

BERKELEY: DEVELOPMENT OFFICE

5/4/86 - hand delivered from
development office

May 7, 1986

5/9/86 copy to Hillman

GRACIELLA TAYLOR
Agricultural and Resource Economics
207 Giannini

Re: Endowed Chairs

Enclosed are reference materials for the Thomas Forsyth Hunt Chair, the Class of 1934 - Robert Gordon Sproul Chair, and the George W. and Elsie M. Robinson Chair. Also enclosed are excerpts from the Academic Personnel Guide on the use and funding of endowed chairs.

✓ 1. Hunt Chair

This chair will be funded by the income from Regents endowment 06251. Established in 1984, the book value of the corpus at the end of February was \$42,860, representing donations and reinvested income. Until fully capitalized at \$250,000, endowment earnings will be reinvested to corpus. Winnie Ng in Endowment Accounting (336 Sproul, 2-3929) can answer your questions about the fund and provide you with ledgers.

2. Class of 1934 - Sproul Chair

The fund to support this chair is now a UC Berkeley Foundation endowment, W-9340. The market value of the endowment at the end of March 1986 will likely be \$311,866.80. Income earned through March 31, 1985 was reinvested to build the corpus.

In approving the naming of this chair, the Regents stipulated that the entire endowment would be transferred to the Regents at the close of the class fundraising campaign. In late June the Foundation will transfer to the Regents the bulk of the corpus of the Class of 1934 endowment, based on an estimate of market value for June 30. When the Foundation closes its fiscal year books in mid-August, the difference between the sum initially transferred and the final market value will then be transferred to the new endowment.

Interest earned by the Class of 1934 endowment while administered by the Foundation will be transferred directly to a new current use donation fund to be established under your departmental account. This fund will be established with the transfer of \$2,833.57, the unexpended interest as of June 30, 1985. At the close of the fiscal year in mid-August, we will transfer all of the 1985-86 interest, which will be approximately \$15,000 (\$11,284.81 is the estimate of income earned from July 1 through March 31). This fund will remain active until the balance is expended. However, the 1986-87 interest earned by the new Regents endowment will be allocated by Corporate Accounting to the campus in late summer 1987 to a Class of 1934 endowment income fund.

G. Taylor
May 7, 1986
Page Two

3. The Robinson Chair

This chair will be funded by the income from UC Berkeley Foundation endowment W-7284, which as of March 31, 1986 had a market value of \$331,061.75. Earnings through December 31, 1985 were reinvested to build the corpus to the \$300,000 goal pledged by Mrs. Robinson. Since Professor Schmitz has been appointed to the Robinson Chair, we will transfer the January 1 through June 30, 1986, income in late August, after the close of the fiscal year. I estimate the transfer will be \$6000-8000. The fund has earned approximately \$4,048.06 from January through March. The income will be transferred to a new Regents current use donation fund under your departmental account. I will request that the ledgers for that fund be sent to you. It is this fund from which all chair expenses will be paid. The Foundation will make annual transfers of endowment income to this fund each summer.

The Foundation will send quarterly Robinson endowment ledgers to you so that you can track the fund activity and estimate the annual interest which will be available at the end of each fiscal year.

Mary Elizabeth Hoole
Mary Elizabeth Hoole
Fund Steward

Encls:
cc: Jean Swan

PRE-COORDINATED
COPY

PROPOSED REGENTS' AGENDA ITEM

Office of the Vice President
Financial and Business Management
October 23, 1981

Item No. 6
Committee on Educational
Policy
Item for Action
Nonroutine Item
Executive Session*

Drafted by Campus/Haden
Reviewed by Coordinator Englezos
Approved by University Controller
Pastrone
Approved by Vice President Lamson
Coordinated with:
General Counsel Reidhaar
Vice President Frazer
Vice President Kleingartner
University Controller Pastrone

Approved by the President _____

TO MEMBERS OF THE COMMITTEE ON EDUCATIONAL POLICY:

ITEM FOR ACTION

For Meeting of November 19, 1981

RE: ESTABLISHMENT AND NAMING OF ENDOWED CHAIR, BERKELEY CAMPUS

The President recommends that the Committee on Educational Policy recommend to The Regents: That the establishment of an endowed chair, Berkeley campus, be approved, and that the chair be named the ^{Class of 1934} Robert Gordon Sproul Chair in Agricultural Economics, contingent on receipt of a binding commitment from the University of California, Berkeley Foundation that the Foundation will transfer to The Regents the endowment at the close of the fund-raising campaign for the Chair.

BACKGROUND

It has become customary on the Berkeley campus for each class to give special attention to its fiftieth reunion by presenting a gift to the University. An endowment account for the Class of 1934 was established with the University of California, Berkeley Foundation in November, 1975, with the specific purpose of the gift to be decided by the Class later.

*Action will be released to the public on the working day following the date of action.

In May, 1981, members of the Class of 1934 met with Chancellor Heyman to propose that their Golden Anniversary Gift be an endowed chair in memory of Robert Gordon Sproul, President of the University from 1930 to 1958, because the Class of 1934 was the first class to graduate under Sproul's presidency. Subsequently, the Class further specified that the Chair be restricted to the field of Agricultural Economics. This proposal was accepted by the campus.

The proposed Chair would be established initially in the Berkeley Department of Agricultural and Resource Economics, with the proviso that it could be reassigned in future depending on the department of the Chairholder. It is anticipated that the focus of the Chair would be in the area of high-technology information processing as applied to the economic analysis of problems faced by agriculture and food systems.

Contingent on Regents' approval of the proposed Chair, the Chancellor would authorize a fund-raising campaign to establish a Chair endowment of \$250,000. The campaign would be conducted by members of the Class of 1934 with the assistance of the University of California, Berkeley Foundation. Contributions already received in memory of former President Sproul totalling approximately \$11,200 would be applied toward the \$250,000 campaign goal. The campaign would be conducted in conformity with established University policies and procedures, and would be financed by a portion of the income earned on the endowment principal. Campaign contributors would be informed of this fact at the time of solicitation, and campaign literature would be submitted to General Counsel for review before distribution. The campaign would be conducted contingent on the understanding that if the campaign goal is not reached by the end of 1984, or such later date as shall be sub-

sequently agreed upon, campaign proceeds would be used to support basic research activities related to the proposed purpose of the Chair. Gifts and pledge payments would be made to the University of California, Berkeley Foundation, and invested through the Foundation as an endowment. The endowment, and all accrued income not expended for campaign expenses, would be transferred to The Regents at the close of the campaign.

Following such transfer, the annual income from the Chair endowment would be made available to the Chair holder in support of teaching and research, in accordance with University policy. Salary support and FTE would be provided by the department of the Chair holder. In keeping with policy, establishment of this Chair has been approved by the Berkeley Division of the Academic Senate.