



# University of Chattanooga Foundation, Inc.

A unique institution exclusively dedicated to the enrichment of the educational experience at The University of Tennessee at Chattanooga

UTC • Dept 6806 • 615 McCallie Avenue • Chattanooga, TN 37403-2598

October, 2013

**TO:** Dr. Steve Angle  
**FROM:** Mr. R. Frederick Decosimo, Chair  
**SUBJECT:** UC Foundation Annual Report for Fiscal year 2013

The UC Foundation remains focused on improving academic excellence at UTC through the enhanced partnership between the Campus, the UC Foundation, UT Foundation and the University of Tennessee. Under the leadership of Tom Griscom, the 2012-2013 Chair, the UC Foundation continued to play a very active role in the University.

## **Endowments, Gifts, and Finances**

The UC Foundation funds include 38 professorships for UTC faculty and more than 249 different scholarship programs impacting more than 1,250 students in FY 2013 which ended June 30, 2013.

Fiscal Year 2013 gifts and pledges totaled \$10,222,551. The UC Foundation endowments remain separate from those of the University, and plan payout from endowment funds have not changed.

Since 1969, more than \$100.2 million has been provided to UTC. The fiscal year 2013 audit is near completion, and UC Foundation consolidated assets totaled more than \$179 million as of June 30, 2013.

## **Residence Hall Project**

The UC Foundation continues to support UTC's growth in student enrollment. Our subsidiary, Campus Development Foundation, Inc., owns the Probasco South Campus student housing complex which offered 1737 beds in FY 2013. The fall of 2012 occupancy was 99%, and for the spring of 2013 the occupancy was 96 %. Fall 2013 occupancy was 100% and spring 2014 is estimated at 95%.

Summer of 2013 brought forth the completion of several projects significantly improving both appearance and longevity of the housing complex. Work will continue to address maintenance issues, normal wear and tear as well as preventative maintenance.

Through careful operation of UTC's Housing and Residence Life and the sustained occupancy throughout the year, a positive cash flow has been achieved.

## **Investment Activity**

The UC Foundation investment portfolio is invested for long term capital appreciation with reduced volatility. While the markets have seen a fair amount of volatility during the last few years, the endowment has been able to outperform our benchmark during this time period. This outperformance has been achieved by only taking 75-80% of the volatility of a passively managed portfolio despite a strong run from the equity markets.

Questions regarding day-to-day operations of the UC Foundation should be directed to Pat Branam, the Interim Executive Director and Interim UTC Vice Chancellor for Development and Alumni Affairs at 423-425-4048 or [pat-branam@utc.edu](mailto:pat-branam@utc.edu)

Additional information related to the UC Foundation may be found on the UTC website under:

[www.utc.edu/development/uc-foundation/index.php](http://www.utc.edu/development/uc-foundation/index.php) and [www.utc.edu/development/uc-foundation/members.php](http://www.utc.edu/development/uc-foundation/members.php)