

BOARD OF REGENTS

EASTERN MICHIGAN UNIVERSITY

SECTION: 22

DATE:

November 18, 2008

RECOMMENDATION

REPORT: The 2007-2008 Eastern Michigan University Foundation Annual Report

ACTION REQUESTED

It is requested that the Eastern Michigan University Board of Regents receive and place on file the Eastern Michigan University Foundation Annual Report for the year ended June 30, 2008.

STAFF SUMMARY

In accordance with Section C.4. of the Agreement Between Eastern Michigan University and the Eastern Michigan University Foundation, it is our responsibility and privilege to present for your review the annual report of the Eastern Michigan University Foundation for the year ended June 30, 2008. The annual financial audit of the Foundation and its subsidiaries was performed by Plante & Moran, PLLC, and they have reviewed and approved the content of the report presented, and provided an unqualified financial opinion.

Total endowment assets reported at year-end were \$46,619,891. This represents a 7.9 percent decrease from the June 30, 2007 market value, which was \$50,611,186. Contributions during 2007-2008 were \$7,903,817, of which \$7,133,992 represented cash gifts. Contributions designated toward endowed scholarships, endowments and planned gifts managed by the Foundation totaled \$1,956,670.

During this fiscal year, the endowment portfolio experienced an investment return of negative 6.4 percent. The total return since inception on September 30, 1992, of 9.3 percent surpasses the benchmark of 8.5 percent.

Current expendable gifts and gifts-in-kind distributed to and received directly by Eastern Michigan University for programs and scholarships totaled \$3,360,080 for the year ended June 30, 2008. Of that total, \$2,387,194 was transferred to EMU by the EMU Foundation; \$769,825 represents gifts of property and equipment that were received by EMU directly; and \$203,061 represents cash gifts that were received by EMU directly. In addition, funding received from endowed scholarships and endowments totaled \$1,053,923.

FISCAL IMPLICATIONS

None

ADMINISTRATIVE RECOMMENDATION

The proposed Board action has been reviewed and is recommended for Board approval.

University Executive Officer

Date