



ANNUAL
FINANCIAL
REPORT

for the fiscal year ended August 31, 2015

SAM HOUSTON STATE UNIVERSITY
Huntsville, Texas

*Sam Houston State University is a Member of
The Texas State University System*



Sam Houston State University

A Member of The Texas State University System

OFFICE OF THE PRESIDENT

Dana G. Hoyt

November 20, 2015

Honorable Greg Abbott, Governor
Honorable Glenn Hegar, State Comptroller
Ursula Parks, Director, Legislative Budget Board
John Keel, CPA, State Auditor

Lady and Gentlemen:

We are pleased to submit the Annual Financial Report of Sam Houston State University for the year ended August 31, 2015, in compliance with TEX.GOV'T CODE ANN §2101.011 and in accordance with the requirements established by the Comptroller of Public Accounts.

Due to the statewide requirements embedded in Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, the Comptroller of Public Accounts does not require the accompanying annual financial report to comply with all requirements in this statement. The financial report will be considered for audit by the State Auditor as part of the audit of the State of Texas Comprehensive Annual Financial Report (CAFR); therefore, an opinion has not been expressed on the financial statements and related information contained in this report.

If you have any questions, please contact Amanda Withers, Interim Controller, at (936) 294-2289.

Sincerely,

Dana G. Hoyt
President

UNAUDITED

FINANCIAL REPORT

SAM HOUSTON STATE UNIVERSITY

For the Year Ended August 31, 2015

Huntsville, Texas

UNAUDITED

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Sam Houston State University

A Member of The Texas State University System

November 20, 2015

Dr. Dana G. Hoyt, President
Sam Houston State University
Huntsville, Texas 77341

Dear Dr. Hoyt:

Submitted herein is the Annual Financial Report of Sam Houston State University for the fiscal year ended August 31, 2015.

The financial statements in this report have been prepared in conformity with the General Provisions of the Appropriations Act, Article IX, and in accordance with the requirements established by the Comptroller of Public Accounts.

The Annual Financial Report will be audited by the State Auditor as part of the audit of the Statewide Comprehensive Annual Financial Report; therefore, an opinion has not been expressed on the statements and related information contained in this report.

If you have any questions, please contact Amanda Withers, Interim Controller, at (936) 294-2289.

Respectfully submitted,

Amanda Withers, MBA
Interim Controller

Approved:

J. Carlos Hernandez, EdD, CPA
Vice President for Finance and Operations

UNAUDITED
BOARD OF REGENTS
TEXAS STATE UNIVERSITY SYSTEM

August 31, 2015

OFFICERS

Dr. Jaime R. Garza Chairman

MEMBERS

Terms Expire May 31, 2016
Spencer Copeland, Student Regent Huntsville

Terms Expire February 1, 2017
Dr. Jaime R. Garza San Antonio
Rossanna Salazar Austin
Donna N. Williams Arlington

Terms Expire February 1, 2019
Charlie Amato San Antonio
Vernon Reaser III Bellaire
William F. Scott Nederland

Terms Expire February 1, 2021
Veronica Muzquiz Edwards San Antonio
Alan L. Tinsley Madisonville
David Montagne Beaumont

Chancellor
Brian McCall, Ph.D.

ADMINISTRATIVE OFFICIALS
SAM HOUSTON STATE UNIVERSITY

PRESIDENT

Dana G. Hoyt, Ph.D.

FISCAL OFFICE

J. Carlos Hernandez, EdD, CPA
Amanda Withers, MBA

Vice President for Finance and Operations
Interim Controller

UNAUDITED
Sam Houston State University
Texas State University System
Student Enrollment Data
For the Year Ended August 31, 2015

TYPE OF STUDENT	NUMBER OF STUDENTS BY SEMESTER			
	FALL 2014	SPRING 2015	SUMMER TERM 2015	
			FIRST	SECOND
Texas Residents	14,156	12,894	1,935	4,188
Out of State (Classified as Residents)	31	23	3	20
Out of State	377	355	182	105
Foreign	373	349	133	39
Children of Disabled Firemen or Peace Officers	1	1		
Children of Deceased Public Servants	5	4	1	1
Peace Officer	30	20	18	
Concurrent Enrollment				
Foster Children of the State	28	21	13	15
Good Neighbor	4	3	2	2
High School Honor Scholarships				
High Ranking Senior	20	18		
Hazlewood Act	206	182	110	79
Senior Citizens	5	7	2	1
Commission for the Blind/Deaf	37	39	24	19
Fireman Exempt	10	11	8	
Thesis Only				
Nursing				
Faculty/Staff	115	102	66	30
Teaching Assistants	85	87	47	
Competitive Scholarships	424	394	210	
Military Personnel and Dependents	665	615	268	178
Louisiana Adjacent County				
Mexico Pilot				
National Student Exchange Program				
Reciprocal Exchange International	11	9		
New Mexico Adjacent County				
Texas Tomorrow Waiver	322	286	68	66
Adopted Students	42	40	14	13
Pase				
Distance Learning	2,568	2,580	3,612	
Family & Consumer Science Alliance Agreement		1	1	
Clinical Preceptor Exempt	3	3	1	
Beaumont-Louisiana Non-resident				
Economic Development				
Multi Texas University				
TDCJ-54.218 Education Code				
Trio Grant Math 0301				
HB 1406 Non US Citizen	94	91	23	
Totals	<u>19,612</u>	<u>18,135</u>	<u>6,741</u>	<u>4,756</u>

Enrollment Data (Fall Semester)

Fiscal Year	STUDENTS	SEMESTER HOURS
	2015	19,612
2014	19,231	226,910
2013	18,538	220,607
2012	17,636	209,816
2011	17,291	207,288

UNAUDITED

SAM HOUSTON STATE UNIVERSITY

PROPRIETARY FUND STATEMENTS

**Texas State University System
Sam Houston State University
Statement of Net Position
August 31, 2015**

Total**ASSETS**

Current Assets:

Cash and Cash Equivalents (Note 3)

Cash on Hand

27,050.00

Cash in Bank

30,826,492.21

Cash in Transit/Reimburse from Treasury

1,353,756.96

Cash in State Treasury

4,652,089.64 (schedule 3)

Cash Equivalents

63,957,613.03

Securities Lending Collateral

Short Term Investments (Note 3)

Restricted:

Cash and Cash Equivalents (Note3)

Cash on Hand

Cash in Bank

79,181,912.03

Cash in Transit/Reimburse from Treasury

Cash in State Treasury

(schedule 3)

Cash Equivalents

5,789,273.76

Short Term Investments (Note 3)

Legislative Appropriations

11,414,645.15

Receivables:

Federal

4,831,833.31

Other Intergovernmental

Interest and Dividends

Accounts Receivable

30,748,493.87

Gifts, Pledges and Donations

17,830.42

Investment Trades

Other

270,700.13

Interfund Receivable (Note 12)

Due From Other Agencies (Note 12)

406,929.49

Consumable Inventories

Merchandise Inventories

361,574.49

Prepaid Items

180,350.47

Loans and Contracts

3,657,522.74

Other Current Assets

15,853,967.74

Total Current Assets

253,532,035.44

**Texas State University System
Sam Houston State University
Statement of Net Position
August 31, 2015**

	Total
Non-Current Assets:	
Restricted:	
Cash and Cash Equivalents (Note 3)	
Cash on Hand	
Cash in Bank	
Cash in Transit/Reimburse from Treasury	
Cash in State Treasury	
Cash Equivalents	
Short Term Investments (Note3)	
Receivables	2,150.16
Investments (Note 3)	124,884,229.96
Loans and Contracts	
Other Assets	
Loans and Contracts	
Investments (Note 3)	
Interfund Receivables (Note 12)	
Gifts, Pledges and Donations	1,550,637.66
Capital Assets: (Note 2)	
Non-Depreciable or Non-Amortizable	
Land and Land Improvements	29,243,141.18
Infrastructure	
Construction in Progress	32,657,268.52
Other Capital Assets	759,903.50
Depreciable or Non-Amortizable	
Buildings and Building Improvements	420,917,814.23
Less Accumulated Depreciation	-217,101,435.54
Infrastructure	14,848,776.65
Less Accumulated Depreciation	-7,178,378.39
Facilities and Other Improvements	24,717,681.09
Less Accumulated Depreciation	-10,873,195.19
Furniture and Equipment	35,519,823.31
Less Accumulated Depreciation	-25,204,976.34
Vehicles, Boats, and Aircraft	4,613,002.87
Less Accumulated Depreciation	-3,273,853.98
Other Capital Assets	14,111,630.20
Less Accumulated Depreciation	-9,766,723.39
Amortizable Assets-Intangible	3,243,398.02
Less Accumulated Amortization	-2,577,156.47
Assets Held in Trust	
Other Non-Current Assets	
Total Non-Current Assets	431,093,738.05
Total Assets	684,625,773.49

DEFERRED OUTFLOWS OF RESOURCES

Derivative Hedging Instrument Assets

**Texas State University System
Sam Houston State University
Statement of Net Position
August 31, 2015**

	Total
Deferred Outflow of Resources	
Total Deferred Outflows of Resources	0.00
 LIABILITIES	
Current Liabilities:	
Payables from:	
Accounts	3,756,912.85
Investment Trades	
Payroll	3,069,128.25
Other Intergovernmental	
Federal	
Interest	
Other	
Interfund Payable (Note 12)	
Due to Other Agencies (Note 12)	650,369.42
Unearned Revenues	101,348,659.46
Short Term Debt	
Notes and Loans Payable (Note 5)	
Revenue Bonds Payable (Note 5, 6)	
General Obligation Bonds Payable (Note 5, 6)	
Claims and Judgments (Note 5)	
Employees' Compensable Leave (Note 5)	4,028,591.25
Capital Lease Obligations (Note 5, 8)	
Contract Retainage Payable	
Liabilities Payable from Restricted Assets	
Obligations/Reverse Repurchase Agreements	
Obligations Under Securities Lending	
Funds Held for Others	1,231,004.66
Other Current Liabilities	
Total Current Liabilities	114,084,665.89
Non-Current Liabilities:	
Interfund Payable (Note 12)	
Notes and Loans Payable (Note 5)	
Revenue Bonds Payable (Note 5, 6)	
General Obligation Bonds Payable (Note 5, 6)	
Claims and Judgments (Note 5)	
Liabilities Payable from Restricted Assets	
Employees' Compensable Leave (Note 5)	2,528,032.46
Capital Lease Obligations (Note 5, 8)	
Assets Held for Others	
Pollution Remediation Obligations	
Other Non-Current Liabilities	3,201,507.42
Total Non-Current Liabilities	5,729,539.88
Total Liabilities	119,814,205.77

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**Texas State University System
Sam Houston State University
Statement of Net Position
August 31, 2015**

	Total
DEFERRED INFLOWS OF RESOURCES	
Derivative Instrument Liabilities	
Deferred Inflow of Resources	
Total Deferred Inflows of Resources	<u>0.00</u>

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**Texas State University System
Sam Houston State University
Statement of Net Position
August 31, 2015**

	Total
NET POSITION	
Invested in Capital Assets, Net of Related Debt	304,656,720.27
Restricted For	
Education	
Debt Service	
Capital Projects	77,119,103.86
Funds Held As Permanent Investments:	
Non-Expendable	69,107,670.69
Expendable	26,034,245.92
Other	14,120,786.97
Unrestricted	<u>73,773,040.01</u>
Total Net Position	564,811,567.72

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Texas State University System
Sam Houston State University
 Statement of Revenues, Expenses, and Changes in Net Position
 For the Fiscal Year Ended August 31, 2015

	<u>Total</u>
OPERATING REVENUES	
Sales of Goods and Services	
Tuition and Fees - Pledged	180,384,044.44
Discounts and Allowances	-50,203,887.28
Professional Fees-Non-pledged	
Professional Fees - Pledged	
Discounts and Allowances	
Auxiliary Enterprises-Non-pledged	
Auxiliary Enterprises - Pledged	39,190,251.29
Discounts and Allowances	
Other Sales of Goods and Services-Non-Pledged	
Other Sales of Goods and Services - Pledged	3,626,995.11
Discounts and Allowances	
Interest and Investment Income Non-pledged	
Interest and Investment Income Pledged	
Net Increase (Decrease) Fair Market Value -Non-pledged	
Net Increase (Decrease) Fair Market Value -Pledged	
Federal Revenue-Operating	4,514,647.17
Federal Pass-Through Revenue	856,148.68
State Grant Revenue	206,554.67
State Grant Pass-Through Revenue	11,900,909.79
Other Grants and Contracts -Non-pledged	1,311,938.19
Other Grants and Contracts-Pledged	
Contributions to Retirement System	
Other Operating Revenues - Non-pledged	
Other Operating Revenues - Pledged	6,840,878.57
Total Operating Revenues	<u>198,628,480.63</u>
OPERATING EXPENSES	
Instruction	89,014,781.19
Research	4,063,159.42
Public Service	11,005,381.42
Academic Support	33,309,723.86
Student Services	23,411,838.63
Institutional Support	20,389,340.01
Operation and Maintenance of Plant	17,834,461.96
Scholarship and Fellowships	29,353,658.97
Auxiliary Enterprise Expenditures	40,831,292.26
Depreciation and Amortization	20,945,810.43
Total Operating Expenses	<u>290,159,448.15</u>
Operating Income (Loss)	<u><u>-91,530,967.52</u></u>
NONOPERATING REVENUES (EXPENSES):	
Legislative Revenue	43,564,016.00
Additional Appropriations	12,461,032.19
Federal Revenue	30,834,569.45
Federal Pass-Through Revenue	22,782.45
State Grant Pass-Through Revenue	
Gifts-Non-Pledged	
Gifts - Pledged	5,624,330.74

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Texas State University System
Sam Houston State University
 Statement of Revenues, Expenses, and Changes in Net Position
 For the Fiscal Year Ended August 31, 2015

	<u>Total</u>
Land Income	
Interest and Investment Income (Expense) -Non-Pledged	3,076,502.36
Interest and Investment Income (Expense) - Pledged	929,868.36
Loan Premium/Fees Securities Lending	
Investing Activities Expenses	
Interest Expenses and Fiscal Charges	
Borrower Rebates and Agent Fees	
Gain (Loss) on Sale of Capital Assets	-248,642.14
Net Increase (Decrease) in Fair Value of Investments-Non-pledged	-569,180.96
Net Increase (Decrease) in Fair Value of Investments - Pledged	-4,195,594.46
Settlement of Claims	-43,084.07
Other Nonoperating Revenues (Expenses) Non-pledged	
Other Nonoperating Revenue (Expenses)-Pledged	110,144.32
Total Nonoperating Revenues (Expenses)	<u>91,566,744.24</u>
Income (Loss) before Other Revenues, Expenses, Gains/Losses and Transfers	35,776.72
OTHER REVENUES, EXPENSES, GAINS/LOSSES AND TRANSFERS	
Capital Contributions	
Capital Appropriations (HEAF)	11,893,110.00
Federal Grant - Capital Grant Contributions	
Contributions to Permanent and Term Endowments	5,475,307.16
Special Items	
Extraordinary Items	
Increase NA Interagency Transfer Capital Assets	
Decrease NA Interagency Transfer Capital Assets	
Transfer In	83,447,630.75
Transfer Out	-16,203,337.20
Legislative Transfer In	
Legislative Transfer Out	-2,522,713.13
Lapses	-15,298.37
Total Other Revenues, Expenses, Gains/Losses and Transfers	<u>82,074,699.21</u>
Change in Net Position	<u>82,110,475.93</u>
Net Position, September 1, 2014	483,279,956.45
Restatements	-578,864.66
Net Position, September 1, 2014, as Restated	<u>482,701,091.79</u>
NET POSITION, August 31, 2015	<u><u>564,811,567.72</u></u>

UNAUDITED

Texas State University System
 Sam Houston State University
 Matrix of Operating Expenses Reported by Function
 For the Fiscal Year Ended August 31, 2015

Operating Expenses	Instruction	Research	Hospitals and Clinics	Public Service	Academic Support	Student Services	Institutional Support	Operation and Maintenance of Plant	Scholarship and Fellowships	Auxiliary Enterprises	Depreciation and Amortization*	Total Expenses
Cost of Goods Sold	800.00	0.00		51,586.52	0.00	79,217.67	3,001.74	0.00	0.00	346,597.08		481,203.01
Salaries and Wages	66,548,780.01	2,224,599.32		5,437,593.18	15,944,253.68	13,404,663.40	11,717,527.57	7,620,461.84	836,962.18	10,620,373.04		134,355,214.22
Payroll Related Costs	15,409,605.18	484,582.75		1,328,951.99	3,653,473.52	3,567,285.61	3,264,625.29	2,484,340.74	1,607.48	2,864,997.43		33,059,469.99
Professional Fees and Services	162,598.41	131,361.26		501,929.10	503,312.50	229,869.78	738,027.33	278,023.96	7,467.00	742,618.07		3,295,207.41
Federal Grant Pass-Through Expense		11,143.47										11,143.47
State Grant Pass-Through Expense												0.00
Travel	1,931,182.67	176,402.34		188,531.84	1,052,290.71	491,345.01	326,808.19	18,439.70	2,365.38	2,024,600.44		6,211,966.28
Materials and Supplies	2,384,602.22	356,348.08		1,012,768.09	5,583,299.21	2,305,874.19	2,519,220.12	1,623,629.00	29,937.36	12,507,919.10		28,323,597.37
Communications and Utilities	112,422.69	40,549.58		159,478.38	2,891,127.96	844,414.88	162,421.56	3,218,607.47	0.00	2,160,667.39		9,589,689.91
Repairs and Maintenance	181,045.45	6,420.38		54,123.06	1,180,565.16	283,141.67	52,939.63	1,822,301.06	0.00	1,669,542.13		5,250,078.54
Rentals and Leases	219,807.33	50,875.59		303,489.39	394,336.75	274,954.73	175,142.30	168,108.11	4,220.00	360,517.96		1,951,452.16
Printing and Reproduction	6,693.29	1,526.75		2,573.50	147,508.32	109,389.21	119,610.28	0.00	45.00	345,098.64		732,444.99
Depreciation and Amortization*	0.00	0.00		0.00	0.00	0.00	0.00	0.00	0.00	0.00	20,945,810.43	20,945,810.43
Bad Debt Expense	7.33	0.00		0.89	14.04	471.89	4,909.62	0.00	1,941.74	1,273.36		8,618.87
Interest	0.00	0.00		0.00	2.35	0.00	7.43	0.00	0.00	0.00		9.78
Scholarships	49,400.00	156,669.50		0.00	0.00	0.00	0.00	0.00	28,409,782.64	4,349,813.28		32,965,665.42
Claims and Judgments	0.00	0.00		0.00	0.00	0.00	1,400.00	0.00	0.00	0.00		1,400.00
Other Operating Expenses	2,007,836.61	422,680.40		1,964,355.48	1,959,539.66	1,821,210.59	1,303,698.95	600,550.08	59,330.19	2,837,274.34		12,976,476.30
Total Operating Expenses	89,014,781.19	4,063,159.42	0.00	11,005,381.42	33,309,723.86	23,411,838.63	20,389,340.01	17,834,461.96	29,353,658.97	40,831,292.26	20,945,810.43	290,159,448.15

* Depreciation and Amortization may be allocated to the various functions or shown entirely in the Depreciation and Amortization column

UNAUDITED

Texas State University System
Sam Houston State University
Statement of Cash Flows
For the Fiscal Year Ended August 31, 2015

	Total
CASH FLOWS FROM OPERATING ACTIVITIES	
Receipts from Customers	
Proceeds from Tuition and Fees	125,400,256.14
Proceeds from Research Grants and Contracts	12,966,669.18
Proceeds from Gifts	
Proceeds from Loan Programs	
Proceeds from Auxiliaries	39,190,251.29
Proceeds from Other Operating Revenues	10,467,873.68
Payments to Suppliers for Goods and Services	-84,887,374.27
Payments to Employees for Salaries	-134,355,214.22
Payments to Employees for Benefits	-32,222,198.43
Payments for Loans Provided	-577,831.66
Payments for Other Operating Expenses	-15,770,612.90
Net Cash Provided by Operating Activities	-79,788,181.19
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Proceeds from Debt Issuance	
Proceeds from State Appropriations	55,117,395.42
Proceeds from Gifts	4,073,693.08
Proceeds from Endowments	5,475,307.16
Proceeds of Transfers from Other Funds	
Proceeds from Grant Receipts	30,857,351.90
Proceeds from Advances from Other Funds	
Proceeds from Loan Programs	
Proceeds from Other Noncapital Financing Activities	110,144.32
Proceeds from Contributed Capital	
Payments of Principal on Debt Issuance	
Payments of Interest	
Payments of Other Costs of Debt Issuance	
Payments for Transfers to Other Funds	
Payments for Grant Disbursements	
Payments for Advances to Other Funds	
Payments for Other Noncapital Financing Uses	-3,578,509.17
Net Cash Provided by Noncapital Financing Activities	92,055,382.71
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Proceeds from the Sale of Capital Assets	
Proceeds from Debt Issuance	83,447,630.75
Proceeds from State Grants and Contracts	
Proceeds from Federal Grants and Contracts	
Proceeds from Gifts	
Proceeds from Other Capital and Related Financing Activities	
Proceeds from Capital Contributions	11,893,110.00
Proceeds from Advances from Other Funds	
Payments for Additions to Capital Assets	-29,153,757.05
Payments of Principal on Debt	-8,457,006.63
Payments for Capital Leases	
Payments of Interest on Debt Issuance	-6,744,438.10
Payments for interfund receivables	
Payments of Other Costs of Debt Issuance	
Net Cash Provided by Capital and Related Financing Activities	50,985,538.97

UNAUDITED

Texas State University System
Sam Houston State University
Statement of Cash Flows
For the Fiscal Year Ended August 31, 2015

	Total
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from Sales of Investments	
Proceeds from Interest Income	
Proceeds from Investment Income	4,006,370.72
Proceeds from Principal Payments on Loans	
Payments to Acquire Investments	-16,962,779.40
Payments for Nonprogram Loans Provided	
Net Cash Provided by Investing Activities	-12,956,408.68
Net Increase (Decrease) in Cash and Cash Equivalents	50,296,331.81
Cash and Cash Equivalents, September 1, 2014	136,358,770.00
Changes in Accounting Principle	
Changes in Reporting Entity	
Restatements to Beginning Cash and Cash Equivalents	-866,914.18
Cash and Cash Equivalents, September 1, 2014- Restated	135,491,855.82
Cash and Cash Equivalents, August 31, 2015	185,788,187.63
 RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating Income (Loss)	-91,530,967.52
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:	
Amortization and Depreciation	20,945,810.43
Bad Debt Expense	8,618.87
Operating Income (Loss) and Cash Flow Categories: Classification Differences	
Changes in Assets and Liabilities:	
(Increase) Decrease in Receivables	-4,779,901.02
(Increase) Decrease in Due from Other Funds	-30,437.36
(Increase) Decrease in Inventories	100,596.29
(Increase) Decrease in Prepaid Expenses	-94,615.37
(Increase) Decrease in Notes Receivable	
(Increase) Decrease in Loans & Contracts	-577,831.66
(Increase) Decrease in Other Assets	8,021,831.30
(Increase) Decrease in State Appropriations	
Increase (Decrease) in Payables	-6,089,792.81
Increase (Decrease) in Deposits	0.00
Increase (Decrease) in Due to Other Funds	73,624.11
Increase (Decrease) in Unearned Revenue	-5,855,572.60
Increase (Decrease) in Compensated Absence Liability	837,271.56
Increase (Decrease) in Benefits Payable	0.00
Increase (Decrease) in Other Liabilities	-816,815.41
Total Adjustments	11,742,786.33
Net Cash Provided by Operating Activities	-79,788,181.19
 Non Cash Transactions	
Donation of Capital Assets	
Net Change in Fair Value of Investments	-4,764,775.42
Borrowing Under Capital Lease Purchase	
Other	

SAM HOUSTON STATE UNIVERSITY
NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended August 31, 2015

Note 1: Summary of Significant Accounting Policies

REPORTING ENTITY

Sam Houston State University is an agency of the State of Texas and a component of The Texas State University System and its financial records comply with applicable State statutes and regulations. This includes compliance with the Texas Comptroller of Public Accounts' Reporting Requirements for Annual Financial Reports of State Agencies and Universities.

Sam Houston State University serves the state by providing a high quality education to residents of the state.

Due to the statewide requirements embedded in Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, the Comptroller of Public Accounts does not require the accompanying annual financial report to comply with all the requirements in this statement. The financial report will be considered for audit by the State Auditor as part of the audit of the State of Texas Comprehensive Annual Financial Report; therefore, an opinion has not been expressed on the financial statements and related information contained in this report.

FUND STRUCTURE

The financial statements of Sam Houston State University have been prepared on the basis of funds, each of which is considered a separate accounting entity. The fund designation for institutions of higher education is Business-Type Activity within the Proprietary Fund Type.

Proprietary Fund Types

Business-Type Activity

Business type funds are used for activities that are financed through the charging of fees for goods or services to the ultimate user. Institutions of higher education are required to report their financial activities as business type because the predominance of their funding comes through charges to students, sales of goods and services, and grant revenues.

BASIS OF ACCOUNTING

The basis of accounting determines when revenues and expenditures or expenses are recognized in the accounts reported in the financial statements. The accounting and financial reporting treatment applied to a fund is determined by its measurement focus.

Business type activity funds (proprietary funds) are accounted for on the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recognized at the time liabilities are incurred. Proprietary funds distinguish operating from non-operating items. Operating revenues and expenses result from providing services or producing and delivering goods in connection with the proprietary fund's principal ongoing operations. Operating expenses for the proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets.

BUDGET AND BUDGETARY ACCOUNTING

The budget is prepared biennially and represents appropriations authorized by the legislature and approved by the Governor (the General Appropriations Act).

Unencumbered appropriations are generally subject to lapse 60 days after the end of the fiscal year for which they were appropriated.

ASSETS, LIABILITIES, AND FUND BALANCES/NET POSITION

ASSETS

Cash and Cash Equivalents

All highly liquid investments with a maturity of three months or less at the time of purchase are considered cash and cash equivalents.

Securities Lending Collateral

The University reports investments at fair value in the Statement of Net Position with the following exceptions. (Fair value is the amount at which an investment could be exchanged in a current transaction between parties, other than in a forced or liquidation sale.)

The exceptions are as follows:

1. Nonparticipating contracts, such as nonnegotiable certificates of deposit with redemption terms that do not consider market rates, are reported using a cost-based measure, provided that the fair value of those contracts is not significantly affected by the financial institution's credit standing or other relevant factors.
2. Money market investments and participating interest-earning investment contracts that mature within one year or less of the date of their acquisition may be reported at amortized cost, assuming that the investment is not affected by the financial institution's credit standing or other relevant factors.
3. For real estate, mortgages, venture capital, limited partnerships, and future and forward contracts, etc. held by non-external pool entities, fair value is not permitted. Instead, amortized cost or historical cost should be used.

Restricted Assets

Restricted assets include monies or other resources restricted by legal or contractual requirements. These assets include proceeds of enterprise fund general obligation and revenue bonds and revenues set aside for statutory or contractual requirements. Assets held in reserve for guaranteed student loan defaults are also included.

Inventories and Prepaid Items

Inventories include both merchandise inventories on hand for sale and consumable inventories. Inventories are valued at cost, generally utilizing the last-in, first-out method. The consumption method of accounting is used to account for inventories and prepaid items that appear in both governmental and proprietary fund types. The costs of inventories are expensed when they are consumed. Prepaid items reflect payments for costs applicable to future accounting periods and are recorded in both government-wide financial statements and fund financial statements.

Capital Assets

Assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year should be capitalized. All capital assets are capitalized at cost or estimated historical cost if actual historical cost is not available. Donated assets are reported at fair value as of the acquisition date. Purchases of assets by governmental funds are reported as expenditures. Depreciation is reported on all “exhaustible” assets. “Inexhaustible” assets such as works of art and historical treasures are not depreciated. Road and highway infrastructure is reported using the modified approach. Assets are depreciated over the estimated useful life of the asset using the straight-line method.

Other Receivables

Other receivables include year-end revenue accruals not included in any other receivable category. This account can appear in both governmental and proprietary fund types.

LIABILITIES

Accounts Payable

Accounts Payable represents the liability for the value of assets or services received at the balance sheet date for which payment is pending.

Other Payables

Other payables are the accrual at year-end of expenditure transactions not included in any of the other payable descriptions.

Employees' Compensable Leave Balances

Employees' Compensable Leave Balances represent the liability that becomes “due” upon the occurrence of relevant events such as resignations, retirements, and uses of leave balances by covered employees. Liabilities are reported separately as either current or noncurrent in the Statement of Net Position.

Capital Lease Obligations

Capital lease contracts payable, which are not funded by current resources, represent the liability for future lease payments under capital lease contracts. Note 8 provides details for capital lease obligations.

FUND BALANCE/NET POSITION

The difference between fund assets and liabilities is “Net Position” on the government-wide, proprietary and fiduciary fund statements, and the “Fund Balance” is the difference between fund assets and liabilities on the governmental fund statements.

Reservations of Fund Balance

Fund balances for governmental funds are classified as either reserved or unreserved in the fund financial statements. Reservations are legally restricted to a specific future use or not available for expenditure.

Reserved for Encumbrances

This represents commitments of the value of contracts awarded or assets ordered prior to year-end but not received as of that date. Encumbrances are not included with expenditures or liabilities. They represent current resources designated for specific expenditures in subsequent operating periods.

Reserved for Consumable Inventories

This represents the amount of supplies, postage and prepaid assets to be used in the next fiscal year.

Unreserved/Undesignated

Other represents the unappropriated balance at year-end.

Net Investment in Capital Assets

Net Investment in Capital Assets consists of capital assets, net of accumulated depreciation and reduced by outstanding balances for bonds, notes, and other debt that are attributed to the acquisition, construction, or improvement of those assets.

Net Position - Restricted

Restricted net position results when constraints placed on net position use are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through constitutional provisions or enabling legislation.

Net Position - Unrestricted

Unrestricted net position consists of net position which does not meet the definition of the two preceding categories. Unrestricted net position often has constraints on resources, which are imposed by management, but can be removed or modified.

INTERFUND TRANSACTIONS AND BALANCES

The agency has the following types of transactions among funds:

Transfers

Legally required transfers that are reported when incurred as “Transfers In” by the recipient fund and as “Transfers Out” by the disbursing fund.

Reimbursements

Reimbursements are repayments from funds responsible for expenditures or expenses to funds that made the actual payment. Reimbursements of expenditures made by one fund for another that are recorded as expenditures in the reimbursing fund and as a reduction of expenditures in the reimbursed fund. Reimbursements are not displayed in the financial statements.

Interfund Receivables and Payables

Interfund loans are reported as interfund receivables and payables. If repayment is due during the current year or soon thereafter it is classified as “Current,” repayment for two (or more) years is classified as “Non-Current.”

Interfund Sales and Purchases

Charges or collections for services rendered by one fund to another that are recorded as revenues of the recipient fund and expenditures or expenses of the disbursing fund.

The composition of the agency’s Interfund activities and balances are presented in Note 12.

Note 2: Capital Assets

A summary of changes in Capital Assets for the year ended August 31, 2015 is presented below:

SAM HOUSTON STATE UNIVERSITY (753)								
CAPITAL ASSETS								
August 31, 2015								
Balance 9/1/2014	Adjustments/ Restatements	Reclassifications			Additions	Deletions	Balance 8/31/2015	
		Completed CIP	Inc-Int'agy Trans	Dec-Int'agy Trans				
Non-Depreciable Assets								
Land and Land Improvements	27,519,945.99	0.00	0.00	0.00	0.00	1,723,195.19	0.00	29,243,141.18
Construction in Progress	15,493,986.33	0.00	(5,696,699.41)	0.00	0.00	23,064,893.65	(204,912.05)	32,657,268.52
Other Assets	759,903.50	0.00	0.00	0.00	0.00	0.00	0.00	759,903.50
Total Non-Depreciated Assets	43,773,835.82	0.00	(5,696,699.41)	0.00	0.00	24,788,088.84	(204,912.05)	62,660,313.20
Depreciable Assets								
Buildings and Building Improvements	415,017,706.55	0.00	5,232,662.71	0.00	0.00	667,444.97	0.00	420,917,814.23
Infrastructure	14,848,776.65	0.00	0.00	0.00	0.00	0.00	0.00	14,848,776.65
Furniture and Equipment	34,357,961.67	0.00	0.00	0.00	0.00	2,796,277.58	(1,634,415.94)	35,519,823.31
Vehicles, Boats and Aircraft	4,358,862.56	0.00	0.00	0.00	0.00	309,871.61	(55,731.30)	4,613,002.87
Other Capital Assets	13,648,410.32	0.00	0.00	0.00	0.00	524,160.19	(60,940.31)	14,111,630.20
Facilities and Other Improvements	23,937,088.39	0.00	464,036.70	0.00	0.00	316,556.00	0.00	24,717,681.09
Total Depreciable Assets	506,168,806.14	0.00	5,696,699.41	0.00	0.00	4,614,310.35	(1,751,087.55)	514,728,728.35
Less Accumulated Depreciation for:								
Buildings and Building Improvements	(202,300,938.93)	0.00	0.00	0.00	0.00	(14,800,496.61)	0.00	(217,101,435.54)
Infrastructure	(6,590,132.24)	0.00	0.00	0.00	0.00	(588,246.15)	0.00	(7,178,378.39)
Furniture and Equipment	(23,684,543.42)	0.00	0.00	0.00	0.00	(3,111,118.77)	1,590,685.85	(25,204,976.34)
Vehicles, Boats and Aircraft	(2,949,826.31)	0.00	0.00	0.00	0.00	(379,758.97)	55,731.30	(3,273,853.98)
Other Capital Assets	(9,333,652.99)	0.00	0.00	0.00	0.00	(494,010.71)	60,940.31	(9,766,723.39)
Facilities and Other Improvements	(9,855,399.33)	0.00	0.00	0.00	0.00	(1,017,795.86)	0.00	(10,873,195.19)
Total Accumulated Depreciation	(254,714,493.22)	0.00	0.00	0.00	0.00	(20,391,427.07)	1,707,357.46	(273,398,562.83)
Depreciable Assets Net	251,454,312.92	0.00	5,696,699.41	0.00	0.00	(15,777,116.72)	(43,730.09)	241,330,165.52
Intangible Capital Assets Amortized								
Land Use Rights	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Computer Software	3,243,398.02	0.00	0.00	0.00	0.00	0.00	0.00	3,243,398.02
Other Intangible Capital Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total Intangible Capital Assets Amortized	3,243,398.02	0.00	0.00	0.00	0.00	0.00	0.00	3,243,398.02
Less Accumulated Amortization								
Land Use Rights	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Capital Software	(2,022,773.11)	0.00	0.00	0.00	0.00	(554,383.36)	0.00	(2,577,156.47)
Other Capital Assets	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Accumulated Amortization Total	(2,022,773.11)	0.00	0.00	0.00	0.00	(554,383.36)	0.00	(2,577,156.47)
Business Type Activities Capital Assets, Net	296,448,773.65	0.00	0.00	0.00	0.00	8,456,588.76	(248,642.14)	304,656,720.27

Note 3: Deposits, Investments and Repurchase Agreements

Sam Houston State University is authorized by statute to make investments following the “prudent person rule.” There were no significant violations of legal provisions during the period.

Deposits of Cash in Bank

As of August 31, 2015, the carrying amount of deposits was \$110,008,404.24 as presented below.

Governmental and Business-Type Activities	
CASH IN BANK CARRYING VALUE	\$ 110,008,404.24
Less: Certificates of Deposit included in carrying value and reported as Cash Equivalent	
Less: Uninvested Securities Lending Cash Collateral included in carrying value and reported as Securities Lending Collateral	
Less: Securities Lending CD Collateral included in carrying value and reported as Securities Lending Collateral	
Cash In Bank per AFR	\$ 110,008,404.24
Governmental Funds Current Assets Cash in Bank	
Governmental Funds Current Assets Restricted Cash in Bank	
Governmental Funds Non-Current Assets Restricted Cash in Bank	
Proprietary Funds Current Assets Cash in Bank	30,826,492.21
Proprietary Funds Current Assets Restricted Cash in Bank	79,181,912.03
Proprietary Funds Non-Current Restricted Cash in Bank	
Cash in Bank per AFR	\$ 110,008,404.24

These amounts consist of all cash in local banks and a portion of short-term investments.

These amounts are included on the Combined Statement of Net Assets as part of the “Cash and Cash Equivalents” and “Securities Lending Collateral” accounts.

As of August 31, 2015, the total bank balance was as follows.

Governmental and Business-Type Activities	\$104,027,837.62	Fiduciary Funds		Discrete Component Units	
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Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the agency will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The agency does not have a deposit policy for custodial credit risk. As of August 31, 2015, Sam Houston State University was subject to minimal custodial credit risk for deposits.

Foreign currency risk for deposits is the risk that changes in exchange rates will adversely affect the deposit. The agency’s policy is to limit deposits subject to foreign currency risk to 5% of total deposits. Sam Houston State University held no exposure to foreign currency risk for deposits as of August 31, 2015.

Investments

Sam Houston State University invests its endowment funds to provide funding for scholarships, fellowships, professorships, academic chairs, and other uses as specified by donors. Investments of University funds for endowments and quasi endowments shall be accomplished in accordance with the following principals:

There are two primary investment objectives. One is to provide a continuing and dependable cash payout, stable, and preferably growing in real terms, after giving effect to inflation. The second is to cause the total value of the funds to appreciate, over time, exclusive of growth derived from donations.

1. The cash payout requirement for endowment and quasi endowment funds are significant and continuous. Income must be sufficient to provide an adequate cash stream to support the programs for which the endowments and quasi endowment accounts need to appreciate to insure preservation of purchasing power, and also to satisfy the need for future growth in payouts.
2. The endowment and quasi endowment funds will be invested to meet these objectives, by maximizing returns consistent with an appropriate level of risk and subject to generation of adequate current income. Additionally, the investments shall be diversified at all times to provide reasonable assurance that investment in a single security, a class of securities, or industry will not have an excessive impact on the funds.

As of August 31, 2015, the carrying value and fair value of investments are as presented below.

Governmental and Business-Type Activities	Carrying Value	Fair Value
U.S. Government		
U.S. Treasury Securities		
U.S. Treasury Strips		
U.S. Treasury TIPS		
U.S. Government Agency Obligations (Ginnie Mae, Fannie Mae, Freddie Mac, Sallie Mae, etc)		
U.S. Government Agency Obligations (Texas Treasury Safekeeping Trust Co)		
Corporate Obligations		
Corporate Asset and Mortgage Backed Securities		
Equity		79,684,804.35
International Obligations (Govt and Corp)		
International Equity		
Repurchase Agreement		
Repurchase Agreement (Texas Treasury Safekeeping Trust Co)		
Fixed Income Money Market and Bond Mutual Fund		40,836,101.81
Other Commingled Funds		4,363,323.80
SUBTOTAL LONG-TERM INVESTMENTS		\$ 124,884,229.96

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Other Commingled Funds (Texpool)		69,746,886.79
Commercial Paper		
Securities Lending Collateral Investment Pool		
Real Estate		
Misc (alternative investments, limited partnerships, guaranteed investment contract, political subdivision, bankers' acceptance, negotiable CD)		
SUBTOTAL CASH EQUIVALENTS		69,746,886.79
Total		\$194,631,116.75

Proprietary Funds Current Cash Equivalents	63,957,613.03
Proprietary Funds Current Restricted Cash Equivalents	5,789,273.76
Proprietary Funds Non-Current Investments	124,884,229.96
Total, as above	

Custodial credit risk for investments is the risk that, in the event of the failure of the counterparty, the agency will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The agency's investment policy limits holding of securities by counterparties to those involved with securities lending. As of August 31, 2015, Sam Houston State University had minimal investments subject to custodial credit risk.

Foreign currency risk for investments is the risk that changes in exchange rates will adversely affect the investment. The agency's policy is to limit investments subject to foreign currency risk to 5% of total investments. As of August 31, 2015, Sam Houston State University was not subject to foreign currency risk.

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The general investment policy of the agency limits investments in debt securities that are not in the top three investment grade ratings issued by nationally recognized statistical rating organizations to 5% of total investments. As of August 31, 2015, Sam Houston State University was subject to minimal credit risk.

Investment Type	AAAf	AAf	Unrated
Fixed Income Money Market and Bond Mutual Fund	\$0.00	\$0.00	\$40,836,101.81

Concentration of credit risk is the risk of loss attributable to the magnitude of investment in a single issuer. Investments issued or explicitly guaranteed by the U.S. government and investments in mutual funds, external investment pools, and other pooled investments are excluded from this disclosure requirement. As of August 31, 2015, Sam Houston State University was not subject to concentration of credit risk.

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Sam Houston State University is not required to disclose interest rate risk.

REVERSE REPURCHASE, SECURITIES LENDING, DERIVATIVE INVESTING

Sam Houston State University did not participate in Reverse Repurchase Agreements, Securities Lending, or Derivative Investing during fiscal year 2015.

Note 4: Short-Term Debt

Not Applicable.

During the fiscal year ended August 31, 2015, Sam Houston State University had no short-term debt activity.

Note 5: Long Term Liabilities**CHANGES IN LONG-TERM LIABILITIES**

During the year ended August 31, 2015, the following changes occurred in liabilities.

BUSINESS-TYPE ACTIVITIES	Balance 09/01/2014	Additions	Reductions	Balance 08/31/2015	Amounts Due Within One Year	Amounts Due Thereafter
Compensable Leave	\$5,719,352.15	\$1,418,485.46	\$581,213.90	\$6,556,623.71	\$4,028,591.25	\$2,528,032.46
Other Non-Current Liabilities	\$4,344,943.76		\$1,143,436.34	\$3,201,507.42		\$3,201,507.42
TOTAL BUSINESS-TYPE ACTIVITIES	\$10,064,295.91	\$1,418,485.46	\$1,724,650.24	\$9,758,131.13	\$4,028,591.25	\$5,729,539.88

NOTES AND LOANS PAYABLE

None.

CLAIMS & JUDGEMENTS

At August 31, 2015, various lawsuits and claims involving Sam Houston State University were pending. While the ultimate liability with respect to litigation and other claims asserted against the University cannot be reasonably estimated at this time, the University anticipates no liability on the merits of outstanding claims.

EMPLOYEES' COMPENSABLE LEAVE

Full-time State employees earn annual leave from eight to twenty-one hours per month depending on the respective employee's years of State employment. The State's policy is that an employee may carry his accrued leave forward from one fiscal year to another fiscal year with a maximum number of hours up to 532 for those employees with 35 or more years of State service. Employees with at least six months of State service, who terminate their employment, are entitled to payment for all accumulated annual leave up to the maximum allowed. The University recognizes the accrued liability for the unpaid annual leave in the Unrestricted Current Funds. For the year ended August 31, 2015, the accrued liability totaled \$6,556,623.71.

The University made lump sum payments totaling \$581,213.90 for accrued vacation and/or compensatory time to employees who separated from state service during the fiscal year ending August 31, 2015.

Sick leave, the accumulation of which is unlimited, is earned at the rate of eight hours per month and is paid only when an employee is off due to illness or to the estate of an employee in the event of his/her death. The maximum sick leave that may be paid to an employee's estate is one-half of the employee's accumulated entitlement or 336 hours, whichever is less. The University's policy is to recognize the cost of sick leave when paid and the liability is not shown in the financial statements since experience indicates the expenditure for sick leave to be minimal.

Note 6: Bonded Indebtedness

All bonded indebtedness for Sam Houston State University is issued by System Administration through the Texas State University System Revenue Financing System. System Administration and each component institution within the System are members of the Revenue Financing System. The Board of Regents pledged all of the funds (revenues) and balances derived or attributable to any member of the Revenue Financing System that are lawfully available to the Board for payments on Parity Debt.

System Administration issued the debt; therefore, the bonds payable attributable to the Institution are included with the Bonds Payable reported by System Administration. The Institution must repay the debt that was issued on its behalf; consequently, the following debt amortization schedule is presented for informational purposes only.

**DEBT SERVICE REQUIREMENTS ATTRIBUTABLE
TO SAM HOUSTON STATE UNIVERSITY**

Description	Year	Principal	Interest	Total
All Series	2016	10,178,069.07	9,515,472.84	19,693,541.91
	2017	10,587,908.10	9,129,757.46	19,717,665.56
	2018	10,996,740.58	8,623,541.98	19,620,282.56
	2019-2023	54,008,435.04	34,908,598.08	88,917,033.12
	2024-2028	40,325,000.00	23,220,866.20	63,545,866.20
	2029-2033	26,830,000.00	15,192,077.60	42,022,077.60
	2034-2038	24,530,000.00	9,161,536.62	33,691,536.62
	2039-2043	21,735,000.00	3,916,250.00	25,651,250.00
	2044-2048	6,530,000.00	394,400.00	6,924,400.00
Totals		\$205,721,152.79	\$114,062,500.78	\$319,783,653.57

A portion of the debt represents Tuition Revenue Bonds historically funded by the Texas Legislature through General Revenue Appropriations. The institution was appropriated \$2,522,713.13 during the current fiscal year for Tuition Revenue Bond debt service. The institution expects future legislative appropriations to meet debt service requirements for Tuition Revenue Bonds.

Note 7: Derivative Instruments

Not applicable.

Sam Houston State University did not have any derivative activity for the fiscal year ended August 31, 2015.

Note 8: Leases

As of August 31, 2015, Sam Houston State University was not involved in any capital lease agreements.

Sam Houston State University has entered into various operating leases for buildings and equipment. Rental expenses for operating leases were \$320,955.76 for the fiscal year ended August 31, 2015.

Future minimum lease payments under operating leases having an initial term in excess of one year as of August 31, 2015 were as follows:

Fiscal Year Ended August 31, 2015	
2016	237,738.66
2017	97,599.06
2018	59,065.99
2019	20,359.56
2020	765.00
Total future minimum lease payments	\$ 415,528.27

Note 9: Pension Plans

Optional Retirement Program contributions for Sam Houston State University are reported by the Texas State University System office in the consolidated annual financial report.

Note 10: Deferred Compensation

Not Applicable.

The Employee's Retirement System will report the plans, balances, and liabilities for the State.

Note 11: Post Employment Health Care and Life Insurance Benefits

Not Applicable.

The disclosure of information on post-employment benefits other than pension benefits (OPEB) will be provided by Employees Retirement System.

Note 12: Interfund Activity and Transactions

As explained in Note 1 on Interfund Transactions and Balances, there are transactions between funds and agencies.

At year-end amounts to be received or paid are reported as (when applicable):

- Interfund Receivables or Interfund Payables - None
- Due From Other Agencies or Due To Other Agencies - See Schedule 1A - *Schedule of Expenditures of Federal Awards*, and Schedule 1B - *Schedule of Grant Pass Through From/To State Agencies*
- Due From Other Funds or Due To Other Funds - None
- Transfers in or transfers out - None
- Legislative Transfers In or Legislative Transfers Out - See below.

Sam Houston State University has not participated in any interfund borrowing during fiscal year 2015.

The agency experienced routine transfers with other state agencies, which were consistent with the activities of the fund making the transfer. Repayment of interfund balances will occur within one year from the date of the financial statements.

Individual balances and activity at August 31, 2015, were as follows:

Current Portion	Current Interfund Receivable	Current Interfund Payable	Purpose (Disclosure required)
GENERAL (01)			
Total Interfund Receivable/Payable			

Non-Current Portion	Non-Current Interfund Receivable	Non-Current Interfund Payable	Purpose (Disclosure required)
GENERAL REVENUE (01)			
SPECIAL REVENUE (02)			
Appd Fund 0210 and D23 Fund 0210 (Agency 700, D23 Fund 0400)			
ENTERPRISE FUND (05)			
Appd Fund 9999, D23 Fund 1999 (Agency 700, D23 Fund 0500)			
Total Interfund Receivable/Payable	-0-	-0-	-0-

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DUE FROM/TO OTHER STATE ENTITIES	Due From Other Agencies	Due to Other Agencies	Purpose
GENERAL (01)			
Appd Fund 0001, D23 Fund 0001			
(Agency 781, D23 Fund 0001)			
Federal Pass Throughs			
(Agency 556, D23 Fund 7999)			
(Agency 601, D23 Fund 0006)			
(Agency 730, D23 Fund 7999)			
SPECIAL REVENUE (02)			
Appd Fund 9999, D23 Fund 7999			
Federal Pass Throughs			
(Agency 556, D23 Fund 7999)	\$3,921.20		STATE P-T
(Agency 576, D23 Fund 7999)	\$5,515.10		FEDERAL P-T
(Agency 601, D23 Fund 0006)	\$209,702.00		FEDERAL P-T
(Agency 730, D23 Fund 7999)	\$33,065.93		FEDERAL P-T
(Agency 802, D23 Fund 0951)	\$13,953.25		FEDERAL P-T
(Agency 754, D23 Fund 7999)		\$6,182.51	FEDERAL P-T
Appd Fund 9999, D23 Fund 7999			
State Pass Throughs			
(Agency 720, D23 Fund 7999)		\$8,867.31	FEDERAL P-T
(Agency 781, D23 Fund 0001)	\$4,711.85		STATE P-T
(Agency 781, D23 Fund 0824)	\$27,368.63		STATE P-T
(Agency 781, D23 Fund 0825)	\$105,789.68		STATE P-T
(Agency 781, D23 Fund 0001)		\$635,319.60	STATE P-T
Appd Fund 9999, D23 Fund 7999			
University Components			
(Agency 754, D23 Fund 7999)			
Appd Fund 9999, D23 Fund 9999			
State Shared Cash Funds			
(Agency 608, D23 Fund 0802)	\$2,901.85		License Plate Trust Fund
TOTAL DUE TO AND DUE FROM	\$406,929.49	\$650,369.42	

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TRANSFERS IN FROM/OUT TO OTHER STATE ENTITIES	Transfers In from Other State Entities	Transfers Out to Other State Entities	Purpose
Agency 758, D23 Fund 9999	\$82,900,000.00		Transfer from System for Bond Proceeds
Agency 902, D23 Fund 0210	\$439,359.00		Transfer for SB 1158-Hazlewood Appropriation
Agency 407, D23 Fund 0116	\$108,271.75		Transfer for Law Enforcement Officer's Standard and Education
Agency 758, D23 Fund 9999		\$12,678,731.60	Transfer to TSUS for Bond Payment
Agency 758, D23 Fund 9999		\$1,150,828.00	Transfer to TSUS for System Shared Expense
Agency 781, D23 Fund 5103		\$2,365,329.60	Transfer to THECB for Be on Time
Agency 781, D23 Fund 0001		\$8,448.00	Transfer to THECB for Doctoral Set Asides
Total Interfund Receivable/Payable	\$83,447,630.75	\$16,203,337.20	

Legislative transfers in and out were as follows:

	Legislative Transfers In	Legislative Transfers Out
GENERAL REVENUE (01)		
Appd Fund 0001, D23 Fund 0001		
(Agency 758, D23 Fund 0001)		\$2,522,713.13
Total Legislative Transfers	\$0.00	\$2,522,713.13

The Federal and State Grant Pass Through information is provided on Schedule 1A - *Schedule of Expenditures of Federal Awards*, and Schedule 1B - *Schedule of Grant Pass Through From/To State Agencies*, respectively.

Note 13: Continuance Subject to Review

Not Applicable.

Sam Houston State University is not subject to the Texas Sunset Act.

Note 14: Adjustments to Fund Balances/Net Assets

During fiscal year 2014, Sam Houston State University underwent an audit of their federal financial aid. This resulted in a finding of overstated expenses and revenue resulting in net zero effect. Additionally it was determined that revenue of \$20,000.00 had been recorded as an increase to investments with no offset in revenue. SHSU continues to undergo a full reconciliation of all accounts. After completion of cash and USAS balances in 2014, we began a review of the general ledger in 2015. This resulted in a net amount of \$598,864.66 that had been overstated in prior years.

Net Position Balance September 1, 2014	\$483,279,956.45
Restatement related to SEFA audit-revenue	(\$13,131,542.00)
Restatement related to SEFA audit- expenses	13,131,542.00
Restatement of unrecorded gift revenue	20,000.00
Restatement of receivables/payables overstated	<u>(598,864.66)</u>
Net Position Balance September 1, 2014 as Restated	\$482,701,091.79

Note 15: Contingencies and Commitments

At August 31, 2015, various lawsuits and claims involving Sam Houston State University were pending. While the ultimate liability with respect to litigation and other claims asserted against the University cannot be reasonably estimated at this time, the University anticipates no liability on the merits of outstanding claims.

Note 16: Subsequent Events

There have been no subsequent events that would have a material effect on the University's financial statements for the fiscal year ended August 31, 2015.

<i>Note 17: Risk Management</i>
--

Sam Houston State University is self-insured by the State of Texas for coverage in the areas of workers' compensation and unemployment compensation.

Unemployment Compensation: The State provides coverage for unemployment benefits for university employees from appropriations made to the Texas Workforce Commission (TWC). The current General Appropriations Act provides that the University must reimburse the General Revenue Fund, from university appropriations, 50% of the unemployment benefits paid for State funded positions and 100% of the cost for unemployment compensation for any positions paid from funds held in local bank accounts and local funds held in the State Treasury. The Comptroller of Public Accounts determines the proportionate amount to be reimbursed from each appropriated fund type. The unemployment benefit plan is on a pay-as-you-go basis, in which no assets are set aside to be accumulated for the payment of claims. It is estimated that there were no material liabilities as of August 31, 2015.

Workers' Compensation: The administration of the State's employee workers' compensation program is vested with the State Office of Risk Management (SORM). In accordance with H.B. No. 1203, 77th Legislature, SORM developed and imposed a formula driven charge for workers' compensation costs upon participating agencies. The workers' compensation assessment is prepaid to SORM through an Interagency Contract for risk management services and workers' compensation coverage for its employees in compliance with TEX.LABOR CODE Chapter 412 and Chapter 501. The assessment for SHSU for FY 2015 was \$293,092.40. The assessment for SHSU for FY 2016 is \$323,202.26.

Sam Houston State University is required by certain bond covenants to carry fire and extended coverage and boiler insurance on buildings financed through the issuance of bonds using pledged Auxiliary Enterprise or other non-Educational and General Funds. The insurance protects the bond holders from a disruption to the revenue stream that is being utilized to make the bond interest and principal payments. Sam Houston State University had no insurance claims made during the fiscal year ended August 31, 2015.

The Texas Motor Vehicle Safety Responsibility Act requires that every non-governmental vehicle operated on a state highway be insured for minimum limits of liability in the amount of \$30,000/\$60,000 bodily injury and \$25,000 property damage. All vehicles owned and/or leased by Sam Houston State University are covered by one of two commercial insurance policies specifically customized for the Texas State University System. Both policies provide coverage to the extent of \$1,000,000 combined single liability. The coverage exceeds the extent of the waivers of state immunity specified in the Texas Tort Claims Act, Civil Properties and Remedies Code Section 101.023.

Sam Houston State University is exposed to a variety of civil claims resulting from the performance of its duties. It is University policy to periodically assess the proper combination of commercial insurance and retention of risk to cover losses to which it may be exposed. The University assumes substantially all risks associated with tort and liability claims due to the performance of its duties. Currently, there is no purchase of commercial insurance, nor is the University involved in any risk pools with other governmental entities. The liability of Sam Houston State University for personal injury and property damage is controlled by the Texas Tort Claims Act, VT.C.A Civil Practice and Remedies Code, Chapter 101, Section 101.021. The limits of liability are \$250,000 for each person, \$500,000 for each single occurrence for bodily injury or death and \$100,000 for each single occurrence for injury to or destruction of property. Following this limited exposure, Sam Houston State University, as a state agency, is protected by the doctrine of sovereign immunity, and as such, is self-insured up the aforementioned limits.

The University's liabilities are reported when it is both probable that a loss has occurred and the amount of that loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Liabilities are reevaluated periodically to consider current settlements, frequency of claims, past experience and economic factors. There have been no significant reductions in insurance coverage in the past year and losses did not exceed coverages or funding arrangements during the past three years.

Note 18: Management Discussion and Analysis

Not Applicable.

Management Discussion and Analysis is a required part of the basic financial statements. Management Discussion and Analysis is omitted because Sam Houston State University is reported in a consolidated format with Texas State University System, which is reported as a component of the State of Texas. Management Discussion and Analysis as it relates to Texas State University System can be found in the State of Texas basic financial statements.

Note 19: The Financial Reporting Entity

Sam Houston State University is an agency of the State of Texas and a component of the Texas State University System and its financial records comply with applicable State statutes and regulations. As required by generally accepted accounting principles, these financial statements present Sam Houston State University.

RELATED ORGANIZATIONS

The Sam Houston University Foundation was formed in 2011 to support the educational, scientific, athletic, and research mission of Sam Houston State University. The Foundation raises and manages funds designated for support to the university. In total, the Foundation Board reported payments of \$493,838.47 for university support.

Note 20: Stewardship, Compliance and Accountability

Sam Houston State University has no material violations of finance related and contractual provisions and no new component units are included in the financial report. Per the laws of the State of Texas, Sam Houston State University cannot spend amounts in excess of appropriations granted by the Texas Legislature and there are no deficits reported in net position.

Note 21: N/A

Not Applicable.

Note 22: Donor-Restricted Endowments

Nonexpendable restricted net position consists of endowments in which donors or other outside sources have stipulated, as a condition of the gift instrument, that the principal is to be maintained inviolate and in perpetuity, and invested for the purpose of producing present and future income.

<u>Donor- Restricted Endowment</u>	<u>Amounts Of Net Appreciation</u>	<u>Reported in Net Assets</u>
True Endowments	\$0.00	Restricted for Nonexpendable
Term Endowments	\$1,917,550.13	Restricted for Expendable
True Endowments	\$24,116,695.79	Restricted for Expendable

The amount reported as Net Appreciation represents net appreciation on investments of donor restricted endowments that are available for authorization for expenditure. Pursuant to the Uniform Prudent Management of Institutional Funds Act (Property Code Chapter 163.001), net appreciation, realized and unrealized, in the fair market value of the endowment assets in excess of historical dollar value of the gifts may be distributed to the extent prudent.

The fiscal year 2015 Sam Houston State University spending policy for endowments was to distribute as much of the total return allowable while maintaining the principle investment objective of protecting the real value of the endowment corpus.

<i>Note 23: Extraordinary and Special Items</i>
--

Not Applicable.

Sam Houston State University had no special or extraordinary items to report for the fiscal year ended August 31, 2015.

<i>Note 24: Disaggregation of Receivable and Payable Balances</i>
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Sam Houston State University had the following aggregate receivable and payable balances as of August 31, 2015:

Current Receivables:

Federal Receivable

Instructional and Departmental Research	\$ 1,721,830.12
Public Service	
Financial Aid	3,110,003.19
Academic Support	
Total Net Federal Receivable	<u>\$ 4,831,833.31</u>

As Reported on the Financial Statements

Current Federal Receivable	\$ 4,831,833.31
Non-Current Federal Receivable	
Total Net Federal Receivable	<u>\$ 4,831,833.31</u>

Accounts Receivable

Allowance for Doubtful Accounts	\$ (6,143,219.00)
Returned Checks	473,997.07
Contracts and Grants	7,174,217.42
Auxiliaries	7,815,263.39
Tuition and Fees Receivable	21,077,393.96
Travel Advances	90,394.15
Other Receivables	260,446.88
Total Net Accounts Receivable	<u>\$ 30,748,493.87</u>

Accounts Receivable is reported net of Allowance for Doubtful Accounts. For FY 2015, Allowance for Doubtful Accounts (\$6,143,219.00) decreased from FY 2014 (\$6,172,484.71). This difference resulted from collections of \$37,884.58, plus bad debt expense of \$8,618.87.

Noncurrent Receivables:

Pledge Receivables	\$ 1,550,637.66
Other Receivables	2,150.16
Total Noncurrent Receivables	<u>\$ 1,552,787.82</u>

Current Payables:

Accounts Payable

Taxes Payable	\$ 15,592.25
Construction Retainage	673,521.29
Other Payables	3,067,799.31
Total Accounts Payable	<u>\$ 3,756,912.85</u>

Noncurrent Payables:

The amount shown on the Statement of Net Position for “Other Non-Current Liabilities,” consists of the following:

Other Non-Current Liabilities

Student Deposit Payables	\$ 3,084,160.55
Other	117,346.87
Total	<u>\$ 3,201,507.42</u>

Note 25: Termination Benefits

Not Applicable.

During the fiscal year ended August 31, 2015, Sam Houston State University did not provide termination benefits.

Note 26: Segment Information

Not applicable.

Sam Houston State University does not report Enterprise Funds, nor does it use enterprise fund accounting and reporting standards.

Note 27: Service Concession Arrangements

Not applicable.

Note 28: Deferred Outflows of Resources and Deferred Inflows of Resources

Not applicable.

Note 29: Troubled Debt Restructuring

Not applicable.

Note 30: Non-Exchange Financial Guarantees

Not applicable.

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Federal Grantor/ Pass-through Grantor/ Program Title	CFDA Number	NSE Name/ Identifying Number	Agy/ Univ No	Pass-through From			Total PT From and Direct Prog. Amount	Pass-through To						
				Agencies or Universities Amount	Non-State Entities Amount	Direct Program Amount		Agencies or Universities Amount	Non-State Entities Amount	Expenditures Amount	Total PT To and Expenditures Amount			
Institute of Museum and Library Services														
Pass-Through From:														
Grants to States	45.310					\$	20,997.80			\$	20,997.80	\$	20,997.80	
<i>Pass-Through From:</i> <i>Texas State Library and Archives Commission</i>														
Totals - Institute of Museum and Library Services			306	\$	20,997.80	\$	0.00	\$	0.00	\$	20,997.80	\$	20,997.80	
U.S. Department of Agriculture														
Direct Programs:														
Plant and Animal Disease, Pest Control, and Animal Care	10.025						6,234.01				66,905.43		66,905.43	
<i>Pass-Through From:</i> <i>Texas A&M Forest Service</i>														
			576		60,671.42						0.00		0.00	
Capacity Building for Non-Land Grant Colleges of Agriculture (NLGCA)	10.326						284,152.08			44,590.65	239,561.43		284,152.08	
Totals - U.S. Department of Agriculture				\$	60,671.42	\$	0.00	\$	290,386.09	\$	351,057.51	\$	351,057.51	
U.S. Department of the Interior														
U. S. Geological Survey_Research and Data Collection	15.808						43,910.67				43,910.67		43,910.67	
Pass-Through From:														
Cooperative Endangered Species Conservation Fund	15.615										25,395.00		25,395.00	
<i>Pass-Through From:</i> <i>Parks and Wildlife Department</i>														
			802		25,395.00									
Totals - U.S. Department of the Interior				\$	25,395.00	\$	0.00	\$	43,910.67	\$	69,305.67	\$	69,305.67	
U.S. Department of Justice														
Juvenile Mentoring Program	16.726	Baylor College of Medicine/ 270470					7,460.06				7,460.06		7,460.06	
Smart Prosecution Initiative	16.825	Harris County/ 270460					22,437.66				22,437.66		22,437.66	
Totals - U.S. Department of Justice				\$	0.00	\$	29,897.72	\$	0.00	\$	29,897.72	\$	29,897.72	
National Aeronautics and Space Administration														
Direct Programs:														
Science	43.001						\$	26,042.42	\$	26,042.42	\$	26,042.42	\$	26,042.42
Totals - National Aeronautics and Space Administration				\$	0.00	\$	0.00	\$	26,042.42	\$	26,042.42	\$	26,042.42	
National Endowment For The Humanities														
Promotion of the Arts_Grants to Organizations and Individuals	45.024						5,958.37				5,958.37		5,958.37	
Totals - National Endowment For The Humanities				\$	0.00	\$	0.00	\$	5,958.37	\$	5,958.37	\$	5,958.37	
Small Business Administration														
Pass-Through From:														
Small Business Development Centers	59.037										140,615.65		140,615.65	
<i>Pass-Through From:</i> <i>University of Houston</i>														
			730		140,615.65									
Totals - Small Business Administration				\$	140,615.65	\$	0.00	\$	0.00	\$	140,615.65	\$	140,615.65	
Environmental Protection Agency														
Direct Programs:														
Multi-Media Capacity Building Grants for States and Tribes	66.709						184,053.28				184,053.28		184,053.28	
Totals - Environmental Protection Agency				\$	0.00	\$	0.00	\$	184,053.28	\$	184,053.28	\$	184,053.28	
U.S. Department of Education														
Pass-Through From:														
Career and Technical Education -- Basic Grants to States	84.048										12,431.67		12,431.67	
<i>Pass-Through From:</i> <i>Texas A&M AgriLife Research</i>														
			556		12,431.67									
Totals - U.S. Department of Education				\$	12,431.67	\$	0.00	\$	0.00	\$	12,431.67	\$	12,431.67	

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Federal Grantor/ Pass-through Grantor/ Program Title	CFDA Number	NSE Name/ Identifying Number	Agy/ Univ. No	Pass-through From		Direct Program Amount	Total PT From and Direct Prog. Amount	Pass-through To		Expenditures Amount	Total PT To and Expenditures Amount	
				Agencies or Universities Amount	Non-State Entities Amount			Agencies or Universities Amount	Non-State Entities Amount			
U.S. Department of Health and Human Services												
Direct Programs:												
Civil Rights and Privacy Rule Compliance Activities	93.001					1,048,651.06	1,048,651.06			1,048,651.06	1,048,651.06	
Child Health and Human Development Extramural Research	93.865					56,703.72	56,703.72	29,301.00		27,402.72	56,703.72	
Totals - U.S. Department of Health and Human Services				\$	0.00	\$	0.00	\$	1,105,354.78	\$	1,105,354.78	
U.S. Department of Homeland Security												
Driver's License Security Grant Program	97.089	Systems Research & App Corp/ 240050				1,492.52	1,492.52			1,492.52	1,492.52	
Totals-U.S. Department of Homeland Security				\$	0.00	\$	1,492.52	\$	0.00	\$	1,492.52	
Research & Development Cluster												
U.S. Department of Defense												
Direct Programs:												
Military Medical Research and Development	12.420					196,705.41	196,705.41			196,705.41	196,705.41	
Mathematical Sciences Grants Program	12.901					27,969.27	27,969.27			27,969.27	27,969.27	
Totals - U.S. Department of Defense				\$	0.00	\$	0.00	\$	224,674.68	\$	224,674.68	
U.S. Department of Justice												
National Institute of Justice Research, Evaluation, and Development Project Grants	16.560	Houston Police Department/ 270280				320.17	320.17			320.17	320.17	
Direct Programs:	16.560	National Institute of Justice Research, Evaluation, and Development Project Grants				26,104.04	287,101.33	313,205.37		51,388.18	250,673.72	313,205.37
Pass-Through To:		Texas State University							11,143.47			
Totals - U.S. Department of Justice				\$	0.00	\$	26,424.21	\$	287,101.33	\$	313,525.54	
National Science Foundation												
Mathematical and Physical Sciences	47.049					250,291.79	250,291.79			250,291.79	250,291.79	
Geosciences	47.050					44,371.90	44,371.90			44,371.90	44,371.90	
Computer and Information Science and Engineering	47.070					55,784.20	55,784.20	15,863.42		39,920.78	55,784.20	
Biological Sciences	47.074					33,479.91	33,479.91			33,479.91	33,479.91	
Education and Human Resources	47.076					116,315.25	116,315.25			116,315.25	116,315.25	
Totals - National Science Foundation				\$	0.00	\$	0.00	\$	500,243.05	\$	500,243.05	
U.S. Department of Energy												
Renewable Energy Research and Development	81.087	Houston Community College/ 270410				5,529.23	5,529.23			5,529.23	5,529.23	
Fossil Energy Research and Development	81.089	Houston Area Research Center/ 280430				26,071.56	26,071.56			26,071.56	26,071.56	
Totals - U.S. Department of Energy				\$	0.00	\$	31,600.79	\$	0.00	\$	31,600.79	
U.S. Department of Health and Human Services												
Direct Programs:												
Drug Abuse and Addiction Research Programs	93.279					20,700.34	20,700.34			20,700.34	20,700.34	
Totals - U.S. Department of Health and Human Services				\$	0.00	\$	0.00	\$	20,700.34	\$	20,700.34	
Highway Safety Cluster												
U.S. Department of Transportation												
Pass-Through From:												
National Priority Safety Programs	20.616						618,819.59			618,819.59	618,819.59	
Pass-Through From:		Texas Department of Transportation	601			618,819.59						
Totals - U.S. Department of Transportation				\$	0.00	\$	0.00	\$	618,819.59	\$	618,819.59	

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Federal Grantor/ Pass-through Grantor/ Program Title	CFDA Number	NSE Name/ Identifying Number	Agy/ Univ. No	Pass-through From		Direct Program Amount	Total PT From and Direct Prog. Amount	Agy/ Univ. No.	Pass-through To		Expenditures Amount	Total PT To and Expenditures Amount	
				Agencies or Universities Amount	Non-State Entities Amount				Agencies or Universities Amount	Non-State Entities Amount			
<u>Student Financial Assistance Cluster</u>													
U.S. Department of Education													
<u>Direct Programs:</u>													
Federal Supplemental Educational Opportunity Grants	84.007					578,177.25	578,177.25				578,177.25	578,177.25	
Federal Work-Study Program	84.033					468,509.55	468,509.55				468,509.55	468,509.55	
Federal Perkins Loan Program_Federal Capital Contributions	84.038					123,961.00	123,961.00				123,961.00	123,961.00	
Federal Pell Grant Program	84.063					30,834,569.45	30,834,569.45				30,834,569.45	30,834,569.45	
Federal Direct Student Loans	84.268					96,305,259.00	96,305,259.00				96,305,259.00	96,305,259.00	
Teacher Education Assistance for College and Higher Education Grants (TEACH Grants)	84.379					210,343.00	210,343.00				210,343.00	210,343.00	
Totals - U.S. Department of Education				\$	0.00	\$	0.00	\$	128,520,819.25	\$	128,520,819.25	\$	128,520,819.25
<u>TRIO Cluster</u>													
U.S. Department of Education													
<u>Direct Programs:</u>													
TRIO_Student Support Services	84.042					237,140.22	237,140.22				237,140.22	237,140.22	
TRIO_McNair Post-Baccalaureate Achievement	84.217					218,629.90	218,629.90				218,629.90	218,629.90	
Totals - U.S. Department of Education				\$	0.00	\$	0.00	\$	455,770.12	\$	455,770.12	\$	455,770.12
Total Expenditures of Federal Awards				\$	878,931.13	\$	89,415.24	\$	131,665,014.38	\$	132,633,360.75	\$	132,633,360.75
				\$	11,143.47	\$	141,143.25	\$	132,481,074.03	\$	132,633,360.75	\$	132,633,360.75

Note 1 - Non Monetary Assistance

Donation of Federal Surplus Property

	\$ -
Total Non-Monetary Assistance	<u>\$ -</u>

Note 2 - Reconciliation**Per Combined Governmental Operating Statement****Statement of Activities and Proprietary Statement of Changes in Revenues, Expenses and Net Position****Federal Revenue****Proprietary Funds**

Operating	Exhibit IV/SRECNA	\$	4,514,647.17
Non-Operating	Exhibit IV/SRECNA	\$	30,834,569.45
Capital Contributions	Exhibit IV/SRECNA		

Total Federal Revenue		\$	35,349,216.62
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Federal Pass-Through Revenue**Proprietary Funds**

Operating	Federal Pass-Through Revenue from Other State Agencies (SRECNA)	\$	856,148.68
Non-Operating	Federal Pass-Through Revenue from Other State Agencies (SRECNA)	\$	22,782.45

Total Federal Pass-Through Revenue		\$	878,931.13
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Total Federal & Federal Pass-Through Revenue		\$	36,228,147.75
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Reconciling Items:

Non-monetary Items			
Donation of Federal Surplus Personal Property		\$	-

Total Non-monetary Items		\$	-
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New Loans Processed:

Federal Family Education Loans	84.032	\$	-
Federal Perkins Loan Program	84.038	\$	99,954.00
Federal Direct Student Loans	84.268	\$	96,305,259.00

Total New Loans Processed		\$	96,405,213.00
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Total Reconciliation Items		\$	96,405,213.00
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Total Per Note 2		\$	132,633,360.75
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Total Pass Through & Expenditures per Federal Schedule		\$	132,633,360.75
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Note 3 - Student Loans Processed and Administrative Costs Recovered

Federal Grantor/ CFDA number/Program Name	New Loans Processed	Admin. Costs Recovered	Total Loans Processed & Admin. Costs Recovered	Ending Balances of Previous Years' Loans
U.S. Department of Education				
84.032 Federal Family Education Loans	\$ -	\$ -	\$ -	\$ -
84.038 Federal Perkins Loan Program**	\$ 99,954.00	\$ 24,007.00	\$ 123,961.00	\$ 458,936.76
84.268 Federal Direct Loan Program	96,305,259.00	-	96,305,259.00	-
Total Department of Education	\$ 96,405,213.00	\$ 24,007.00	\$ 96,429,220.00	\$ 458,936.76

**Campus Partners is used as part of processing loans under the Perkins Program.

Sam Houston State University

Schedule 1B

State Pass-Through Grants from Other State Agencies

For the Year Ended August 31, 2015

Pass Through From:

Agency Name

Texas State Board of Public Accountancy		
Fifth Year Accounting Student Scholarship Program	\$	27,926.00
University of Texas - System		
Joint Admission Medical Program (JAMP)	\$	29,564.34
Texas Higher Education Coordinating Board		
Minority Health Research And Education	\$	106,370.68
Nursing and Allied Health	\$	122,446.63
Texas Grant Program	\$	10,790,250.00
Professional Nursing Shortage Reduction Program	\$	484,132.10
College Work Study Program	\$	113,458.85
Top 10% Scholarships	\$	184,765.00
Outreach and Success	\$	41,996.19
Total State Pass-Thru Grant Revenue	\$	11,900,909.79

Pass Through To:

None.

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**SAM HOUSTON STATE UNIVERSITY
SCHEDULE 2A
MISCELLANEOUS BOND INFORMATION
For the Year Ended August 31, 2015**

Schedule Not Used

UNAUDITED

SAM HOUSTON STATE UNIVERSITY
SCHEDULE 2B
CHANGES IN BOND INDEBTEDNESS
For the Year Ended August 31, 2015

Schedule Not Used

UNAUDITED

SAM HOUSTON STATE UNIVERSITY
SCHEDULE 2C
DEBT SERVICE REQUIREMENTS
For the Year Ended August 31, 2015

Schedule Not Used

SAM HOUSTON STATE UNIVERSITY
SCHEDULE 2D
ANALYSIS OF FUNDS AVAILABLE FOR DEBT SERVICE
For the Year Ended August 31, 2015

Business Type Activities
General Obligation Bonds

Schedule Not Used

Business Type Activities
Revenue Bonds

Schedule Not Used

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SAM HOUSTON STATE UNIVERSITY
SCHEDULE 2E
DEFEASED BONDS OUTSTANDING
For the Year Ended August 31, 2015

Schedule Not Used

**SAM HOUSTON STATE UNIVERSITY
SCHEDULE 2F
EARLY EXTINGUISHMENT AND REFUNDING
For the Year Ended August 31, 2015**

**Business Type Activities
General Obligation Bonds**

Schedule Not Used

**Business Type Activities
Revenue Bonds**

Schedule Not Used

SAM HOUSTON STATE UNIVERSITY
SCHEDULE 3
RECONCILIATION OF CASH IN STATE TREASURY
August 31, 2015

<u>Cash in State Treasury</u>	<u>Unrestricted</u>	<u>Restricted</u>	<u>Current Year Total</u>
Local Revenue Fund 259	\$ 2,126,572.54		\$ 2,126,572.54
Law Enforcement Mgt. Institute Fund 581	2,188,985.27		2,188,985.27
CJ Correctional Management Institute Fund 5083	336,531.83		336,531.83
Total Cash in State Treasury (Stmt of Net Position)	\$ 4,652,089.64	\$ 0.00	\$ 4,652,089.64

SAM HOUSTON STATE UNIVERSITY
SCHEDULE 4
HIGHER EDUCATION ASSISTANCE FUND
For the Year Ended August 31, 2015

	<u>Totals</u>
Balance September 1, 2014	\$ 6,668,623.07
REVENUES	
Appropriations	<u>11,893,110.00</u>
Total Revenues	<u>11,893,110.00</u>
EXPENSES	
Capital Expenditures	8,210,451.15
Professional Fees and Services	312,566.66
Materials and Supplies	4,208,537.50
Repairs and Maintenance	148,403.54
Service	84,534.15
Interest	2.15
Real Property	775,493.17
Other Expenses	<u>979,054.16</u>
Total Expenses	<u>14,719,042.48</u>
BALANCE AT AUGUST 31, 2015	<u><u>\$ 3,842,690.59</u></u>