

RESOLUTION #2
Creation of Quasi-endowments
May 25, 2016

RECOMMENDATION:

That the Corporation be authorized to create a quasi-endowed fund known as **The University of Kentucky Research Foundation Research Innovation Quasi-Endowment Fund** and transfer \$ 5,000,000 of previously received royalty income into that fund; and that the College of Pharmacy be authorized to create a quasi-endowed fund known as **The University of Kentucky Research Foundation College of Pharmacy Innovative Research Quasi-Endowment Fund** and transfer \$3,800,000 of previously received royalty income into that fund.

BACKGROUND:

Pursuant to the University of Kentucky's policy on Intellectual Property Disposition, Administrative Regulation 7-6, royalty income from inventions licensed by the Corporation is shared with the originator, the college, the department or administrative unit and the Corporation. Due to licensing activities over time, the Corporation has certain unexpended royalty income retained from its share of royalty income. The College of Pharmacy also has unexpended royalty income that was shared with it pursuant to the Administrative Regulation.

UKRF, consistent with the practice of other research foundations, desires to use the funds it retains from royalties to establish a quasi-endowed fund to support its future operations. The College of Pharmacy likewise desires to establish a quasi-endowed fund to support the research programs and related centers of the College.

ACTION TAKEN: APPROVED DISAPPROVED