



The New University of Louisville Foundation:

**A NEW DAY
TODAY AND BEYOND**

Staff Senate
March 12, 2024



UNIVERSITY *of* LOUISVILLE
FOUNDATION

University of Louisville Foundation

The UofL Foundation is a not-for-profit organization whose work is exclusively for the charitable and educational purposes of the University of Louisville and its affiliated entities.

Separate institution, separate board, and separate governance from UofL.

University of Louisville Foundation

- A separate 501 (c)(3) with an independent board of directors, bylaws and articles of incorporation.
- It was created to receive, invest and steward donor gifts made in support of the academic mission of the University of Louisville. [We also now do the same for UofL Health.]
- Financial support is provided to the University pursuant to donor gift agreements (often referred to as charitable gift agreements [CGAs]).
 - Funds are transferred to the University on a reimbursement basis.

Current Use Gifts vs Endowments

- **Expendable Gifts (Current Use) (Gxxxxs)**
 - Total amount available for spending
 - No earnings
- **Endowments (Exxxxxs)**
 - Corpus intended to last forever
 - Only a portion of earnings are spent
 - Intergenerational equity
 - UPMIFA (*Uniform Prudent Management of Institutional Funds Act*)

UofL Foundation and UofL Real Estate Foundation Key Values

as of March 8, 2023

UofL Foundation- \$1.1B Total Assets

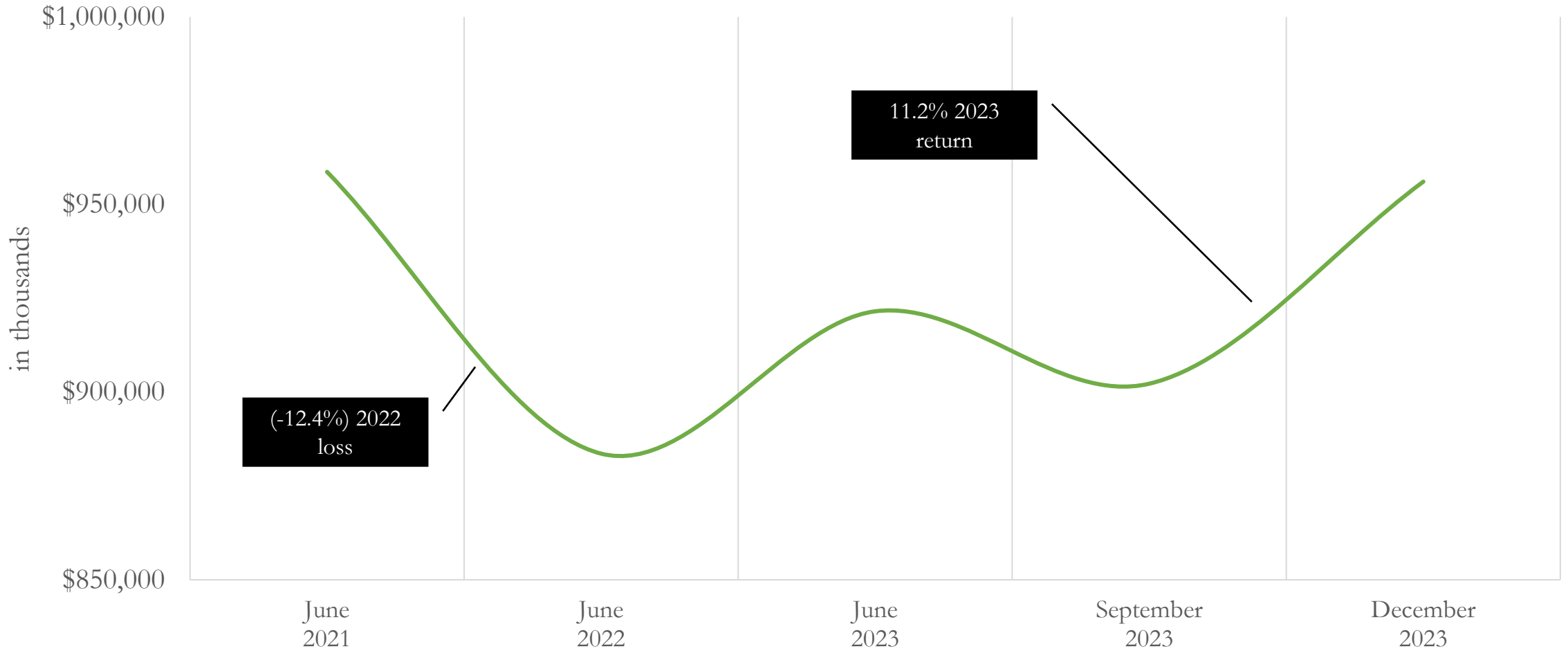
- \$1B+ Total Endowment Assets
- \$905M Main Endowment Pool (Prime Buchholz OCIO)
- Approximately \$85M of other assets

UofL Real Estate Foundation- \$240M Total Assets

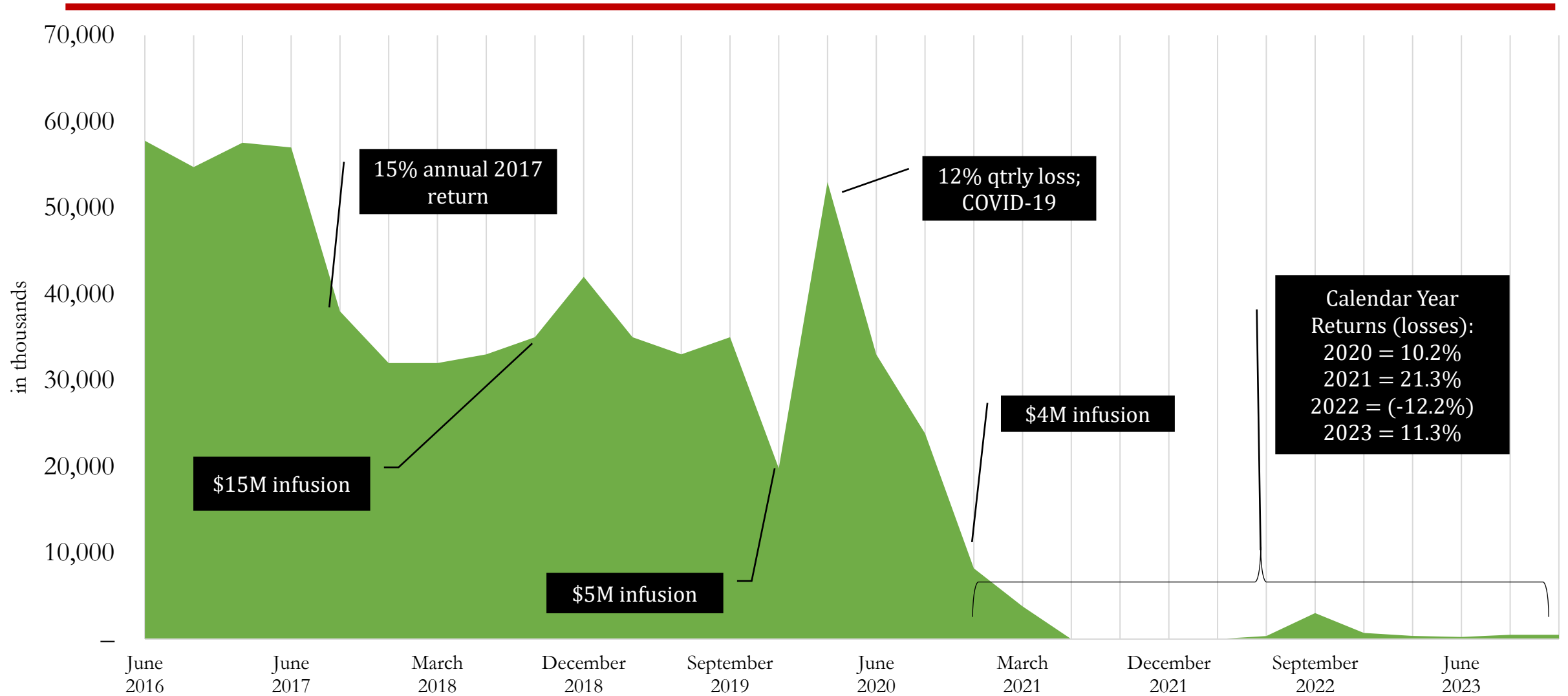
Combined Total Assets = \$1.3B+

Total Endowment Market Value

5-Year History



Endowment Pool Underwater Funds (\$)



Compliance

- Donors (correctly) expect their gifts to be used to support the purposes stated in their gift agreements.
- The compliance team at the Foundation ensures this is the case.
 - Deans or their designee sign an attestation each month that the funds they spent are consistent with donor intent.
 - We follow up on a certain number each month, seeking documents to substantiate the spend. If issues are found, we work with the Unit on corrective actions.

Endowment Spending Policy Overview

- Calculated each December 31st for distributions the following July 1st.
- Spending is calculated on a rolling 12-quarter average.
- FY25 spending distributions are 4%. Administrative fee reduced to .75% which is the third consecutive year at these levels.

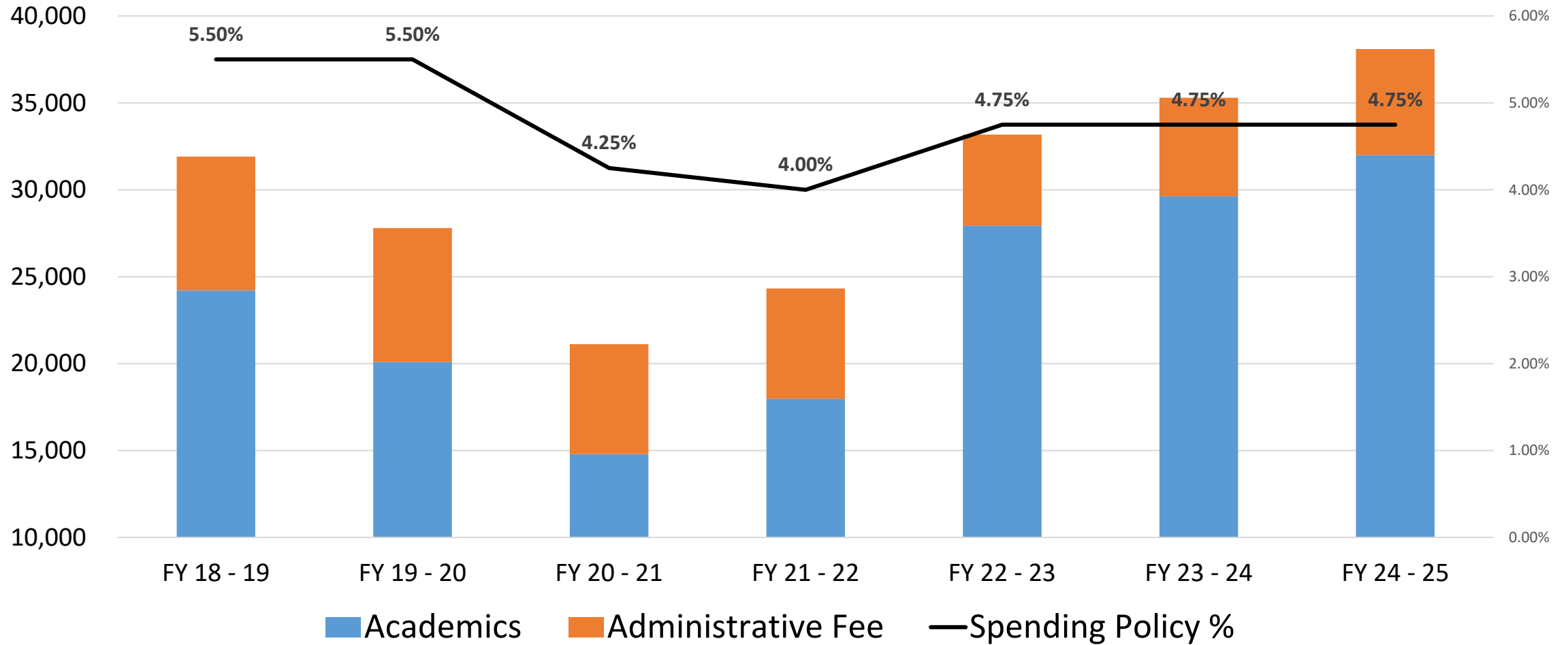
Main Endowment Pool Spending Policy Proposal Model

\$'s (000's)

	FY 23-24 Spending Policy %	FY 24-25 Spending Policy %	% Change from Prior Year
Academics	4.00%	4.00%	0%
Admin Fee	0.75%	0.75%	0%
Total	4.75%	4.75%	0%
	FY 23-24 Spending Policy \$	FY 24-25 Spending Policy \$	\$ Change from Prior Year
Academics	\$ 29,506	\$ 32,000	\$ 2,494
Admin Fee	5,672	6,100	428
Total	\$ 35,178	\$ 38,100	\$ 2,922

Approved Spending Policy Totals History

\$'s (in 000's)



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