

University of Louisville
Endowment Match Program
2008-2009 Annual Report - Summary

The following annual report covers programmatic and financial activities supported at the University of Louisville (U of L) by the Council on Postsecondary Education's (CPE) Endowment Match Program (a.k.a. "Bucks for Brains.") For the 2002-04 biennium, the CPE allocated a third round of \$33,333,000 to U of L to be matched dollar-for-dollar by the private sector. Faculty and programmatic information for Round I, Round II and Round III can be found at <http://www.louisville.edu/bucksforbrains/>.

Since the University of Louisville had previously submitted and received matching funds totaling the maximum \$33,333,000 from the CPE Endowment Match Program, no new requests were submitted during the 2008-09 fiscal year. Endowments funded through the Endowment Match program had a combined market value \$198,024,200 (Table 7) as of June 30, 2009.

Endowment Activity

The following tables show the effect of activity for the fiscal year ending June 30, 2009 and the cumulative effect of the Endowment Match Program since its inception in July 1998.

Table 1: Annual and Cumulative Endowment Match Program Activities

<u>Activity</u>	2008-2009		1998-2008	
	<u>Number of Positions or Projects</u>	<u>Number Occupied or Projects with Expenditures</u>	<u>Number of Positions or Projects</u>	<u>Number Occupied or Projects with Expenditures</u>
Chairs	2	0	77	51
Professorships	0	0	13	7
Fellowships	0	0	16	13
Scholarships	NA	NA	NA	NA
Mission Support Projects	1	0	26	7
Totals	3	0	132	78

As depicted in Table 1 above, during fiscal year 2008-2009 private donations and state matching funds went to support the creation of two (2) new endowed chairs and one (1) new research mission support fund. As of June 30, 2009 several outstanding candidates were actively being recruited to fill the endowed chair positions.

Cumulatively, from 1998 through June 30, 2009, a total of seventy-seven (77) endowed chairs, thirteen (13) professorships, sixteen (16) graduate fellowship programs, and twenty-six (26)

mission support projects, have been endowed through the Endowment Match Program at U of L. As of this reporting period, fifty-one (51) endowed chair positions and seven (7) professorships are occupied or have expenditures. In addition, thirteen (13) graduate fellowship programs and seven (7) mission support projects reported expenditures.

New donor gifts and state matching funds are currently invested and participate in the University of Louisville Foundation's commingled endowment investment pool and participate in related annual spending policies. The Foundation's policy requires all endowment funds be invested a full calendar year before the income is disbursed to respective academic units for expenditure.

Demographic Information

Table 2 highlights the gender of the faculty and staff incumbents and those supported by the Endowment Match Program. Fifty-one (51) individuals were hired to fill endowed chair positions. Forty-two (42) are male and nine (9) are female. Moreover, seven (7) individuals were hired for endowed professorships since the inception of the Endowment Match Program. Six (6) are male and one (1) is female.

Since 1998 through June 30, 2009, a total of seventy (70) new faculty were hired under the auspices of the Endowment Match Program to support research efforts. Fifty-two (52) or 74% of those hired were male and eighteen (18) or 26% were female. These faculty positions are assistant or associate professors and are not endowed chairs themselves, but fall under the category of supporting research faculty funded from endowment funds. Of the two hundred twenty-nine (229) staff positions hired with the Endowment Match funds ninety-seven (97) or 42% are male and one hundred thirty-two (132) or 58% are female.

**Table 2: Gender of Endowment Match Program
Faculty and Staff**

As of June 30, 2009

	<u>Male</u>	<u>Female</u>	<u>Total</u>
Chairs	42	9	51
Professorships	6	1	7
Support Research and Faculty	52	18	70
Staff	97	132	229
Totals	197	160	357

Table 3 shows the ethnicity of employees hired using Endowment Match Program funds. Two hundred twenty-seven (227) or 63% of the employees hired since 1998 are White, eighteen (18) are Black, one hundred eight (108) are Asian, and four (4) are Hispanic.

**Table 3: Race of Endowment Match Program
Faculty and Staff
As of June 30, 2009**

	<u>White</u>	<u>Black</u>	<u>Indian</u>	<u>Asian</u>	<u>Hispanic</u>	<u>Total</u>
Chairs	42	6	0	2	1	51
Professorships	4	0	0	2	1	7
Support Research Faculty	40	1	0	29	0	70
Staff	141	11	0	75	2	229
Totals	227	18	0	108	4	357

A total of sixty-two (62) students received fellowship awards that were funded with endowment proceeds (Table 4). During fiscal year 2008-09, U of L did not have any scholarships funded from the Endowment Match Program, other than graduate fellowships, displayed as a separate category.

**Table 4: Gender and Race of Match Program Financial Aid Recipients
For Awards Made During Fiscal 2008-2009**

	<u>White</u>	<u>Black</u>	<u>Indian</u>	<u>Asian</u>	<u>Hispanic</u>	<u>Total</u>
<u>Scholarship Recipients</u>						
Male	0	0	0	0	0	0
Female	0	0	0	0	0	0
Sub Total	0	0	0	0	0	0
<u>Fellowship Recipients</u>						
Male	27	1	0	17	2	47
Female	9	1	0	5	0	15
Sub Total	36	2	0	22	2	62
Totals	36	2	0	22	2	62

With regard to gender, out of the sixty-two (62) fellowship recipients, forty-seven (47) or 76% were male and fifteen (15) or 24% were female.

Areas of Concentration:

Table 5 - Match Program Funds Dedicated to Council Priority Areas for All Matched 2002-04 Appropriation Funds:

The 2002-04 Endowment Match Program Guidelines stipulate that at least 70 percent of program funds at the research institutions must be used to support Research Challenge programs or new economy disciplines. As of June 30, 2009, U of L received its total \$33,333,000 allocation. That amount was matched with \$33,841,098 in cash gifts and pledges, bringing the total amount of 2002-04 program funds to \$67,174,098. Since U of L's Research Challenge Programs and the CPE new economy areas overlap, the percentage of funding indicated in Table 5 for Research Challenge Programs is understated. All new economy disciplines will receive support.

Sources of Funds, Earnings, and Expenditures:

Table 6 - Endowments Established or Expanded with State Funds During FY 2008-09:

UofL matched the last of its 2002-04 appropriation funds in FY 2007-08, so no new endowments were established or expanded during FY 2008-09.

Earning and Expenditures:

Table 7 - Components of Change in Endowment Market Value from Beginning to End of FY 2008-09:

During the FY 2008-09, U of L received \$1,566,715 in gift funds; Foundation records show an outstanding balance of \$1,797,112 in unpaid pledges on these accounts. The total market value of the 129 endowments established through the Endowment Match Program was \$198,024,200 on June 30, 2009. Over \$9,800,000 was expended for program activities during the fiscal year ending June 30, 2009.

Table 8 - Sponsored Program Funding FY 2008-09

Table 8 is a supplementary report entitled Endowment Match Program, Sponsored Program Funding. It shows FY09 extramural awards totaling \$32,592,398 to those endowed chairs and professors funded from the Endowment Match Program. To date this program has been an overwhelming success. Clearly this influx of research dollars to the Commonwealth responds directly to the call to improve the State's economy and the quality of life for its citizens by providing high-tech, high-paying jobs. The extramural funding success to date is substantial (\$243M) and future growth is certain, as more outstanding researchers fill endowed chair positions. This is an important metric to follow as we measure success into the future.

Pledge Payment Schedule

Table 9 - Pledge Commitments, Payments and Anticipated Payments as of 6/30/2009 for FY 2008-09:

This report reflects **only** the commitments that are still outstanding. Each outstanding pledge has a payment schedule that fulfills the CPE requirement for fulfillment within a five-year time period. The report shows the individual cash payments received through June 30, 2009 and the anticipated future payments for each of the affected endowment funds. During the 2008-09 fiscal year, \$4,602,888 was paid on outstanding pledges of \$6,400,000. Outstanding pledges of \$1,797,112 remain to be paid over the next several years.

Donors

Table 10 - Donor Cash Gifts, Estate Settlements and Pledge Payments:

This report shows the amount of actual funds collected through June 30, 2009, from outright cash gifts, proceeds from estate settlements and cash payments on pledges for endowments created from the Endowment Match Program. To date, the University of Louisville has collected \$94,412,048.