

UNAUDITED

# ANNUAL FINANCIAL REPORT

of

**Texas A&M AgriLife Extension Service**

*For the Year Ended August 31, 2020*

*With Comparative Totals for the Year Ended August 31, 2019*



**Jeffrey Hyde**  
**Director**



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TEXAS A&M AGRILIFE EXTENSION SERVICE

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EXHIBIT III  
TEXAS A&M AGRILIFE EXTENSION SERVICE  
STATEMENT OF NET POSITION  
FOR THE YEAR ENDED AUGUST 31, 2020

	CURRENT YEAR TOTAL	PRIOR YEAR TOTAL
Assets and Deferred Outflows		
Current Assets		
Cash and Cash Equivalents [Schedule Three]	\$ 4,757,015.10	\$ 4,849,348.70
Investments		
Restricted		
Cash and Cash Equivalents [Schedule Three]	346,339.44	586,304.82
Investments		
Legislative Appropriations	6,213,372.18	5,817,771.01
Receivables, Net [Note 24]		
Federal	20,550,393.55	21,076,620.95
Other Intergovernmental	375,982.36	910,481.64
Interest and Dividends		
Gifts		
Self-Insured Health and Dental		
Student		
Investment Trades		
Accounts	2,726,929.23	3,247,001.23
Other		
Due From Other Agencies	2,142,391.64	4,211,482.61
Due From Other Members	2,300,513.33	587,138.44
Due From Other Funds	625,749.30	2,662,808.69
Consumable Inventories	5,374.45	10,919.35
Merchandise Inventories	1,800,397.26	1,217,249.90
Loans and Contracts		
Interfund Receivable [Note 12]		
Other Current Assets	2,899.00	1,024.00
Total Current Assets	\$ 41,847,356.84	\$ 45,178,151.34
Non-Current Assets		
Restricted		
Cash and Cash Equivalents [Schedule Three]	\$ 1,760,644.83	\$ 1,729,058.98
Assets Held By System Office		
Investments [Note 3]		
Loans, Contracts and Other		
Gifts Receivable		
Loans and Contracts		
Assets Held By System Office	39,689,168.60	35,082,898.63
Investments [Note 3]		
Interfund Receivable [Note 12]		
Capital Assets, Non-Depreciable [Note 2]		
Land and Land Improvements	1,331,000.00	1,331,000.00
Construction In Progress	4,511,397.86	820,800.13
Other Tangible Capital Assets		
Land Use Rights		
Other Intangible Capital Assets		
Capital Assets, Depreciable [Note 2]		
Buildings and Building Improvements	4,930,491.89	4,930,491.89
Infrastructure		
Facilities and Other Improvements		
Furniture and Equipment	6,129,176.67	6,592,220.42
Vehicles, Boats, and Aircraft	8,074,102.18	7,302,328.20
Other Capital Assets	16,192.00	16,192.00
Intangible Capital Assets, Amortized [Note 2]		
Land Use Rights		
Computer Software	944,144.00	479,190.00
Other Intangible Capital Assets		
Accumulated Depreciation/Amortization	(13,739,424.78)	(12,810,266.57)
Assets Held In Trust		
Other Non-Current Assets		
Total Non-Current Assets	\$ 53,646,893.25	\$ 45,473,913.68
Deferred Outflows of Resources [Note 28]		
Unamortized Loss On Refunding Debt	\$	\$
Government Acquisition		
Pension		
Other Post Employment Benefits		
Asset Retirement Obligations		
Total Deferred Outflows of Resources	\$	\$
Total Assets and Deferred Outflows	\$ 95,494,250.09	\$ 90,652,065.02

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EXHIBIT III  
TEXAS A&M AGRILIFE EXTENSION SERVICE  
STATEMENT OF NET POSITION  
FOR THE YEAR ENDED AUGUST 31, 2020

	CURRENT YEAR TOTAL	PRIOR YEAR TOTAL
Liabilities and Deferred Inflows		
Current Liabilities		
Payables		
Accounts	\$ 3,065,850.35	\$ 3,509,647.57
Payroll	7,407,295.72	7,583,957.30
Investment Trades		
Self-Insured Health and Dental		
Student		
Other	1,733.65	2,106.34
Interfund Payable [Note 12]		
Due to Other Agencies	21,839.69	32,507.01
Due to Other Funds	625,749.30	2,662,808.69
Due to Other Members	287,614.63	903,811.78
Funds Held for Investment		
Unearned Revenue	3,438,176.79	3,544,318.18
Employees' Compensable Leave	821,302.43	767,506.04
Other Post Employment Benefits		
Claims and Judgments		
Notes and Loans Payable [Note 5]		
Notes From Direct Borrowings [Note 5]		
Bonds Payable [Note 6]		
Capital Lease Obligations [Note 8]	131,256.60	137,139.72
Asset Retirement Obligations [Note 5]		
Liabilities Payable From Restricted Assets		
Other Current Liabilities	17,173.47	39,461.82
Total Current Liabilities	\$ 15,817,992.63	\$ 19,183,264.45
Non-Current Liabilities		
Interfund Payable [Note 12]	\$	\$
Employees' Compensable Leave	7,323,400.82	6,836,796.50
Other Post Employment Benefits [Note 11]		
Pension Liability [Note 9]		
Claims and Judgments		
Notes and Loans Payable [Note 5]		
Notes From Direct Borrowings [Note 5]		
Bonds Payable [Note 6]		
Assets Held In Trust		
Liabilities Payable From Restricted Assets		
Capital Lease Obligations [Note 8]	220,829.41	368,264.59
Asset Retirement Obligations [Note 5]		
Other Non-Current Liabilities		
Total Non-Current Liabilities	\$ 7,544,230.23	\$ 7,205,061.09
Deferred Inflows of Resources [Note 28]		
Pension	\$	\$
Other Post Employment Benefits		
Split-Interest Agreements		
Total Deferred Inflows of Resources	\$	\$
Total Liabilities and Deferred Inflows	\$ 23,362,222.86	\$ 26,388,325.54
Net Position		
Net Investment In Capital Assets	\$ 12,197,079.82	\$ 8,661,956.07
Restricted for		
Debt Service		
Capital Projects	1,375,667.79	188,510.96
Education	19,497,366.96	20,316,774.20
Endowment and Permanent Funds		
Nonexpendable	1,322,363.90	1,322,363.90
Expendable	438,280.93	406,695.08
Unrestricted	37,301,267.83	33,367,439.27
Clearing Accounts		
Total Net Position [Exhibit IV]	\$ 72,132,027.23	\$ 64,263,739.48
Total Liabilities, Deferred Inflows, and Net Position	\$ 95,494,250.09	\$ 90,652,065.02

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EXHIBIT IV  
TEXAS A&M AGRILIFE EXTENSION SERVICE  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
FOR THE YEAR ENDED AUGUST 31, 2020

	CURRENT YEAR TOTAL	PRIOR YEAR TOTAL
Operating Revenues		
Tuition and Fees	\$	\$
Discounts and Allowances		
Professional Fees		
Auxiliary Enterprises		
Discounts and Allowances		
Other Sales of Goods and Services	7,436,235.22	9,073,379.12
Discounts and Allowances		
Interest Revenue		
Federal Revenue - Operating	10,113,017.35	9,882,135.75
Federal Pass Through Revenue	11,081,777.20	10,576,056.44
State Grant Revenue	13,496.37	
State Pass Through Revenue	1,100,185.33	2,454,047.03
Other Grants and Contracts - Operating	10,010,572.43	10,490,521.95
Other Operating Revenue	791,724.17	491,865.93
Total Operating Revenues	\$ 40,547,008.07	\$ 42,968,006.22
Operating Expenses		
Instruction	\$	\$
Research	504,037.40	1,367,879.51
Public Service	122,265,102.00	120,521,305.75
Academic Support		
Student Services		
Institutional Support	7,615,160.95	8,006,735.41
Operation & Maintenance of Plant		
Scholarships & Fellowships		
Auxiliary		
Depreciation/Amortization	1,437,354.36	1,265,386.24
Total Operating Expenses [Schedule IV-1]	\$ 131,821,654.71	\$ 131,161,306.91
Total Operating Income [Loss]	\$ (91,274,646.64)	\$ (88,193,300.69)
Nonoperating Revenues [Expenses]		
Legislative Revenue	\$ 69,488,540.20	\$ 65,539,718.06
Federal Revenue Non-Operating	18,042,712.44	18,737,044.16
Federal Pass Through Non-Operating		
State Pass Through Non-Operating		
Gifts	1,569,245.67	2,093,001.14
Investment Income	4,784,340.70	1,440,102.20
Investing Activities Expense	(96,829.29)	(90,310.62)
Interest Expense		
Borrower Rebates and Agent Fees		
Gain [Loss] On Sale or Disposal of Capital Assets	(4,337.22)	64,029.82
Settlement of Claims		(500.00)
Other Nonoperating Revenues	193,661.68	134,358.62
Other Nonoperating [Expenses]	(9,990.47)	(1,745.91)
Total Nonoperating Revenues [Expenses]	\$ 93,967,343.71	\$ 87,915,697.47
Income [Loss] Before Other Revenues and Transfers	\$ 2,692,697.07	\$ (277,603.22)

EXHIBIT IV  
TEXAS A&M AGRILIFE EXTENSION SERVICE  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
FOR THE YEAR ENDED AUGUST 31, 2020

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SCHEDULE IV-1  
TEXAS A&M AGRILIFE EXTENSION SERVICE  
NACUBO FUNCTION TO NATURAL CLASSIFICATION MATRIX  
FOR THE YEAR ENDED AUGUST 31, 2020

	INSTRUCTION	RESEARCH	PUBLIC SERVICE	ACADEMIC SUPPORT	STUDENT SERVICES
Natural Classification					
Cost of Goods Sold	\$	\$	\$ 69,083.90	\$	\$
Salaries & Wages		123,420.15	69,303,292.26		
Payroll Related Costs		42,833.99	29,691,394.14		
Payroll Related Costs-TRS Pension					
Payroll Related Costs-OPEB					
Professional Fees & Services		2,820.47	4,924,757.39		
Travel		158.59	1,931,151.42		
Materials & Supplies		4,984.71	4,661,488.88		
Communication & Utilities			1,480,008.99		
Repairs & Maintenance			904,861.66		
Rentals & Leases			3,385,427.93		
Printing & Reproduction			279,530.60		
Federal Pass-Through		255,404.15	276,682.48		
State Pass-Through		15,432.77	126.80		
Depreciation & Amortization					
Bad Debt Expense					
Interest			1,146.10		
Scholarships			175,116.37		
Claims & Losses					
Net Change In OPEB Obligation					
Other Operating Expenses		58,982.57	5,181,033.08		
Total Operating Expenses	\$	\$ 504,037.40	\$ 122,265,102.00	\$	\$



INSTITUTIONAL SUPPORT	OPERATION & MAINTENANCE OF PLANT	SCHOLARSHIPS & FELLOWSHIPS	AUXILIARY	DEPRECIATION & AMORTIZATION	TOTAL	PRIOR YEAR
\$	\$	\$	\$	\$	\$	\$
5,040,096.61					69,083.90	68,316.11
2,402,761.62					74,466,809.02	72,743,736.97
					32,136,989.75	30,930,171.82
3,043.54					4,930,621.40	4,871,161.84
8,332.35					1,939,642.36	3,016,916.39
101,463.47					4,767,937.06	4,994,532.44
21,101.97					1,501,110.96	1,851,866.85
14,615.03					919,476.69	637,543.84
10,886.02					3,396,313.95	2,445,300.33
4,701.60					284,232.20	839,582.70
					532,086.63	589,228.14
					15,559.57	502,393.31
				1,437,354.36	1,437,354.36	1,265,386.24
.36					1,146.46	964.76
					175,116.37	229,568.34
8,158.38					5,248,174.03	6,174,636.83
\$ 7,615,160.95	\$	\$	\$	\$ 1,437,354.36	\$ 131,821,654.71	\$ 131,161,306.91

[Exhibit IV]

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EXHIBIT V  
TEXAS A&M AGRILIFE EXTENSION SERVICE  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED AUGUST 31, 2020

	CURRENT YEAR TOTAL	PRIOR YEAR TOTAL
Cash Flows From Operating Activities		
Proceeds Received From Tuition and Fees	\$	\$
Proceeds Received From Customers	7,348,661.57	9,164,487.78
Proceeds From Grants and Contracts	35,912,839.83	33,838,689.92
Proceeds From Auxiliary Enterprises		
Proceeds From Loan Programs		
Proceeds From Other Operating Revenues	789,275.12	510,365.93
Payments to Suppliers for Goods and Services	(24,073,948.91)	(24,160,491.62)
Payments to Employees	(106,240,059.64)	(102,443,524.75)
Payments for Loans Provided		
Payments for Pension Benefits to Plan Members		
Payments for OPEB Benefits to Plan Members		
Payments for Other Operating Expenses	(849,627.04)	(1,116,953.94)
Net Cash Provided [Used] By Operating Activities	\$ (87,112,859.07)	\$ (84,207,426.68)
Cash Flows From Noncapital Financing Activities		
Proceeds From State Appropriations	\$ 67,377,231.03	\$ 66,223,451.39
Proceeds From Gifts	1,569,245.67	2,093,001.14
Proceeds From Endowments		
Proceeds From Transfers From Other Funds	279.35	4,978.87
Proceeds From Other Grant Receipts	18,042,712.44	18,737,044.16
Proceeds From Other Noncapital Financing Activities	193,661.68	146,591.25
Payments of Interest		
Payments for Transfers to Other Funds	(3,059.94)	
Payments for Grant Disbursements		
Payments for Other Noncapital Financing Uses	(1,212.09)	(500.00)
Other Noncapital Transfers From/To System	2,709,148.91	3,297,373.43
Transfers Between Fund Groups		
Net Cash Provided [Used] By Noncapital Financing Activities	\$ 89,888,007.05	\$ 90,501,940.24
Cash Flows From Capital and Related Financing Activities		
Proceeds From Sale of Capital Assets	\$ 7,646.00	\$ 80,191.86
Proceeds From Debt Issuance		
Proceeds From State Grants and Contracts		
Proceeds From Federal Grants and Contracts		
Proceeds From Gifts		
Proceeds From Interfund Payables		
Proceeds From Other Financing Activities		
Proceeds From Capital Contributions		
Payments for Additions to Capital Assets	(5,665,748.65)	(1,706,716.53)
Payments of Principal On Debt		
Payments for Capital Leases	(153,318.30)	
Payments of Interest On Debt Issuance		
Payments for Interfund Receivables		
Payments of Other Costs On Debt Issuance		
Transfer of Capital Debt Proceeds From System [Nonmandatory]	2,916,718.40	174,793.90
Intrasystem Transfers for Capital Debt [Mandatory]	(262,400.00)	(279,400.00)
Intrasystem Transfers for Construction Projects [Non-Mand]		
Net Cash Provided [Used] By Capital & Related Financing Act.	\$ (3,157,102.55)	\$ (1,731,130.77)
Cash Flows From Investing Activities		
Proceeds From Sales of Investments	\$	\$
Sales and Purchases of Investments Held By System	(464,790.92)	(5,982,250.03)
Proceeds From Interest and Investment Income	514,446.51	622,756.00
Payments to Acquire Investments		
Net Cash Provided [Used] By Investing Activities	\$ 49,655.59	\$ (5,359,494.03)
Net Increase [Decrease] In Cash and Cash Equivalents	\$ (332,298.98)	\$ (796,111.24)
Cash and Cash Equivalents, Beginning of Year	\$ 5,435,653.52	\$ 6,231,764.76
Restatement		
Cash and Cash Equivalents, Beginning of Year, As Restated	\$ 5,435,653.52	\$ 6,231,764.76
Cash and Cash Equivalents, End of Year [Sch Three]	\$ 5,103,354.54	\$ 5,435,653.52

EXHIBIT V  
TEXAS A&M AGRILIFE EXTENSION SERVICE  
STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED AUGUST 31, 2020

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SCHEDULE THREE  
TEXAS A&M AGRILIFE EXTENSION SERVICE  
SCHEDULE OF CASH & CASH EQUIVALENTS  
FOR THE YEAR ENDED AUGUST 31, 2020

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SCHEDULE N-2  
TEXAS A&M AGRILIFE EXTENSION SERVICE  
NOTE 2 - CAPITAL ASSETS  
FOR THE YEAR ENDED AUGUST 31, 2020

	BALANCE 9-1-19	ADJUSTMENTS	COMPLETED CIP
Non-Depreciable/Non-Amortizable Assets			
Land and Land Improvements	\$ 1,331,000.00	\$	\$
Construction In Progress	820,800.13		
Total Non-Depreciable/Non-Amortizable Assets	\$ 2,151,800.13	\$	\$
Depreciable Assets			
Buildings	\$ 4,930,491.89	\$	\$
Furniture and Equipment	6,592,220.42	(8,744.93)	
Vehicles, Boats and Aircraft	7,302,328.20	8,744.93	
Other Capital Assets	16,192.00		
Total Depreciable Assets at Historical Cost	\$ 18,841,232.51	\$	\$
Less Accumulated Depreciation for			
Buildings	\$ (2,672,122.22)	\$	\$
Furniture and Equipment	(4,710,504.07)		
Vehicles, Boats and Aircraft	(5,342,868.88)		
Other Capital Assets	(4,906.40)		
Total Accumulated Depreciation	\$ (12,730,401.57)	\$	\$
Depreciable Assets, Net	\$ 6,110,830.94	\$	\$
Amortizable Assets - Intangible			
Computer Software	\$ 479,190.00	\$	\$
Total Intangible Assets at Historical Cost	\$ 479,190.00	\$	\$
Less Accumulated Amortization for			
Computer Software	\$ (79,865.00)	\$	\$
Total Accumulated Amortization	\$ (79,865.00)	\$	\$
Amortizable Assets, Net	\$ 399,325.00	\$	\$
Capital Assets, Net	\$ 8,661,956.07	\$	\$

INC-INTERAGENCY TRANSACTIONS	DEC-INTERAGENCY TRANSACTIONS	ADDITIONS	DELETIONS	BALANCE 8-31-20
\$	\$	\$	\$	\$ 1,331,000.00
		3,690,597.73		4,511,397.86
\$	\$	\$ 3,690,597.73	\$	\$ 5,842,397.86
\$	\$	\$	\$	\$ 4,930,491.89
6,549.12	(328,427.60)	171,009.42	(303,429.76)	6,129,176.67
		839,187.50	(76,158.45)	8,074,102.18
				16,192.00
\$ 6,549.12	\$ (328,427.60)	\$ 1,010,196.92	\$ (379,588.21)	\$ 19,149,962.74
\$	\$	\$	\$	\$ (2,879,874.98)
(6,549.12)	175,757.96	(207,752.76)		(4,653,712.08)
		(415,846.61)	303,429.76	(5,953,358.90)
		(646,047.57)	35,557.55	(5,642.36)
		(735.96)		
\$ (6,549.12)	\$ 175,757.96	\$ (1,270,382.90)	\$ 338,987.31	\$ (13,492,588.32)
\$	\$	\$	\$	\$ 5,657,374.42
	(152,669.64)	(260,185.98)	(40,600.90)	
\$	\$	\$ 464,954.00	\$	\$ 944,144.00
\$	\$	\$ 464,954.00	\$	\$ 944,144.00
\$	\$	\$ (166,971.46)	\$	\$ (246,836.46)
\$	\$	\$ (166,971.46)	\$	\$ (246,836.46)
\$	\$	\$ 297,982.54	\$	\$ 697,307.54
\$	\$ (152,669.64)	\$ 3,728,394.29	\$ (40,600.90)	\$ 12,197,079.82