

UNAUDITED

ANNUAL FINANCIAL REPORT

of

Texas A&M Transportation Institute

For the Year Ended August 31, 2020

With Comparative Totals for the Year Ended August 31, 2019



Gregory D. Winfree, Director

Joseph N. Dunn, Assistant Agency Director and Chief Financial Officer

Rodney J. Horrell, Assistant Chief Financial Officer

Karen Coleman, Assistant Director, Accounting

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TEXAS A&M TRANSPORTATION INSTITUTE

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EXHIBIT III
TEXAS A&M TRANSPORTATION INSTITUTE
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]	\$ 6,930,543.77	\$ 1,741,255.22
Investments		
Restricted		
Cash and Cash Equivalents [Schedule Three]		
Investments	611,423.20	734,945.08
Legislative Appropriations		
Receivables, Net [Note 24]		
Federal	4,287,430.98	4,417,258.10
Other Intergovernmental	511,818.65	416,800.97
Interest and Dividends		
Gifts		
Self-Insured Health and Dental		
Student		
Investment Trades		
Accounts	11,755,783.25	12,443,600.52
Other	1,531.00	
Due From Other Agencies	867,868.95	1,374,420.81
Due From Other Members	881,335.01	848,262.48
Due From Other Funds	9,113,118.64	9,658,638.33
Consumable Inventories		
Merchandise Inventories		
Loans and Contracts		
Interfund Receivable [Note 12]		
Other Current Assets	52,251.00	116,211.82
Total Current Assets	\$ 35,013,104.45	\$ 31,751,393.33
Non-Current Assets		
Restricted		
Cash and Cash Equivalents [Schedule Three]	\$ 814,668.89	\$ 482,235.80
Assets Held By System Office		
Investments [Note 3]		
Loans, Contracts and Other		
Gifts Receivable		
Loans and Contracts		
Assets Held By System Office	7,055,901.84	9,219,773.91
Investments [Note 3]		
Interfund Receivable [Note 12]		
Capital Assets, Non-Depreciable [Note 2]		
Land and Land Improvements		
Construction In Progress	275,352.22	174,268.56
Other Tangible Capital Assets		
Land Use Rights		
Other Intangible Capital Assets		
Capital Assets, Depreciable [Note 2]		
Buildings and Building Improvements	54,074,200.80	54,074,200.80
Infrastructure	7,284,015.70	7,284,015.70
Facilities and Other Improvements	926,570.64	926,570.64
Furniture and Equipment	20,916,911.18	22,399,318.61
Vehicles, Boats, and Aircraft	3,085,096.30	2,993,247.33
Other Capital Assets		
Intangible Capital Assets, Amortized [Note 2]		
Land Use Rights		
Computer Software	55,855.00	55,855.00
Other Intangible Capital Assets		
Accumulated Depreciation/Amortization	(23,986,476.57)	(20,329,432.71)
Assets Held In Trust	362,100.00	362,100.00
Other Non-Current Assets		
Total Non-Current Assets	\$ 70,864,196.00	\$ 77,642,153.64
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	\$ 105,877,300.45	\$ 109,393,546.97

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EXHIBIT III
TEXAS A&M TRANSPORTATION INSTITUTE
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	\$ 877,441.24	\$ 1,411,974.95
Payroll	4,471,490.99	4,340,797.13
Investment Trades		
Self-Insured Health and Dental		
Student		
Other	10,144.18	3.87
Interfund Payable [Note 12]		
Due to Other Agencies	45,767.98	44,307.21
Due to Other Funds	9,113,118.64	9,658,638.33
Due to Other Members	89,931.53	83,347.06
Funds Held for Investment		
Unearned Revenue	3,083,632.24	2,530,370.40
Employees' Compensable Leave	328,130.42	311,010.99
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]		
Asset Retirement Obligations [Note 5]		
Liabilities Payable From Restricted Assets		
Other Current Liabilities		
Total Current Liabilities	\$ 18,019,657.22	\$ 18,380,449.94
Non-Current Liabilities		
Interfund Payable [Note 12]	\$	\$
Employees' Compensable Leave	4,822,726.44	4,430,269.38
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	362,100.00	362,100.00
Liabilities Payable From Restricted Assets		
Capital Lease Obligations [Note 8]		
Asset Retirement Obligations [Note 5]		
Other Non-Current Liabilities		
Total Non-Current Liabilities	\$ 5,184,826.44	\$ 4,792,369.38
Deferred Inflows of Resources [Note 28]		
Pension	\$	\$
Other Post Employment Benefits		
Split-Interest Agreements		
Total Deferred Inflows of Resources	\$	\$
Total Liabilities and Deferred Inflows	\$ 23,204,483.66	\$ 23,172,819.32
Net Position		
Net Investment In Capital Assets	\$ 62,631,525.27	\$ 67,578,043.93
Restricted for		
Debt Service		
Capital Projects	853,315.22	827,558.07
Education	1,886,265.68	2,635,930.37
Endowment and Permanent Funds		
Nonexpendable		
Expendable	814,668.89	482,235.80
Unrestricted	16,487,041.73	14,696,959.48
Clearing Accounts		
Total Net Position [Exhibit IV]	\$ 82,672,816.79	\$ 86,220,727.65
Total Liabilities, Deferred Inflows, and Net Position	\$ 105,877,300.45	\$ 109,393,546.97

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EXHIBIT IV
TEXAS A&M TRANSPORTATION INSTITUTE
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	4,672,515.78	5,161,055.26
Discounts and Allowances		
Interest Revenue		
Federal Revenue - Operating	11,410,265.02	13,384,061.41
Federal Pass Through Revenue	3,829,013.21	4,648,124.70
State Grant Revenue	3,085,650.13	2,448,460.41
State Pass Through Revenue	373,640.94	1,195,000.00
Other Grants and Contracts - Operating	43,653,229.30	40,185,393.83
Other Operating Revenue	239,494.70	159,739.45
Total Operating Revenues	\$ 67,263,809.08	\$ 67,181,835.06
Operating Expenses		
Instruction	\$	\$
Research	76,148,610.46	74,467,829.64
Public Service		
Academic Support		
Student Services		
Institutional Support		
Operation & Maintenance of Plant		
Scholarships & Fellowships		
Auxiliary		
Depreciation/Amortization	5,353,486.21	4,812,122.66
Total Operating Expenses [Schedule IV-1]	\$ 81,502,096.67	\$ 79,279,952.30
Total Operating Income [Loss]	\$ (14,238,287.59)	\$ (12,098,117.24)
Nonoperating Revenues [Expenses]		
Legislative Revenue	\$ 10,029,496.06	\$ 9,337,217.20
Federal Revenue Non-Operating		
Federal Pass Through Non-Operating		
State Pass Through Non-Operating		
Gifts	178,593.80	190,250.00
Investment Income	931,080.81	371,334.58
Investing Activities Expense	(19,701.63)	(22,205.50)
Interest Expense		
Borrower Rebates and Agent Fees		
Gain [Loss] On Sale or Disposal of Capital Assets	2,607.52	(18,857.12)
Settlement of Claims		
Other Nonoperating Revenues	22,175.26	9,229.59
Other Nonoperating [Expenses]	(5,415.95)	(2,091,028.99)
Total Nonoperating Revenues [Expenses]	\$ 11,138,835.87	\$ 7,775,939.76
Income [Loss] Before Other Revenues and Transfers	\$ (3,099,451.72)	\$ (4,322,177.48)

EXHIBIT IV
TEXAS A&M TRANSPORTATION INSTITUTE
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 TRANSPORTATION INSTITUTE
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	\$	\$	\$	\$	\$
Salaries & Wages		40,294,684.41			
Payroll Related Costs		10,237,044.18			
Payroll Related Costs-TRS Pension					
Payroll Related Costs-OPEB					
Professional Fees & Services		11,204,602.11			
Travel		1,035,186.31			
Materials & Supplies		2,160,621.39			
Communication & Utilities		2,914,540.89			
Repairs & Maintenance		1,012,302.01			
Rentals & Leases		3,337,291.79			
Printing & Reproduction		246,275.09			
Federal Pass-Through		128,035.26			
State Pass-Through					
Depreciation & Amortization					
Bad Debt Expense					
Interest		847.13			
Scholarships		376,710.95			
Claims & Losses					
Net Change In OPEB Obligation					
Other Operating Expenses		3,200,468.94			
Total Operating Expenses	\$	\$ 76,148,610.46	\$	\$	\$

INSTITUTIONAL SUPPORT	OPERATION & MAINTENANCE OF PLANT	SCHOLARSHIPS & FELLOWSHIPS	AUXILIARY	DEPRECIATION & AMORTIZATION	TOTAL	PRIOR YEAR
\$	\$	\$	\$	\$	\$	\$
					40,294,684.41	38,640,746.38
					10,237,044.18	9,781,604.76
					11,204,602.11	10,280,923.57
					1,035,186.31	1,690,210.46
					2,160,621.39	2,345,882.27
					2,914,540.89	2,810,797.01
					1,012,302.01	1,080,012.42
					3,337,291.79	3,894,751.19
					246,275.09	226,194.43
					128,035.26	251,361.84
				5,353,486.21	5,353,486.21	4,812,122.66
					847.13	2,054.79
					376,710.95	203,772.24
					3,200,468.94	3,259,518.28
\$	\$	\$	\$	\$ 5,353,486.21	\$ 81,502,096.67	\$ 79,279,952.30

[Exhibit IV]

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EXHIBIT V
TEXAS A&M TRANSPORTATION INSTITUTE
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	4,765,697.83	5,173,191.92
Proceeds From Grants and Contracts	64,016,240.05	59,080,988.45
Proceeds From Auxiliary Enterprises		
Proceeds From Loan Programs		
Proceeds From Other Operating Revenues	239,494.70	159,739.45
Payments to Suppliers for Goods and Services	(25,537,638.59)	(25,266,843.89)
Payments to Employees	(49,991,458.24)	(48,073,956.15)
Payments for Loans Provided		
Payments for Pension Benefits to Plan Members		
Payments for OPEB Benefits to Plan Members		
Payments for Other Operating Expenses	(496,700.97)	(412,315.64)
Net Cash Provided [Used] By Operating Activities	\$ (7,004,365.22)	\$ (9,339,195.86)
Cash Flows From Noncapital Financing Activities		
Proceeds From State Appropriations	\$ 9,978,017.94	\$ 9,534,621.38
Proceeds From Gifts	178,593.80	190,250.00
Proceeds From Endowments		
Proceeds From Transfers From Other Funds	95,376.02	
Proceeds From Other Grant Receipts		
Proceeds From Other Noncapital Financing Activities	22,175.26	9,229.59
Payments of Interest		
Payments for Transfers to Other Funds		
Payments for Grant Disbursements		
Payments for Other Noncapital Financing Uses	(551.90)	(716.74)
Other Noncapital Transfers From/To System	40,214.86	(46,790.89)
Transfers Between Fund Groups		
Net Cash Provided [Used] By Noncapital Financing Activities	\$ 10,313,825.98	\$ 9,686,593.34
Cash Flows From Capital and Related Financing Activities		
Proceeds From Sale of Capital Assets	\$ 4,601.88	\$
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	(609,189.61)	(1,273,446.58)
Payments of Principal On Debt		
Payments for Capital Leases		
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]	455,283.73	487,995.51
Intrasystem Transfers for Capital Debt [Mandatory]	(713,686.37)	(460,063.29)
Intrasystem Transfers for Construction Projects [Non-Mand]		
Net Cash Provided [Used] By Capital & Related Financing Act.	\$ (862,990.37)	\$ (1,245,514.36)
Cash Flows From Investing Activities		
Proceeds From Sales of Investments	\$	\$
Sales and Purchases of Investments Held By System	2,597,021.87	(2,125,350.58)
Proceeds From Interest and Investment Income	145,796.29	210,919.33
Payments to Acquire Investments		
Net Cash Provided [Used] By Investing Activities	\$ 2,742,818.16	\$ (1,914,431.25)
Net Increase [Decrease] In Cash and Cash Equivalents	\$ 5,189,288.55	\$ (2,812,548.13)
Cash and Cash Equivalents, Beginning of Year	\$ 1,741,255.22	\$ 4,553,803.35
Restatement		
Cash and Cash Equivalents, Beginning of Year, As Restated	\$ 1,741,255.22	\$ 4,553,803.35
Cash and Cash Equivalents, End of Year [Sch Three]	\$ 6,930,543.77	\$ 1,741,255.22

EXHIBIT V
TEXAS A&M TRANSPORTATION INSTITUTE
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED AUGUST 31, 2020

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SCHEDULE THREE
TEXAS A&M TRANSPORTATION INSTITUTE
SCHEDULE OF CASH & CASH EQUIVALENTS
FOR THE YEAR ENDED AUGUST 31, 2020

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SCHEDULE N-2
TEXAS A&M TRANSPORTATION INSTITUTE
NOTE 2 - CAPITAL ASSETS
FOR THE YEAR ENDED AUGUST 31, 2020

	BALANCE 9-1-19	ADJUSTMENTS	COMPLETED CIP
Non-Depreciable/Non-Amortizable Assets			
Construction In Progress	\$ 174,268.56	\$	\$
Total Non-Depreciable/Non-Amortizable Assets	\$ 174,268.56	\$	\$
Depreciable Assets			
Buildings	\$ 54,074,200.80	\$	\$
Infrastructure	7,284,015.70		
Facilities and Other Improvements	926,570.64		
Furniture and Equipment	22,399,318.61	(83,302.97)	
Vehicles, Boats and Aircraft	2,993,247.33	83,302.97	
Total Depreciable Assets at Historical Cost	\$ 87,677,353.08	\$	\$
Less Accumulated Depreciation for			
Buildings	\$ (2,188,002.95)	\$	\$
Infrastructure	(408,174.04)		
Facilities and Other Improvements	(28,207.69)		
Furniture and Equipment	(15,460,126.04)	52,612.30	
Vehicles, Boats and Aircraft	(2,189,066.99)	(52,612.30)	
Total Accumulated Depreciation	\$ (20,273,577.71)	\$	\$
Depreciable Assets, Net	\$ 67,403,775.37	\$	\$
Amortizable Assets - Intangible			
Computer Software	\$ 55,855.00	\$	\$
Total Intangible Assets at Historical Cost	\$ 55,855.00	\$	\$
Less Accumulated Amortization for			
Computer Software	\$ (55,855.00)	\$	\$
Total Accumulated Amortization	\$ (55,855.00)	\$	\$
Amortizable Assets, Net	\$	\$	\$
Capital Assets, Net	\$ 67,578,043.93	\$	\$

INC-INTERAGENCY TRANSACTIONS	DEC-INTERAGENCY TRANSACTIONS	ADDITIONS	DELETIONS	BALANCE 8-31-20
\$	\$	\$ 101,083.66	\$	\$ 275,352.22
\$	\$	\$ 101,083.66	\$	\$ 275,352.22
\$	\$	\$	\$	\$ 54,074,200.80
				7,284,015.70
				926,570.64
351,868.22	(1,100,761.93)	360,237.95	(1,010,448.70)	20,916,911.18
	(139,322.00)	147,868.00		3,085,096.30
\$ 351,868.22	\$ (1,240,083.93)	\$ 508,105.95	\$ (1,010,448.70)	\$ 86,286,794.62
\$	\$	\$ (2,845,982.88)	\$	\$ (5,033,985.83)
		(467,325.12)		(875,499.16)
		(48,356.04)		(76,563.73)
(42,526.79)	668,040.27	(1,743,308.11)	1,003,590.29	(15,521,718.08)
	67,338.58	(248,514.06)		(2,422,854.77)
\$ (42,526.79)	\$ 735,378.85	\$ (5,353,486.21)	\$ 1,003,590.29	\$ (23,930,621.57)
\$ 309,341.43	\$ (504,705.08)	\$ (4,845,380.26)	\$ (6,858.41)	\$ 62,356,173.05
\$	\$	\$	\$	\$ 55,855.00
\$	\$	\$	\$	\$ 55,855.00
\$	\$	\$	\$	\$ (55,855.00)
\$	\$	\$	\$	\$ (55,855.00)
\$	\$	\$	\$	\$
\$ 309,341.43	\$ (504,705.08)	\$ (4,744,296.60)	\$ (6,858.41)	\$ 62,631,525.27