

## Information on your 2022 Endowment Report



### *A Transformational Investment*

Gifts to endowed funds ensure a permanent source of support for the CSUSB community and allow donors like you to leave a legacy at the institution. Your endowed contributions to student scholarships, professorships, research, and more are helping to make CSUSB a center for academic excellence, economic mobility, and social progress for our students and the Inland Empire.

Thank you for your commitment to the mission and vision of this university; we look forward to defining a brighter future for Coyote students with your sustained partnership.

### Glossary of Terms

**Endowment Market Value:** Fair market value of an endowment at the end of the calendar year.

**Net Gifts/Transfers:** Gifts or intra-campus transfers, net of fees, provided to augment scholarship/program awards.

**Endowment Distribution:** Monies made available to support the educational endeavors of students.

**Net Investment Return:** Dividends and interest generated from the investments.

### Reporting Period

Your 2022 endowment report encompasses activity from January 1 through December 31, 2022.

### Endowment Payout Timeline

The endowment payout timeline has been established to protect the principal of the endowment, while making significant impact on the lives of students who benefit from this important support.

**1st Calendar Year** – The endowment fund is created. Once established, the funds will be invested and start earning interest.

**2nd Calendar Year** – Funds continue to generate earnings. The December 31 value of the second calendar year will be used to calculate the following year's distribution using a rolling quarter average.

**3rd Calendar Year** – A distribution from the endowment is made available for scholarship and program expenditures.



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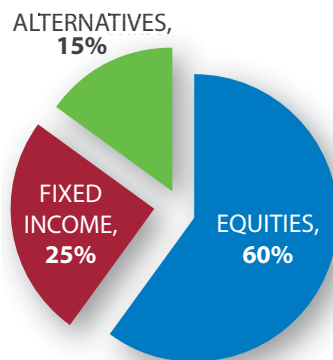
## Spending Policy

During the 2022 calendar year, the payout rate for an endowment fund at CSUSB was 4% of the 12 quarter rolling average of the market value as of December 31 of each year.

## Current Portfolio Chart

The Endowment Pool is invested in accordance with the CSUSB Philanthropic Foundation's investment policy, which prioritizes principal preservation and controlled growth.

With this long-term objective in mind, the portfolio contains a diversified mix of investments across a broad range of asset classes, including equities (stocks), fixed income (bonds) and alternative investments. The assets are managed externally by professional investment managers hired by the CSUSB Philanthropic Foundation and are closely monitored by the Foundation's Investment Committee.

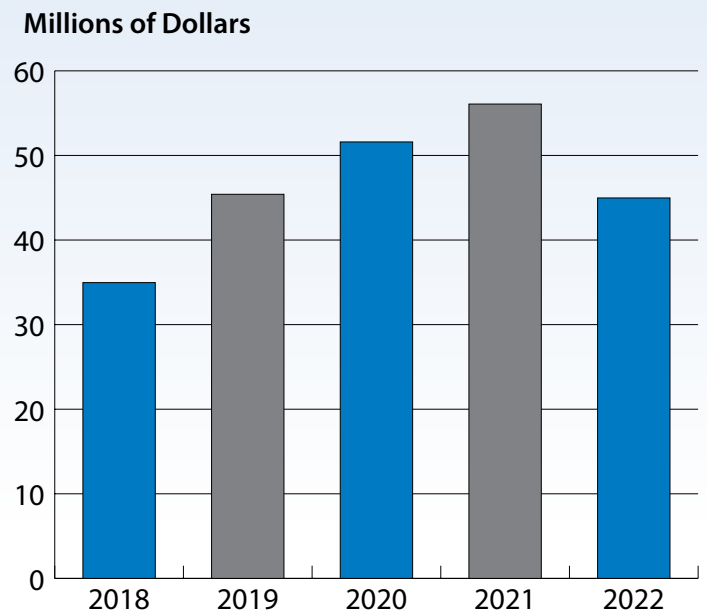


## Endowment Management Fee

A management fee of .1875% of the overall endowment's fair market value is assessed quarterly and helps defray costs associated with the administration and stewardship of funds received.

## Historical Return Chart

The CSUSB Philanthropic Foundation's portfolio experienced a -15.2% return in 2022. Over the past five years, the portfolio has experienced an annualized return of 13.9% net of annual investment management fees.



As of December 31, 2022 the fair market value of the endowment was \$45,722,153.81.

### CSUSB Philanthropic Foundation — Annualized Returns

	1 Yr	3 Yrs	5 Yrs
CSUSB Composite	-15.2	18.3	13.9
Policy Benchmark (65% MSCI ACWI (Net)/35%Bloomberg Aggregate)	-16.3	20.3	16.4

DATA AS OF DECEMBER 31, 2022