Triton Endowment For Scholarships
July 1, 2018 through June 30, 2019
Invested by the UC San Diego Foundation

Fund Purpose
To award scholarships to deserving undergraduate students at the University of California San Diego.

Financial Summary

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Market Value at June 30, 2018</td>
<td>$271,261</td>
</tr>
<tr>
<td>Gifts</td>
<td>70,000</td>
</tr>
<tr>
<td>Transfers/Payout Reinvestment (if applicable)</td>
<td>5,200</td>
</tr>
<tr>
<td>Investment Return</td>
<td>21,800</td>
</tr>
<tr>
<td>Payout</td>
<td>(13,519)</td>
</tr>
<tr>
<td>Market Value at June 30, 2019</td>
<td>$354,742</td>
</tr>
</tbody>
</table>

Expenditure Summary

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Available Expendable Balance at June 30, 2018</td>
<td>$17,132</td>
</tr>
<tr>
<td>Payout</td>
<td>13,519</td>
</tr>
<tr>
<td>Endowment Cost Recovery Assessment</td>
<td>(1,565)</td>
</tr>
<tr>
<td>Expenditures</td>
<td>(10,000)</td>
</tr>
<tr>
<td>Available Expendable Balance at June 30, 2019</td>
<td>$19,086</td>
</tr>
</tbody>
</table>
HOW TO READ YOUR 2019 ENDOWMENT REPORT

In the pocket folder of your endowment report brochure, we’ve provided personalized information for the endowed funds that you have a vested interest in at UC San Diego.

Starting with the Fund Name and Fund Purpose, the first page is a financial information sheet that summarizes the activity and performance of the fund.

The Financial Summary section shows the beginning and ending Market Value for the fund this past fiscal year and represents the current worth of the endowment principal (which is held in perpetuity). The change in market value will depend on Gifts and Transfers which are any new additions to the fund, Investment Return which represents market performance, less Payout which is the annual distribution from the fund.

Below the Financial Summary section is the Expenditures Summary which shows the available balance of the endowed payout. Expendable Balance is the amount available to spend from the payout at the beginning and end of the reported fiscal year. Endowment Cost Recovery is assessed for all payout distributions and provided to the campus to assist with administration of the endowment. Expenditures show the total actual amount of endowed payout expended during the fiscal year in accordance with the purpose of the fund.

Available Expendable Balance at June 30, 2018 $ 17,132

Payout 13,519

Endowment Cost Recovery Assessment (1,565)

Expenditures (10,000)

Available Expendable Balance at June 30, 2019 $ 19,086

This report was produced by the UC San Diego Office of Gift Policy and Stewardship. Please refer to “Your guide to UC San Diego’s Endowment” for glossary of terms and frequently asked questions. If you have any questions or comments, please contact us at fundstewardship@ucsd.edu or (858) 534-0727.

Fund Name: Triton
Fund Number: F-1234
Division: Admissions & Enrollment Management
Department: Financial Aid and Scholarships Office

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Financial Summary

Market Value at June 30, 2018 $ 271,261

Gifts 70,000

Transfers/Payout Reinvestment (if applicable) 5,200

Investment Return 21,800

Payout (13,519)

Market Value at June 30, 2019 $ 354,742

Expenditures Summary

Available Expendable Balance at June 30, 2018 $ 17,132

Payout 13,519

Endowment Cost Recovery Assessment (1,565)

Expenditures (10,000)

Available Expendable Balance at June 30, 2019 $ 19,086
Frequently Asked Questions

What is an endowment?
An endowment is a fund created by a donor or multiple donors in which there is a legal stipulation that the gift(s), or corpus, be invested in perpetuity. The corpus of an endowment is invested by the Regents of the University of California or by the UC San Diego Foundation and provides a permanent source of annual funding via payout for the designated purpose as stated by the donor(s) or other governing document. The university may also create funds functioning as endowments from discretionary gifts and other sources with similar investment intentions.

How do endowments strengthen UC San Diego?
With funds invested in perpetuity, UC San Diego's endowment provides the university with a reliable, long-term financial resource. Growth in the size of the endowment helps to ensure our most critical programs and needs are permanently funded.

What are the goals of the endowment?
The Board of Trustees of the UC San Diego Foundation and the Regents of the University of California seek to:

- Maximize long-term total return
- Preserve and enhance real purchasing power
- Maximize the predictability of annual payout allocations to fund beneficiaries

Who manages UC San Diego's endowment investments?
The Foundation's endowment is managed by its Board of Trustees through the Investment/Finance Committee. The Foundation uses both UC pooled funds and separate investments for its endowment.

The Regents' endowment for the benefit of the San Diego campus is invested by the UC Chief Investment Officer in the General Endowment Pool (GEP).

What is the university's responsibility to the donor of an endowment?
The university has a fiduciary responsibility to ensure that an endowment gift is prudently invested and that an appropriate amount of payout from the gift will be made available now and in the future, and to comply with any donor restrictions on the use of the payout.

What is the current UC San Diego endowment?
The Uniform Prudent Management of Institutional Funds Act (UPMIFA) was enacted and effective in California as of January 1, 2009. The UC San Diego Foundation and the UC Regents endowment investment and payout policies conform to this law.

What is the current payout rate from the endowment?
Per UC and campus policy, a .55% Endowment Cost Recovery Fee is transferred to the campus to assist with overall endowment administration.

What does the current endowment payout rate mean?
A portion of the fiscal year 2019 endowment return was prudently invested in the endowment pool and allocated to the Regents for payout. The payout is taken annually (endowment cost recovery) to cover administration of endowed funds by both the Foundation and the Regents. Payout is calculated and allocated monthly for the Foundation and annually for the Regents.

What is the current endowment market value?
The amount that has been spent from the available payout balance of the endowment during the fiscal year for the purpose of the fund.

Where endowments are making a difference

GIFTS AND TRANSFERS (including reinvestment of payout)
The sum of all gifts received into the fund during the fiscal year (July 1 to June 30) including any transfers of gifts from other funds and/or addition of payout to principal. Timing difference between when charitable contributions are recorded by the university and when they are actually credited to the specific endowed fund may impact the amount shown.

PAYOUT
Payout is calculated and allocated monthly for the Foundation and annually for the Regents at a gross amount of 4.75% of the 60-month average unitized market value. Per policy, a portion of the payout is taken annually (endowment cost recovery) to cover administration of endowed funds by both the Foundation and the Regents. Payout is calculated and allocated monthly for the Foundation and annually for the Regents.

AVAILABLE EXPENDABLE BALANCE
Represents the balance that is available to spend as of a specified date. The financial summary on the report reflects the change in the expendable balance from the beginning of the end of the fiscal year. Commitments are not accounted for in this balance.

EXPENDITURES
The amount that has been spent from the available payout balance of the endowment during the fiscal year for the purpose of the fund.

GLOSSARY

MARKET VALUE
Represents the actual worth of the endowment fund principal as of a specified date. The financial summary on the report reflects the change in the fund market values from the beginning to the end of the fiscal year.

INVESTMENT RETURN
Represents the difference between beginning and ending market values of the principal after accounting for gifts received, payout, and other transfers. It reflects market performance during the fiscal year.

INVENTORY
The amount that has been spent from the available payout balance of the endowment during the fiscal year for the purpose of the fund.

FREQUENTLY ASKED QUESTIONS

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