

**CONTINUING DISCLOSURE ANNUAL REPORT**

**Filed by**

**BOARD OF REGENTS OF THE TEXAS TECH UNIVERSITY SYSTEM**

**FISCAL YEAR 2020**

Pursuant to Undertaking Provided to  
Permit Compliance with SEC Rule 15c2-12  
Relating to  
Each Issue of the Board's Outstanding Parity Obligations Issued since 1996

**Texas Tech University System**  
Lubbock, Texas

Board of Regents

Name

Term Expiration<sup>(1)</sup>





## **Pledged Revenues**

As outlined in the Master Resolution, Parity Obligations are secured by Pledged Revenues of the University System's Revenue Financing System. The Pledged Revenues consist of Revenue Funds and lawfully available (unappropriated) reserve and fund balances with certain exceptions. Revenue Funds are defined in Section 55.01 of the Texas Education Code as revenues, incomes, receipts, rentals, rates, charges, fees, grants, and tuition levied or collected from any public or private source by an institution of higher education, including interest or other income from those funds.

Set forth below is the information relating to the University System's Pledged Revenues for the last four fiscal years.

### **Pledged Revenues and Balances Available for Debt Service (\$000)**

## **Outstanding Obligations**

As of August 31, 2020, the University System had the following Parity Obligations:

### **Revenue Financing System**

Revenue Financing System Bonds, 14 <sup>th</sup> Series 2012A	10,765,000
Revenue Financing System Taxable Bonds, 15 <sup>th</sup> Series 2012B	1,425,000
Revenue Financing System Taxable Bonds, 16 <sup>th</sup> Series 2015A	63,450,000
Revenue Financing System Taxable Bonds, 17 <sup>th</sup> Series 2015B	147,120,000
Revenue Financing System Tax-Exempt Bonds, 2017A Series	69,085,000

Set forth below is a summary of the debt service requirements of all Parity Obligations outstanding as of August 31, 2020, excluding commercial paper: of

## **Enrollment**



## **Admissions and Matriculation**

Set forth below is the information relating to admissions and matriculation for Texas Tech University System for the general academic institutions (

## **Financial Statements**

The University System is an agency of the State and its financial records reflect compliance with applicable State statutes and regulations. The fiscal year of the State and the University System begins on September 1 of each year. Annually, an unaudited financial report dated as of August 31, is prepared for the University System no later than November 20 and then delivered to the Governor and the State Comptroller of Public Accounts. The State in turn issues an audited Combined Annual Financial Report (CAFR), prepared in accordance with generally accepted accounting principles, encompassing all activities generally considered part of the State. The State Auditor's Office annually audits the general-purpose activities of the State and contracts with an outside firm to audit certain portions in compliance with federal audit procedures. Both the State Auditor and contracted auditing firm each express an opinion of the CAFR. However, neither the State Auditor nor the contracted auditing firm express opinions on the financial reports of individual agencies and/or member units, including the University System. Therefore, no independent audit of the University S

Set forth below reflects the statement of revenues, expenses, and changes in net position of the University

## **Selected Financial Information**

State Appropriations The operations of the member institutions are heavily dependent upon the continued support of the State pursuant to the biennial appropriations process initiated by the Texas Legislature. State appropriations for public higher education institutions are primarily allocated through funding formulas. TTUS member institutions are eligible to receive additional distributions such as the Higher Education Fund for certain capital expenditures and Tuition Revenue Bonds for certain debt service. Further information on those are detailed below. The most recent legislative session (the 86<sup>th</sup>), ended on May 31, 2019 of which the State Legislature adopted a budget for the 2020-21 biennium beginning September 1, 2019.

The University System can provide no assuran

Tuition Revenue Bonds. A portion of the Parity Obligations of the University System constitute Tuition Revenue Bonds (defined in Chapter 55 of the Texas Education Code). Tuition Revenue Bonds issued by the University System carry no additional pledge or security and constitute Parity Obligations of the University System which are equally and ratably secured by and payable from a pledge of and lien on Pledged Revenues on parity with all other Parity Obligations of the University System. The State Legislature has appropriated funds to reimburse the University System in prior years in an amount equal to all or a portion of the debt service on the University System’s Tuition Revenue Bonds.

Set forth below reflects the Tuition Revenue Bond Appropriations in Fiscal Year 2017 through 2019 and the current 2020-21 biennium of the State Budget.

**2017-2021 State Tuition Revenue Bond (TRB) Appropriations**

**(In Thousands)**

	<b>FY 2017</b>	<b>FY 2018</b>	<b>FY 2019</b>	<b>FY 2020</b>	<b>FY 2021</b>
Texas Tech University	\$12,580	\$14,513	\$14,485	\$13,503	\$13,494
TTU Health Sciences Center	11,910	13,630	13,583	11,873	11,856
Angelo State University	4,390	4,382	2,877	2,879	2,860
TTUHSC at El Paso	12,510	11,007	10,932	14,062	14,046

by the University and Angelo State (excludes the Health Sciences Center and the Health Sciences Center at El Paso), for the 2020-21 academic year and the fixed rate tuition and fees for the 2020 Fall cohort based on 15 semester credit hours (SCH).

**Tuition and Fees**  
**Academic Year 2020-2021**

	<b>State Mandated Tuition</b>	<b>Board Designated Tuition</b>	<b>Board Authorized Tuition</b>	<b>Mandatory Fees</b>	<b>Total Tuition &amp; Fees</b>	<b>Financial Assistance Set Aside</b>
Texas Tech University	\$750.00	\$3,465.00	\$0.00	\$1,464.50	\$5,679.50	\$547.75
Angelo State University	\$750.00	\$2,007.75	\$0.00	\$1,747.40	\$4,505.15	\$310.16

**Fixed Rate Plan Tuition and Fees**

**Fall 2020 Cohort**

Texas Tech University	\$750.00	\$4,665.00	\$0.00	\$1,464.50	\$6,879.50	\$666.00
Angelo State University	\$750.00	\$2,137.50	\$0.00	\$1,747.40	\$4,634.90	\$329.63

NOTE: Excludes the Health Sciences Center and the Health Sciences Center at El Paso. Total tuition and fees include amounts required to be set aside for financial assistance in accordance with applicable provisions of the Texas Education Code. The set-aside amounts are calculated as follows: from State Mandated Tuition not less than 15% nor more than 20% of each resident student's tuition charge; from Board Designated Tuition no less than 20% charged to resident undergraduate students in excess of \$46 per semester hour (Section 56.011).

Set forth below is the market value for each of the funds managed by the Board as of the end of the most recent five Fiscal Years.

**Market Value of Investment Funds  
(In Thousands)**

<b>August 31</b>	<b>Short Term Investment Fund (Legacy SITIF<sup>(1)</sup>)</b>	<b>Intermediate Term Investment Fund</b>	<b>Long Term Investment Fund</b>	<b>Angelo State &amp; Carr Foundation – Other<sup>(2)</sup></b>	<b>Unspent Debt Proceeds</b>	<b>Total Market Value</b>
2015	\$1,067,550	\$ -	\$1,045,577	\$42,555	\$28,695	\$2,184,377
2016	1,186,906	-	1,028,641	42,128	11,527	2,269,202
2017	1,223,008	-	1,138,722	22,994	222,456	2,607,180
2018	1,393,231	-	1,211,115	21,805	129,833	2,755,984
2019	1,334,697	-	1,184,201	17,674		





**Allocation of Assets held outside of STIF, ITIF, LTIF for ASU & Carr  
Foundation  
(in Thousands)**

Description	Allocation Percentage	Market Value
Mineral Rights	42.86%	\$14,713
Cash and Cash Equivalents	57.14%	\$19,614
<b>Total</b>	<b>100.00%</b>	<b>\$34,327</b>

Note: Angelo State University was added to Texas Tech University System on September 1, 2007. A portion of its assets and those of its related Carr Foundation outside of the Long Term Investment Fund are included here as managed investments.

Set forth below is