123,889   20,381,444     Non-Current Liabilities:   292,259   359,346     Other Non-Current Liabilities   334,062   185,699     Total Non-Current Liabilities   626,321   545,045     TOTAL LIABILITIES   19,750,210   20,926,489     Nett ASSETS   116,030,616   102,028,844     Restricted for:   Nonexpendable   23,875,420   22,737,072     Expendable   7,239,855   10,939,829   10,939,829   10,939,829     Funds Functioning as Endowment - Restricted   337,106   316,761   01,047,180     Other Expendable   35,145,975   32,307,220   10,078,454   12,027,180				
Funds Held for Others   863,682   835,954     Other Current Liabilities   39,624   39,624     Total Current Liabilities   19,123,889   20,381,444     Non-Current Liabilities:   292,259   359,346     Other Non-Current Liabilities   334,062   185,699     Total Non-Current Liabilities   626,321   545,045     TOTAL LIABILITIES   19,750,210   20,926,489     NET ASSETS   19,750,210   20,926,489     Invested in Capital Assets, Net of Related Debt   116,030,616   102,028,844     Restricted for:   Nonexpendable   7,239,855   10,939,829     True and Other Endowments, and Annuities   23,875,420   22,737,072     Expendable   7,239,855   10,939,829     Funds Functioning as Endowment - Restricted   337,106   316,761     Other Expendable   35,145,975   32,307,220     Unrestricted   16,616,217   12,697,454     TOTAL NET ASSETS   199,245,189   181,027,180				
Other Current Liabilities39,624Total Current Liabilities19,123,88920,381,444Non-Current Liabilities292,259359,346Other Non-Current Liabilities334,062185,699Total Non-Current Liabilities626,321545,045TOTAL LIABILITIES19,750,21020,926,489NET ASSETS19,750,21020,926,489Invested in Capital Assets, Net of Related Debt116,030,616102,028,844Restricted for: Nonexpendable23,875,42022,737,072Expendable7,239,85510,939,829Funds Functioning as Endowment - Restricted337,106316,761Other Expendable35,145,97532,307,220Unrestricted16,616,21712,697,454TOTAL NET ASSETS199,245,189181,027,180	-			
Total Current Liabilities19,123,88920,381,444Non-Current Liabilities:Employees' Compensable Leave292,259359,346Other Non-Current Liabilities334,062185,699Total Non-Current Liabilities626,321545,045TOTAL LIABILITIES19,750,21020,926,489NET ASSETS116,030,616102,028,844Restricted for:Nonexpendable116,030,616True and Other Endowments, and Annuities23,875,42022,737,072Expendable7,239,85510,939,829Funds Functioning as Endowment - Restricted337,106316,761Other Expendable35,145,97532,307,220Unrestricted16,616,21712,697,454TOTAL NET ASSETS199,245,189181,027,180			000,002	,
Non-Current Liabilities:Employees' Compensable Leave292,259359,346Other Non-Current Liabilities334,062185,699Total Non-Current Liabilities626,321545,045TOTAL LIABILITIES19,750,21020,926,489NET ASSETS116,030,616102,028,844Restricted for:Nonexpendable116,030,616True and Other Endowments, and Annuities23,875,42022,737,072Expendable7,239,85510,939,829Funds Functioning as Endowment - Restricted337,106316,761Other Expendable35,145,97532,307,220Unrestricted16,616,21712,697,454TOTAL NET ASSETS199,245,189181,027,180			19.123.889	
Employees' Compensable Leave   292,259   359,346     Other Non-Current Liabilities   334,062   185,699     Total Non-Current Liabilities   626,321   545,045     TOTAL LIABILITIES   19,750,210   20,926,489     NET ASSETS   116,030,616   102,028,844     Restricted for:   Nonexpendable   116,030,616   102,028,844     True and Other Endowments, and Annuities   23,875,420   22,737,072     Expendable   7,239,855   10,939,829     Funds Functioning as Endowment - Restricted   337,106   316,761     Other Expendable   35,145,975   32,307,220     Unrestricted   16,616,217   12,697,454     TOTAL NET ASSETS   199,245,189   181,027,180			, ,	<u> </u>
Other Non-Current Liabilities   334,062   185,699     Total Non-Current Liabilities   626,321   545,045     TOTAL LIABILITIES   19,750,210   20,926,489     NET ASSETS   116,030,616   102,028,844     Restricted for:   116,030,616   102,028,844     Restricted for:   Nonexpendable   23,875,420   22,737,072     Expendable   7,239,855   10,939,829   510,939,829     Funds Functioning as Endowment - Restricted   337,106   316,761     Other Expendable   35,145,975   32,307,220     Unrestricted   16,616,217   12,697,454     TOTAL NET ASSETS   199,245,189   181,027,180	Non-Current Liabilities:			
Total Non-Current Liabilities   626,321   545,045     TOTAL LIABILITIES   19,750,210   20,926,489     NET ASSETS   116,030,616   102,028,844     Restricted for:   116,030,616   102,028,844     Restricted for:   23,875,420   22,737,072     Expendable   23,875,420   22,737,072     Expendable   7,239,855   10,939,829     Funds Functioning as Endowment - Restricted   337,106   316,761     Other Expendable   35,145,975   32,307,220     Unrestricted   16,616,217   12,697,454     TOTAL NET ASSETS   199,245,189   181,027,180	Employees' Compensable Leave			
TOTAL LIABILITIES 19,750,210 20,926,489   NET ASSETS Invested in Capital Assets, Net of Related Debt 116,030,616 102,028,844   Restricted for: Nonexpendable 23,875,420 22,737,072   Expendable 23,875,420 22,737,072   Expendable 7,239,855 10,939,829   Funds Functioning as Endowment - Restricted 337,106 316,761   Other Expendable 35,145,975 32,307,220   Unrestricted 16,616,217 12,697,454   TOTAL NET ASSETS 199,245,189 181,027,180		_		
NET ASSETS     Invested in Capital Assets, Net of Related Debt   116,030,616   102,028,844     Restricted for:   Nonexpendable   23,875,420   22,737,072     True and Other Endowments, and Annuities   23,875,420   22,737,072     Expendable   7,239,855   10,939,829     Funds Functioning as Endowment - Restricted   337,106   316,761     Other Expendable   35,145,975   32,307,220     Unrestricted   16,616,217   12,697,454     TOTAL NET ASSETS   199,245,189   181,027,180				· · · · · · · · · · · · · · · · · · ·
Invested in Capital Assets, Net of Related Debt   116,030,616   102,028,844     Restricted for:   Nonexpendable   23,875,420   22,737,072     True and Other Endowments, and Annuities   23,875,420   22,737,072     Expendable   7,239,855   10,939,829     Capital Projects   7,239,855   10,939,829     Funds Functioning as Endowment - Restricted   337,106   316,761     Other Expendable   35,145,975   32,307,220     Unrestricted   16,616,217   12,697,454     TOTAL NET ASSETS   199,245,189   181,027,180	TOTAL LIABILITIES	<u> </u>	19,750,210	20,926,489
Invested in Capital Assets, Net of Related Debt   116,030,616   102,028,844     Restricted for:   Nonexpendable   23,875,420   22,737,072     True and Other Endowments, and Annuities   23,875,420   22,737,072     Expendable   7,239,855   10,939,829     Capital Projects   7,239,855   10,939,829     Funds Functioning as Endowment - Restricted   337,106   316,761     Other Expendable   35,145,975   32,307,220     Unrestricted   16,616,217   12,697,454     TOTAL NET ASSETS   199,245,189   181,027,180	NET ASSETS			
Restricted for:   Vonexpendable     True and Other Endowments, and Annuities   23,875,420   22,737,072     Expendable   7,239,855   10,939,829     Capital Projects   7,239,855   10,939,829     Funds Functioning as Endowment - Restricted   337,106   316,761     Other Expendable   35,145,975   32,307,220     Unrestricted   16,616,217   12,697,454     TOTAL NET ASSETS   199,245,189   181,027,180			116.030.616	102.028.844
Nonexpendable   23,875,420   22,737,072     True and Other Endowments, and Annuities   23,875,420   22,737,072     Expendable   7,239,855   10,939,829     Capital Projects   7,239,855   10,939,829     Funds Functioning as Endowment - Restricted   337,106   316,761     Other Expendable   35,145,975   32,307,220     Unrestricted   16,616,217   12,697,454     TOTAL NET ASSETS   199,245,189   181,027,180	•		,,	,,
Expendable   7,239,855   10,939,829     Capital Projects   7,239,855   10,939,829     Funds Functioning as Endowment - Restricted   337,106   316,761     Other Expendable   35,145,975   32,307,220     Unrestricted   16,616,217   12,697,454     TOTAL NET ASSETS   199,245,189   181,027,180				
Expendable   7,239,855   10,939,829     Capital Projects   7,239,855   10,939,829     Funds Functioning as Endowment - Restricted   337,106   316,761     Other Expendable   35,145,975   32,307,220     Unrestricted   16,616,217   12,697,454     TOTAL NET ASSETS   199,245,189   181,027,180	True and Other Endowments, and Annuities		23,875,420	22,737,072
Funds Functioning as Endowment - Restricted   337,106   316,761     Other Expendable   35,145,975   32,307,220     Unrestricted   16,616,217   12,697,454     TOTAL NET ASSETS   199,245,189   181,027,180			. ,	
Other Expendable   35,145,975   32,307,220     Unrestricted   16,616,217   12,697,454     TOTAL NET ASSETS   199,245,189   181,027,180	Capital Projects		7,239,855	10,939,829
Unrestricted   16,616,217   12,697,454     TOTAL NET ASSETS   199,245,189   181,027,180	Funds Functioning as Endowment - Restricted		337,106	316,761
TOTAL NET ASSETS   199,245,189   181,027,180	Other Expendable		35,145,975	32,307,220
	Unrestricted		16,616,217	12,697,454
TOTAL LIABILITIES AND NET ASSETS   \$ 218,995,399   201,953,669	TOTAL NET ASSETS		199,245,189	181,027,180
	TOTAL LIABILITIES AND NET ASSETS	\$	218,995,399	201,953,669

## UNAUDITED

THE UNIVERSITY OF TEXAS AT TYLER

# EXHIBIT B - STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS

For the Year Ended August 31, 2006

	CURRENT YEAR TOTALS	PRIOR YEAR TOTALS
OPERATING REVENUES:		
Student Tuition and Fees	23,205,008	19,576,407
Discounts and Allowances	(5,505,340)	(5,253,476)
Federal Sponsored Programs	5,171,248	4,927,407
Federal Sponsored Programs Pass-Through from Other St. Agencies	911,238	388,335
State Sponsored Programs	232,852	154,555
State Sponsored Programs Pass-Through from Other St. Agencies	826,528	1,437,029
Local Sponsored Programs		8,125
Private Sponsored Programs	585,011	498,113
Sales and Services of Educational Activities	1,243,116	577,655
Discounts and Allowances (none)		
Auxiliary Enterprises	2,686,905	2,103,777
Discounts and Allowances (none)		
Other Operating Revenues	171,311	284,388
Total Operating Revenues	29,527,877	24,702,315
OPERATING EXPENSES:	00 000 704	00 007 004
Instruction	22,326,791	20,397,681
Research	1,137,523	956,622
Public Service	909,228	349,353
Academic Support	5,920,118	4,823,718
Student Services	4,027,031	3,984,696
Institutional Support	9,196,798	7,544,070
Operations and Maintenance of Plant	4,660,620	3,841,794
Scholarships and Fellowships	5,114,554	5,279,321
Auxiliary Enterprises	3,983,197	3,622,336
Depreciation and Amortization	6,100,993	4,868,148
Total Operating Expenses	63,376,853	55,667,739
Operating Loss	(33,848,976)	(30,965,424)
NONOPERATING REVENUES (EXPENSES):		
State Appropriations	29,911,035	25,599,445
Gift Contributions for Operations	918,119	853,580
Net Investment Income	3,522,720	3,304,303
Net Increase (Decrease) in Fair Value of Investments	3,749,673	6,104,921
Gain/(Loss) on Sale of Capital Assets	(12,791)	6,076
Net Nonoperating Revenues (Expenses)	38,088,756	35,868,325
Income Before Other Rev., Exp., Gains/(Losses) & Transfers:	4,239,780	4,902,901
Gifts and Sponsored Programs for Capital Acquisitions	445,564	2,340,616
Additions to Permanent Endowments	338,937	477,617
Reclass from / (to) Other Institutions	14,753,707	(490,031)
Transfers Between Institutions & System, Debt Service - Mandatory	(3,596,763)	(2,295,667)
Transfers Between Institutions & System Admin Non mandatory	2,103,917	13,910,031
Transfers From Other State Agencies	22,878	268,661
Transfers to Other State Agencies	(90,011)	(76,311)
Change in Net Assets	18,218,009	19,037,817
Beginning Net Assets - As Previously Reported	181,027,180	165,424,088
Restatements		(3,434,725)
Beginning Net Assets as Restated	181,027,180	161,989,363
Ending Net Assets	5 199,245,189	181,027,180

## UNAUDITED

#### THE UNIVERSITY OF TEXAS AT TYLER EXHIBIT C - STATEMENT OF CASH FLOWS For the Year Ended August 31, 2006

EXHIBIT C - STATEMENT OF CASH FLOWS			
For the Year Ended August 31, 2006	С	URRENT YEAR	PRIOR YEAR
	_	TOTALS	TOTALS
Cash Flows from Operating Activities:			
Proceeds from Tuition and Fees	\$	17,069,495	15,881,461
Proceeds from Sponsored Programs		7,542,985	7,412,251
Proceeds from Auxiliaries		3,363,281	2,352,174
Proceeds from Other Revenues		4,044,051	227,300
Payments to Suppliers		(19,669,491)	(18,066,467
Payments to Employees		(36,466,539)	(32,259,091
Payments for Loans Provided		(186,022)	(168,063
Proceeds from Loan Programs		171,515	201,366
Net Cash Provided (Used) by Operating Activities	_	(24,130,725)	(24,419,069
Cash Flows from Noncapital Financing Activities:			
Proceeds from State Appropriations		29,910,595	26,881,930
Proceeds from Operating Gifts		927,190	862,869
Proceeds from Private Gifts for Endowment and Annuity Life Purposes		338,937	477,617
		550,957	
Proceeds from Other Nonoperating Revenues		-	(18,661
Payments/Receipts for Transfers to/from System or Oth. Agencies		(47,019)	227,454
Net Cash Provided by Noncapital Financing Activities		31,129,703	28,431,209
Cash Flows from Capital and Related Financing Activities:			
Proceeds from Capital Debt Transferred from System (nonmandatory)		23,703,047	27,160,870
Proceeds from Capital Appropriations, Grants and Gifts		575,000	4,731,465
Payments for Additions to Capital Assets		(22,527,873)	(30,704,444
Mandatory Transfers to System for Capital Related Debt		(3,596,763)	(2,295,667
Net Cash Provided (Used) by Capital & Related Financing Activities		(1,846,589)	(1,107,776
Cash Flows from Investing Activities:			
Proceeds from Interest and Investment Income		910,753	629,122
Proceeds from Interest and Investment Income Held by System		2,497,599	2,646,539
Payments to Acquire Investments Held by System		(21,098,542)	(609,746
Net Cash Provided (Used) by Investing Activities		(17,690,190)	2,665,915
Net Increase (Decrease) in Cash		(12,537,801)	5,570,279
Cash and Cash Equivalents - Beginning of the Year		27,300,864	21,730,585
Cash and Cash Equivalents - End of the Year	\$	14,763,063	27,300,864
Recenciliation of Not Operating Revenues (European) to			
Reconciliation of Net Operating Revenues (Expenses) to			
Net Cash Provided (used) by Operating Activities:	•	(00.040.070)	(00.005.404
Operating Loss	\$	(33,848,976)	(30,965,424
Adjustments to Reconcile Operating Loss to Net Cash:			
Depreciation and Amortization Expense		6,100,993	4,868,148
Bad Debt Expense		53,294	24,622
Changes in Assets and Liabilities:			
Receivables		144,750	(304,631
Inventories		26,945	(10,169
Loans and Contracts		(14,507)	33,303
Other Assets		2,147,860	(851,765
Payables		954,615	333,585
Due to System		70,657	24,481
Deferred Income		62,858	1,896,112
Deposits Held for Others		27,728	360,753
Compensated Absence Liability		34,319	101,514
Other Liabilities		108,739	70,402
Total Adjustments	_	9,718,251	6,546,355
Net Cash Provided (Used) by Operating Activities	\$	(24,130,725)	(24,419,069
	=		
Non Cash Transactions		2 740 070	6 404 001
Net Increase (Decrease) in Fair Value of Investments		3,749,673	6,104,921
Miscellaneous Noncash Transactions		22,878	24,737