UNIVERSITY OF HOUSTON SYSTEM
BOARD OF REGENTS AGENDA

COMMITTEE: Endowment Management

ITEM: Approve the FY12 University Advancement Endowment Assessment Rate of 1.5%

DATE PREVIOUSLY SUBMITTED: February 15, 2011

SUMMARY:
Approval is requested to continue assessing the UH System Endowment at a rate of 1.5% for FY12 (FY13 spending). This represents the annual approval by the Board of this assessment. The Endowment Statement of Investment Objectives and Policies permits the system to annually assess a reasonable fee against the earnings of specified endowment funds to offset expenses associated with gift acquisition and fundraising at the component universities. The investment policy also states that the Board shall annually review and approve the fee. The fee is based as a percentage of the fiscal year end market value averaged over rolling three-year periods for eligible endowments. If an endowment has been in existence less than three years, the average will be based on the number of years in existence.

SUPPORTING DOCUMENTATION: None

FISCAL NOTE: Estimated assessment for FY13 spending is $4.3 million, which is approximately $100k higher than the previous year.

RECOMMENDATION/ ACTION REQUESTED: Administration recommends approval of this item.

COMPONENT: University of Houston System

EXECUTIVE VICE CHANCELLOR

Carl Carlucci

DATE 1/27/2012

CHANCELLOR

Renu Khator

DATE 1/31/12

02/15/2012
CONSENT DOCKET – EM-133