



August 19, 2015

Commissioner Clayton Christian  
Office of the Commissioner of Higher Education  
Montana University System  
Helena, MT 59620-3201

Dear Commissioner Christian:

It is with great pleasure that I provide Montana Tech's annual report required by BOR Policy 901.9. This report details where Montana Tech funds are directed at the Foundation and provides a useful summary of our fundraising activity. The document also lists where funds raised by the Foundation are being utilized on the campus. We will provide our audited financials when they become available in October.

The past year was a record-breaking, historic year for the Montana Tech Foundation. The success is attributed to a highly engaged board of directors, campus community, and advancement team. I am proud of the work we are doing to change the view angle of our campus with our alumni and friends and elevating them to a new level where major gifts are becoming routine. The \$5 million raised for the Natural Resource Research Center was a big step forward and vital to the continued advancement of Montana Tech. We are in the early stages of our campaign which centers around recruiting, retaining, and graduating more outstanding students who will go on to make the world a better place. Our final outcomes from the campaign will improve facilities, provide greater scholarship support, and help our university attract and retain the faculty needed to remain significant to Montana and the world.

Please know that your assistance in the past year is truly appreciated. We are honored to partner with Montana Tech and are committed to our outstanding institution. Should you have any questions, please feel free to call anytime.

Respectfully submitted,

Joe McClafferty  
President, Montana Tech Foundation  
Vice Chancellor for Advancement and University Relations

**Montana Tech Foundation**  
**Table I- Foundation Support of University**

	FY15	FY14	FY13	FY12
Foundation funds to the University[1]				
Scholarships	\$ 1,701,836.78	\$ 1,376,265	\$ 1,466,849	\$ 1,520,733
Programmatic	\$ 427,181.12	\$ 707,235	\$ 984,733	\$ 652,010
Capital	\$ 530,762.02	\$ 248,068	\$ 1,070,277	\$ 122,368
Professorships	\$ 880,213.65	\$ 466,123	\$ 450,169	\$ 548,092
Direct College Support	\$ 30,942			
Contracted Services[2]	\$ 88,833	\$ 89,745	\$ 43,004	\$ 76,655
<b>Total Foundation Funds Directed to the University</b>	<b>\$ 3,659,768.19</b>	<b>\$ 2,887,436</b>	<b>\$ 4,015,032</b>	<b>\$ 2,919,858</b>
University Funds to Foundation				
Direct Grant Program	\$ -	\$ -	\$ -	\$ 69,005
<b>Total University Funds Directed to Foundation</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 69,005</b>
<b>Net Foundation Funds to University</b>	<b>\$ 3,659,768</b>	<b>\$ 2,887,436</b>	<b>\$ 4,015,032</b>	<b>\$ 2,850,853</b>

[1] Foundation held funds transferred to or on behalf of the University. Amounts include spending from donor restricted as well as unrestricted gifts and bequests.

[2] Foundation payments for services rendered by the University (VC salary & bonus)

In Lieu of lease payments for office and meeting space in the Frank & Ann Gilmore University Relations Center, the University will provide operations and maintenance including landscaping, snow removal. Janitorial services and utilities for the URC and computer support, network access, use of the University email system, telephone access and other services.

**Montana Tech Foundation**  
**Table II - Investment Management**

	FY15	FY14	FY13	FY12
<u>Long-Term Investment Portfolio Balance</u>				
Foundation Funds	\$ 32,721,983	\$ 32,900,973	\$ 28,499,671	\$ 25,703,991
	Annualized Return. Fy2015			
	1 YR	3YR	5YR	
Long Term Investment Portfolio Balance	1.45%	8.90%	11.09%	
Benchmark[1]	-1.82%	7.07%	10.04%	

[1]Benchmark is established by the Montana Tech Foundations' Investment Committee

**Montana Tech Foundation**  
**Table III - Selected Performance Metrics**

	FY15		FY14		FY13		FY12	
<b>Gifts &amp; Pledges</b>								
> \$10,000	38	\$ 7,432,563	60	\$ 3,304,165	67	\$ 2,997,826	64	\$ 3,861,262
\$1,000 - \$10,000	270	\$ 818,052	421	\$ 1,169,411	457	\$ 1,268,750	409	\$ 1,040,067
< \$1,000	1,545	\$ 334,197	2,848	\$ 336,667	3,370	\$ 385,748	4,697	\$ 406,349
Conditional Pledges [1]	19	\$ 1,551,561			1	\$ 300,000		
<b>Total</b>	<b>1872</b>	<b>\$ 10,136,373</b>	<b>3329</b>	<b>\$ 4,810,243</b>	<b>3895</b>	<b>\$ 4,952,324</b>	<b>5170</b>	<b>\$ 5,307,678</b>
<b>Invested</b>								
%Endowed	12%	\$ 1,029,621	37%	\$ 1,786,046	28%	\$ 1,390,370	37%	\$ 1,965,543
%Current	88%	\$ 7,555,191	63%	\$ 3,024,197	72%	\$ 3,561,954	63%	\$ 3,342,135
<b>Total</b>		<b>\$ 8,584,812</b>		<b>\$ 4,810,243</b>		<b>\$ 4,952,324</b>		<b>\$ 5,307,678</b>
<b>Restriction</b>								
%Restricted	93%	\$ 7,987,773	91%	\$ 4,384,388	94%	\$ 4,651,079	95%	\$ 5,040,367
% Non-Restricted	7%	\$ 597,039	9%	\$ 425,855	6%	\$ 301,245	5%	\$ 267,311
<b>Total</b>		<b>\$ 8,584,812</b>		<b>\$ 4,810,243</b>		<b>\$ 4,952,324</b>		<b>\$ 5,307,678</b>
<b>Purpose</b>								
%Scholarships	17%	\$ 1,463,118	39%	\$ 1,666,049	41%	\$ 2,054,923	52%	\$ 2,770,753
%Programmatic	14%	\$ 1,242,910	38%	\$ 1,623,028	45%	\$ 2,209,693	27%	\$ 1,417,430
%Capital	64%	\$ 5,528,114	10%	\$ 409,440	6%	\$ 310,433	11%	\$ 602,495
%Professorships	4%	\$ 350,670	14%	\$ 578,670	8%	\$ 377,275	10%	\$ 517,000
<b>Total</b>		<b>\$ 8,584,812</b>		<b>\$ 4,277,187</b>		<b>\$ 4,952,324</b>		<b>\$ 5,307,678</b>
<b>Other Activities</b>								
Distributions		\$ 3,570,935		\$ 2,797,691		\$ 3,972,028		\$ 2,843,203

[1] Conditional pledges, documented bequests, and revocable commitments