

University of Louisville

Endowment Match Program 2009-2010 Annual Report - Summary

The following annual report covers programmatic and financial activities supported at the University of Louisville (UofL) by the Council on Postsecondary Education's (CPE) Endowment Match Program (a.k.a. "Bucks for Brains.") For the 2008-10 biennium, the CPE allocated a fourth round of \$16,667,000 to UofL to be matched dollar-for-dollar by the private sector. Faculty and programmatic information for Round I, Round II, Round III and Round IV can be found online, <http://www.louisville.edu/bucksforbrains/>.

During fiscal year 2009-10 UofL submitted and received approval for sixteen (16) requests to be funded by state matching funds from Round IV. The university secured \$16,667,000 in private funds that were matched by \$16,667,000 in state funds. These funds were used to create fifteen (15) new endowments and expand one (1) existing endowment (Table 6). When coupled with existing endowments funded through the Endowment Match program and current requests submitted for approval, these endowments had a combined market value \$342,269,056 (Table 7) as of June 30, 2010.

Endowment Activity

The following tables show the effect of activity for the fiscal year ending June 30, 2010 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>	<u>2009-2010</u>		<u>1998-2010</u>	
	<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	7	0	84	53
Professorships	2	0	15	8
Fellowships	1	0	17	13
Scholarships	NA	NA	NA	NA
Mission Support Projects	5	0	31	12
Totals	15	0	147	86

As depicted in Table 1 above, during fiscal year 2009-2010 private donations and state matching funds went to support the creation of seven (7) new endowed chairs, two (2) new professorships, one (1) new fellowship and five (5) new research mission support funds. As of June 30, 2010 several outstanding candidates were actively being recruited to fill the endowed chair positions.

Cumulatively, from 1998 through June 30, 2010, a total of eighty-four (84) endowed chairs, fifteen (15) professorships, seventeen (17) graduate fellowship programs, and thirty-one (31) mission support projects, have been endowed through the Endowment Match Program at UofL. As of this reporting period, fifty-three (53) endowed chair positions and eight (8) professorships are occupied or have expenditures. In addition, thirteen (13) graduate fellowship programs and twelve (12) 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-three (53) individuals were hired to fill endowed chair positions. Forty-five (45) are male and eight (8) are female. Moreover, eight (8) individuals were hired for endowed professorships since the inception of the Endowment Match Program. Six (6) are male and two (2) are female.

Since 1998 through June 30, 2010, a total of sixty-one (61) new faculty have been hired under the auspices of the Endowment Match Program to support research efforts. Forty-four (44) or 72% of those hired were male and seventeen (17) or 28% 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 one hundred seventy-six (176) staff positions hired with the Endowment Match funds seventy-two (72) or 41% are male and one hundred four (104) or 59% are female.

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

As of June 30, 2010

	<u>Male</u>	<u>Female</u>	<u>Total</u>
Chairs	45	8	53
Professorships	6	2	8
Support Research and Faculty	44	17	61
Staff	72	104	176
Totals	167	131	298

Table 3 shows the ethnicity of employees hired using Endowment Match Program funds. One hundred ninety-eight (198) or 66% of the employees hired since 1998 are White, fourteen (14) are Black, eighty-three (83) are Asian, and three (3) are Hispanic.

**Table 3: Race of Endowment Match Program
Faculty and Staff
As of June 30, 2010**

	<u>White</u>	<u>Black</u>	<u>Indian</u>	<u>Asian</u>	<u>Hispanic</u>	<u>Total</u>
Chairs	43	5	0	4	1	53
Professorships	5	0	0	2	1	8
Support Research Faculty	36	0	0	25	0	61
Staff	114	9	0	52	1	176
Totals	198	14	0	83	3	298

A total of one hundred two (102) students received fellowship awards that were funded with endowment proceeds (Table 4). During fiscal year 2009-10, UofL 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 2009-2010**

	<u>White</u>	<u>Black</u>	<u>Indian</u>	<u>Asian</u>	<u>Hispanic</u>	<u>Hawaiian/ Pacific Islander</u>	<u>Total</u>
<u>Scholarship Recipients</u>							
Male	0	0	0	0	0	0	0
Female	0	0	0	0	0	0	0
Sub Total	0	0	0	0	0	0	0
<u>Fellowship Recipients</u>							
Male	39	1	0	13	0	1	54
Female	33	10	0	4	1	0	48
Sub Total	72	11	0	17	1	1	102
Totals	72	11	0	17	1	1	102

With regard to gender, out of the one hundred two (102) fellowship recipients, fifty-four (54) or 53% were male and forty-eight (48) or 47% were female.

Areas of Concentration:

Table 5 - Match Program Funds Dedicated to Council Priority Areas for All Matched 2008-10 Appropriation Funds:

The 2008-10 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, 2010, UofL received its total \$16,667,000 allocation. That amount was matched with \$16,690,360 in cash gifts and pledges, bringing the total amount of program funds to \$33,357,360.

Sources of Funds, Earnings, and Expenditures:

Table 6 - Endowments Established or Expanded with State Funds During FY 2009-10:

Table 6 shows that UofL received \$16,667,000 in state matching funds through the Endowment Match Program during FY 2009-2010. Gifts totaling \$8,284,667 and pledges totaling \$8,382,333 were also recorded. These state and private funds, gifts and pledges will increase the University's endowment by a total of \$33,334,000. Fifteen (15) new endowments were created and one (1) existing endowment was expanded with these funds.

Earning and Expenditures:

Table 7 - Components of Change in Endowment Market Value from Beginning to End of FY 2009-10:

During the FY 2009-10, UofL received \$6,750,757 in gift funds; Foundation records show an outstanding balance of \$19,266,444 in unpaid pledges on these accounts. The total market value of the 146 endowments established through the Endowment Match Program was \$342,269,056 on June 30, 2010. Over \$13,190,000 was expended for program activities during the fiscal year ending June 30, 2010.

Table 8 - Sponsored Program Funding FY 2009-10

Table 8 is a supplementary report entitled Endowment Match Program, Sponsored Program Funding. It shows FY10 extramural awards totaling \$49,289,797 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 (\$292M) 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 6/30/2010 for FY 2009-10:

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, 2010 and the anticipated future payments for each of the affected endowment funds. During the 2009-10 fiscal year, \$2,867,666 was paid on outstanding pledges, \$8,882,333 remains 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, 2010, 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 \$104,540,576.