

**BOARD OF GOVERNORS FOUNDATION, INC.**

April 30, 2003

**SUBJECT:** Board of Governors Foundation, Inc.  
2003 Operating Budget

---

**UNIVERSITIES AFFECTED:** NA

**PROPOSED BOARD ACTION**

Approval of Board of Governors Foundation, Inc. operating budget for calendar year 2003.

**BACKGROUND INFORMATION**

The proposed budget represents a continuation of prior year activities of the Foundation.

The major programmatic activity of the Foundation is the Theodore and Vivian Johnson Scholarship Grant. This is a scholarship program for handicapped students that is administered by the Division of Colleges and Universities. The grant from the Johnson Foundation is matched by the State and the Foundation is authorized to administer the funds.

The Foundation has a small General Account that is used for small expenditures that cannot be purchased with State funds. This account has been funded in the past by an assessment to each university Foundation. No assessment has been made for this account since the Board of Regents was abolished.

The Vending Account is a small account that has been funded in past years by an assessment to each university based upon overhead returns from campus vending machine operations. Expenditures from this fund are restricted mostly to working lunches for Division and Board activities. Also, no assessment has been made for this account since the Board of Regents was abolished.

The Foundation in past years participated in the Major Gifts matching program. This is a program in which the State matches private gifts at percentages determined by the size of the gift. The Bank of America endowed a Scholarship Fund for the Board under this program. The Bank contributed \$1.0 million and the State provided \$750,000 for a \$1.75 million Scholarship Endowment. Upon the abolishment of the Board of Regents, with agreement of the Bank of America, this endowment was distributed in equal amounts among the 10 universities that existed at the time the endowment was created.

---

**Supporting Documentation Included:** Proposed Operating Budget

**Other Support Documents Available:** None

**Council Review:** NA

**Prepared by:** Anne Blankenship

**Phone:** 201-7100

**Submitted by:** Carl W. Blackwell

**Phone:** 201-7220