The University of Texas Law School Foundation

Consolidated Financial Statements
and Independent Auditors' Report
for the year ended August 31, 2022

The University of Texas Law School Foundation

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Blazek & Vetterling
CERTIFIED PUBLIC ACCOUNTANTS

Independent Auditors' Report

To the Board of Trustees of
The University of Texas Law School Foundation:

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of The University of Texas Law School Foundation, which comprise the consolidated statement of financial position as of August 31, 2022, and the related consolidated statements of activities and of cash flows for the year then ended, and the related notes to the consolidated financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the consolidated financial position of The University of Texas Law School Foundation as of August 31, 2022, and the changes in its net assets and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of The University of Texas Law School Foundation and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about The University of Texas Law School Foundation's ability to continue as a going concern for one year after the date that the financial statements are available to be issued.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and

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therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of The University of Texas Law School Foundation's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about The University of Texas Law School Foundation's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Blazek & Vetterling

November 3, 2022

The University of Texas Law School Foundation

Consolidated Statement of Financial Position as of August 31, 2022

ASSETS	
Cash	$ 1,091,212
Contributions receivable, net *(Note 3)*	3,378,506
Investments *(Notes 4 and 5)*	243,728,254
Prepaid expenses	17,264
Beneficial interests in charitable remainder trusts *(Notes 5 and 6)*	15,242,879
TOTAL ASSETS	$ 263,458,115
LIABILITIES AND NET ASSETS	
Liabilities:	
Accounts payable and other liabilities	$ 70,367
Total liabilities	70,367
Commitments *(Note 5)*	
Net assets:	
Without donor restrictions	7,229,396
With donor restrictions *(Notes 7 and 8)*	256,158,352
Total net assets	263,387,748
TOTAL LIABILITIES AND NET ASSETS	$ 263,458,115

See accompanying notes to consolidated financial statements.

The University of Texas Law School Foundation

Consolidated Statement of Activities for the year ended August 31, 2022

	WITHOUT DONOR RESTRICTIONS	WITH DONOR RESTRICTIONS	TOTAL
REVENUE:			
Contributions	$ 457,399	$ 12,710,929	$ 13,168,328
Investment return, net *(Note 5)*	(933,403)	(28,692,473)	(29,625,876)
Change in value of beneficial interests in charitable remainder trusts		1,293,337	1,293,337
Oil and gas royalties	450,826		450,826
Total revenue	(25,178)	(14,688,207)	(14,713,385)
Net assets released from restrictions:			
Support to The University of Texas School of Law	9,609,862	(9,609,862)	
Endowment management fee	776,788	(776,788)	
Foundation matching gifts	(325,500)	325,500	
Total	10,035,972	(24,749,357)	(14,713,385)
EXPENSES:			
Program services:			
Support to The University of Texas School of Law	9,872,538		9,872,538
Other expenses	29,550		29,550
Total program services	9,902,088		9,902,088
Management and general:			
Salaries and related costs	335,443		335,443
Other	263,149		263,149
Total management and general	598,592		598,592
Fundraising:			
Other	138,029		138,029
Total expenses	10,638,709		10,638,709
CHANGES IN NET ASSETS	(602,737)	(24,749,357)	(25,352,094)
Net assets, beginning of year	7,832,133	280,907,709	288,739,842
Net assets, end of year	$ 7,229,396	$ 256,158,352	$ 263,387,748

See accompanying notes to consolidated financial statements.

The University of Texas Law School Foundation

Consolidated Statement of Cash Flows for the year ended August 31, 2022

CASH FLOWS FROM OPERATING ACTIVITIES:	
Changes in net assets	$(25,352,094)
Adjustments to reconcile changes in net assets to net cash used by operating activities:	
Donated investments	(1,476,642)
Net realized and unrealized loss on investments	32,901,465
Change in beneficial interests in charitable remainder trusts	(1,293,337)
Contributions restricted for perpetual endowments	(7,151,621)
Changes in operating assets and liabilities:	
Contributions receivable	(1,082,865)
Prepaid expenses	17,740
Accounts payable and other liabilities	17,709
Net cash used by operating activities	(3,419,645)
CASH FLOWS FROM INVESTING ACTIVITIES:	
Purchase of investments	(29,798,885)
Proceeds from sales of investments	26,903,173
Net change in money market mutual funds	(527,874)
Net cash used by investing activities	(3,423,586)
CASH FLOWS FROM FINANCING ACTIVITIES:	
Proceeds from contributions restricted for perpetual endowments	7,839,321
NET CHANGE IN CASH	996,090
Cash, beginning of year	95,122
Cash, end of year	$ 1,091,212

See accompanying notes to consolidated financial statements.

NOTE 1 – ORGANIZATION AND SUMMARY OF ACCOUNTING POLICIES

Organization – The University of Texas Law School Foundation (the Foundation) was chartered in 1952 exclusively for the benefit of The University of Texas to support to The University of Texas School of Law's (the Law School) legal education, legal research, financial assistance to deserving students, and the progress of the law.

UTLSF Holdings, LLC (the LLC), a wholly-owned subsidiary of the Foundation, was formed in 2016 for the purpose of managing and holding the ownership of real estate.

Basis of consolidation – These financial statements include the assets, liabilities, net assets, and activities of the Foundation and the LLC. All balances and transactions between the consolidated entities have been eliminated.

Federal income tax status – The Foundation is exempt from federal income tax under §501(c)(3) of the Internal Revenue Code and is classified as a public charity under §509(a)(1) and §170(b)(1)(A)(vi), except for any net income from unrelated business activities. The LLC is a disregarded entity for federal income tax purposes.

Cash – Bank deposits exceed the federally insured limit per depositor per institution. Cash held for long-term investment purposes is grouped with investments in the statement of financial position and is excluded from cash in the statement of cash flows.

Contributions receivable that are expected to be collected within one year are reported at net realizable value. Contributions receivable that are expected to be collected in more than one year are discounted to estimate the present value of future cash flows. Discounts are computed using risk-free interest rates applicable to the years in which the promises are received. Amortization of discounts is included in contribution revenue. An allowance for uncollectible amounts is provided when management believes balances may not be collected in full based upon historical experience and analysis of individual balances.

Investments in marketable securities are reported at fair value. Investments in hedge funds and private equity funds are reported at fair value based upon net asset values as reported by the general partners or managers of each fund. Realized gains and losses on securities sold are determined using the specific identification method. Purchases and sales of marketable securities are recorded on a trade-date basis. Unrealized gains and losses on securities arise from increases or decreases in fair value. Interest and dividends are recognized when earned.

Beneficial interests in charitable remainder trusts – The Foundation is a beneficiary of two irrevocable charitable remainder trusts. The investments are recorded at fair value.

Net asset classification – Net assets, revenue, gains, and losses are classified based on the existence or absence of donor-imposed restrictions, as follows:

- *Net assets without donor restrictions* are not subject to donor-imposed restrictions even though their use may be limited in other respects such as by contract or board designation.

- *Net assets with donor restrictions* are subject to donor-imposed restrictions. Restrictions may be temporary in nature, such as those that will be met by the passage of time or use for a purpose specified by the donor, or may be perpetual in nature, where the donor stipulates that resources be maintained in perpetuity. Net assets are released from restrictions when the stipulated time has elapsed, or purpose has been fulfilled, or both. Donor-restricted endowment earnings are released when those earnings are appropriated in accordance with spending policies and are used for the stipulated purposes.

<u>Foundation matching gifts</u> – The Board of Trustees (the Board) has established a legacy giving challenge whereby planned gifts are matched to support a project or program stipulated by the donor. At the time of the match, the Board relinquishes its right to remove the designation established. The Foundation records the match based on the stipulation from the donor.

<u>Contributions</u> are recognized as revenue at fair value when an unconditional commitment is received from the donor. Contributions received with donor stipulations that limit their use are classified as *with donor restrictions*. Conditional contributions are subject to one or more barriers that must be overcome before the Foundation is entitled to receive or retain funding. Conditional contributions are recognized as revenue at fair value when the conditions have been met.

<u>Functional allocation of expenses</u> – Expenses are reported by their functional classification. Program services are the direct conduct or supervision of activities that fulfill the purposes for which the organization exists. Management and general activities are not directly identifiable with specific program activities. Expenses that are attributable to more than one activity are allocated among the activities benefitted. Salaries and related costs are allocated on the basis of estimated time and effort expended. Occupancy costs are allocated based on usage of related facilities.

<u>Estimates</u> – Management must make estimates and assumptions to prepare financial statements in accordance with generally accepted accounting principles. These estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, the amounts of reported revenue and expenses, and the allocation of expenses among various functions. Actual results could vary from the estimates that were used.

NOTE 2 – LIQUIDITY AND AVAILABILITY OF RESOURCES

The Foundation's financial assets are invested for long-term appreciation and current income for the purpose of supporting the Law School, so current volatility in the markets is not expected to have a permanent impact to the financial assets in the long term. The Foundation has financial assets of $263.4 million at August 31, 2022, including non-liquid investments in partnerships and the beneficial interests in charitable remainder trusts of $46.7 million, which are subject to donor restrictions and prudent spending policies. The Foundation's general expenditures consist of distributions to the Law School for legal education, legal research, financial assistance to deserving students, and the progress of the law, as well as the conduct of services undertaken to support those activities. The Foundation makes financial assets available to fund general expenditures, as needed. The Foundation has approved distributions from its endowment of approximately $8.4 million for 2023.

The Foundation's Board, in conjunction with the Outsource Chief Investment Officer (OCIO) is responsible for reviewing asset allocations and risk profiles needed to reasonably support the liquidity and spending needs of the Foundation.

NOTE 3 – CONTRIBUTIONS RECEIVABLE

Contributions receivable consist of the following at August 31, 2022:

Contributions receivable	$ 3,662,519
Less allowance for uncollectible accounts	(163,635)
Discount to net present value at 3.46%	(120,378)
Total	3,378,506
Less: Contributions receivable for endowment, net	(1,535,685)
Contributions receivable, net	$ 1,842,821

Contributions receivable at August 31, 2022 are expected to be collected as follows:

Receivable in one year	$ 2,015,729
Receivable in one to five years	1,645,790
Receivable in more than five years	1,000
Total contributions receivable	$ 3,662,519

NOTE 4 – INVESTMENTS

Investments at August 31, 2022 consist of the following:

Mutual funds	$ 142,012,230
Commingled private equity	42,702,447
Partnerships	31,449,414
Hedge funds	9,902,262
Exchange-traded funds – real estate	7,072,636
Real estate	6,930,147
Art	3,659,118
Total investments	$ 243,728,254

Investment return for the year ended August 31, 2022 includes earnings on cash and consists of the following:

Interest and dividends	$ 3,636,684
Net realized and unrealized loss	(32,901,465)
Rental income, net	218,947
Investment fees	(580,042)
Total investment return	$ (29,625,876)

NOTE 5 – FAIR VALUE MEASUREMENTS

Generally accepted accounting principles require that certain assets and liabilities be reported at fair value and establish a hierarchy that prioritizes inputs used to measure fair value. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The three levels of the fair value hierarchy are as follows:

- *Level 1* – Inputs are unadjusted quoted prices in active markets for identical assets or liabilities that the reporting entity has the ability to access at the reporting date.
- *Level 2* – Inputs are other than quoted prices included in Level 1, which are either directly observable or can be derived from or corroborated by observable market data at the reporting date.
- *Level 3* – Inputs are not observable and are based on the reporting entity's assumptions about the inputs market participants would use in pricing the asset or liability.

Investments in partnerships, which do not have a readily determinable fair value and are not traded on a public exchange, are measured at net asset value per share (or its equivalent) using the practical expedient, and are not required to be assigned a level within the fair value hierarchy.

Assets measured at fair value at August 31, 2022 are as follows:

	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
Investments:				
Mutual funds:				
Equity:				
Large blend	$ 58,533,012			$ 58,533,012
Developed markets	22,768,717			22,768,717
Mid-cap growth	10,950,672			10,950,672
Emerging markets	8,792,364			8,792,364
Long-short	2,892,823			2,892,823
Fixed income	26,087,572			26,087,572
Balanced	10,859,437			10,859,437
Money market	1,127,633			1,127,633
Commingled private equity:				
Long only international		$ 16,899,928		16,899,928
Long/short		10,516,920		10,516,920
Absolute return		10,440,709		10,440,709
Long only domestic		4,844,890		4,844,890
Exchange-traded funds – real estate	7,072,636			7,072,636
Real estate		6,930,147		6,930,147
Art		3,659,118		3,659,118
Beneficial interests in charitable remainder trusts			$ 15,242,879	15,242,879
Total assets in fair value hierarchy	$ 149,084,866	$ 53,291,712	$ 15,242,879	217,619,457
Investments in partnerships measured at net asset value as a practical expedient:				
Venture capital				21,531,409
Private equity				9,918,005
Hedge funds:				
Absolute return				8,552,892
Long-short equity				1,349,370
Total assets measured at fair value				$ 258,971,133

Valuation methods used for assets measured at fair value are as follows:

- *Mutual funds* are valued at the reported net asset value.
- *Commingled private equity, hedge funds* and *partnerships* are valued using the net asset value (NAV) per share. Certain partnerships and hedge funds are valued at NAV (or its equivalent) as a practical expedient to determine fair value and are not required to be categorized by level in the fair value hierarchy. NAV is based on information provided to the Foundation by the general partners or fund manager of each fund. Management takes into consideration consultation with fund investment managers and audited financial information to determine the overall reasonableness of the recorded fair values.
- *Beneficial interests in charitable remainder trusts* are valued as described in Note 5.
- *Exchange-traded funds* are valued at the closing price reported on the active market on which the individual securities are traded.
- *Real estate* and *art collection* are valued at estimated fair value as determined by management based upon periodic independent appraisals.

There were no purchases or sales of investments categorized as Level 3 during 2022.

These valuation methods may produce a fair value that may not be indicative of net realizable value or reflective of future fair values. Furthermore, while the Foundation believes its valuation methods are appropriate, the use of different methods or assumptions could result in a different fair value measurement at the reporting date.

Investments are exposed to various risks such as interest rate, market and credit risks. Because of these risks, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect the amounts reported in the statement of financial position and statement of activities.

Details of the Foundation's investments in hedge funds and partnerships are as follows:

STRATEGY	2022 FAIR VALUE	UNFUNDED COMMITMENTS	REMAINING LIFE FOR LOCK-OUT PERIOD	REDEMPTION TERMS
Venture capital – Invests globally in multiple asset classes and in both publicly traded and privately placed securities, properties, and other assets, either directly or through investment funds, including private equity funds, private realty funds, natural resources funds, and hedge funds to maximize annual returns, net of all costs over rolling 10-year periods.	$21,531,409	$2,974,200	None.	Quarterly liquidity with 180-days' notice. The general partner may suspend or limit withdrawals.
Private equity – Invests in a diversified portfolio of partnerships that invest in less liquid and/or longer duration private and public securities, real estate and real estate related assets, equity and equity-related securities of management buyout transactions, debt and equity financing, leveraged buyouts, venture capital, and technology.	$9,918,005	$23,336,332	Funds dissolve between 2026 and 2033 subject to extension or early termination. May be further extended by the general partners subject to approval by the limited partners.	Distributions are made solely at the discretion of the general partners. The Foundation has no ability for redemption, except in limited cases.
Absolute return hedge – Invests in two partnerships that invest in and sell short securities and instruments with the goal of maximizing long-term return while emphasizing preservation of capital.	$8,552,892	–	None.	Annual liquidity with 60 and 90-days' notice. The general partner is not required to liquidate or encumber assets to satisfy redemption requests and may defer requests.
Long-short equity hedge – trades and invests in securities.	$1,349,370	$3,333,333	Lock-out expires February 2023.	Quarterly liquidity with 45-days' notice after expiration of lock-out.
Total	$41,351,676	$29,643,865		

NOTE 6 – BENEFICIAL INTERESTS IN CHARITABLE REMAINDER TRUSTS

The charitable remainder trusts hold investments in cash and cash equivalents, common stock, fixed income funds, and mineral interests. The larger of the two trusts will establish an endowed chair for the Law School. The smaller trust will establish a scholarship fund to assist financially needy students at the Law School. These trusts provide for the payment of distributions to designated beneficiaries over the trust terms (the designated beneficiaries' lifetimes).

The present value attributable to the future interest of the Foundation was treated as a permanently donor-restricted contribution in the period that each trust was established, and the amounts are reflected in the donor-restricted endowment *(Note 7)*. In subsequent years, the change in present value attributable to the future interest is recorded as an increase or decrease in net assets with donor restrictions. Because the third-party trustees have the discretion to make gifts of net income to charitable, religious, and educational organizations, and based on the trustees' history of distributing gifts to such organizations, it has been assumed that the return on investments not distributed by the trustees approximates the discount rate used by the Foundation to calculate the present value of its remainder interest. Therefore, the present value is assumed to be the current value of the assets in the trust. There are certain real estate and mineral interests where only book value is provided by the trustee. Therefore, balances presented may be different between the fair value and book value of those assets; however, management does not believe any differences would be material to the consolidated financial statements.

NOTE 7 – NET ASSETS WITH DONOR RESTRICTIONS

Net assets with donor restrictions at August 31, 2022 are as follows:

Subject to expenditure for specified purpose:	
Scholarships	$ 1,673,891
Faculty development and excellence	5,794,992
Centers and clinics	2,271,504
Pipeline program diversity initiative	1,274,450
Atheneaum project	728,912
Strauss Center cybersecurity program	400,000
Other	576,638
Total subject to expenditure for specified purpose	12,720,387
Donor-restricted endowments subject to spending policy and appropriation:	
Scholarships	121,684,014
Faculty development and excellence	25,527,691
Chairs	52,353,643
Centers and clinics	15,287,933
Professorships	10,618,449
Library	5,655,365
Advocacy	3,927,983
Research professorships	1,998,264
Dean's discretionary fund	1,606,674
Lectureships	1,401,159
Mock trial and moot court	1,169,694
Fellowships	409,201
Other	1,797,895
Total endowments subject to spending policy and appropriation	243,437,965
Total net assets with donor restrictions	$ 256,158,352

NOTE 8 – ENDOWMENTS

The endowment includes more than 750 individual funds that were established to support a variety of purposes. The Foundation is subject to the Texas Uniform Prudent Management of Institutional Funds Act (TUPMIFA), which has been enacted by the State of Texas. The Foundation has interpreted TUPMIFA as requiring the preservation of the fair value of the original gift as of the gift date of the donor-restricted endowment funds absent explicit donor stipulations to the contrary. As a result of this interpretation, the Foundation classifies the original value of gifts donated to the perpetual endowment and accumulated investment return subject to appropriation as *net assets with donor restrictions*. In accordance with TUPMIFA, the Foundation considers the duration and preservation of the funds and other resources of the Law School in making a determination to appropriate accumulated donor-restricted funds.

Changes in endowment net assets, excluding term endowments, are as follows:

	WITH DONOR RESTRICTIONS		
	AVAILABLE FOR APPROPRIATION	REQUIRED TO BE MAINTAINED IN PERPETUITY	TOTAL
Endowment net assets, September 31, 2021	$ 98,644,043	$ 172,500,942	$ 271,144,985
Contributions		7,151,621	7,151,621
Change in beneficial interests	(147,106)	1,440,443	1,293,337
Return on investments	(28,692,473)		(28,692,473)
Appropriations	(7,459,505)		(7,459,505)
Endowment net assets, August 31, 2022	$ 62,344,959	$ 181,093,006	$ 243,437,965

Investment Objectives

The Foundation's investment objective is to preserve its purchasing power, while providing a continuing and stable funding source to support the current and future mission of the Law School. To accomplish this objective, the Foundation seeks to generate a total return that will exceed not only its operating expenses, but also all expenses associated with managing the fund and the eroding effects of inflation. It is the intention that all total return (interest income, dividends, realized gains, and unrealized gains), above and beyond the amount approved for expenditure or distribution, will be reinvested. Investments will be managed on a total return basis, consistent with the applicable standard of conduct set forth in the Uniform Prudent Management of Institutional Funds Act (UPMIFA). The Foundation employs an outsourced investment office to provide expertise in the management of the investment portfolio. The Foundation's Investment Committee provides oversight and monitors the investment and financial objectives of the Foundation.

Spending Policy

The Foundation has a policy of appropriating for distribution each year a percentage of its endowment funds' average fair value over the 12 quarters ending December 31 of the preceding fiscal year. For the year ended August 31, 2022, the distribution from endowments was 4.0%. The Foundation also has a policy to annually evaluate distributions from endowments where the fair value is less than 100% of the corpus, and make distributions from these endowments on a case by case basis. In establishing these policies, the Foundation considered the long-term expected return on its endowment assets and the long-term nature of an endowment. Accordingly, over the long term, the Foundation expects the current spending policy to allow its endowments to grow at a rate greater than inflation.

NOTE 9 – RENTAL INCOME

The Foundation leases its building space to a third-party tenant under a non-cancelable operating lease which commenced on April 30, 2020. The building is included with real estate investments as of August 31, 2022. Rental income, net of expenses, is included in net investment income in the consolidated statement of activities.

Future rental income as of August 31, 2022 is as follows:

2023	$ 160,942
2024	163,425
2025	178,175
2026	185,289
Thereafter through 2028	370,756
Total	$ 1,058,587

NOTE 10 – EMPLOYEE RETIREMENT PLAN

The Foundation sponsors a safe harbor 401(k) retirement plan (the Plan) for certain employees over the age of 21 who have completed 1,000 hours of service. Eligible participants may elect to contribute a percentage of their compensation within the limits established by the Internal Revenue Code. The Foundation makes a contribution equal to 15% of the employee's salary each Plan year, which is 100% vested to the employee. The Foundation may also make additional discretionary contributions to eligible participants. The Foundation contributed $41,082 to the Plan during the year ended August 31, 2022.

NOTE 11 – RELATED PARTY TRANSACTIONS

The Foundation has a memorandum of understanding with the Law School to provide space, utilities, equipment, and assistance with development activities. During 2022, the Foundation paid the Law School $80,000 under this memorandum. Additionally, the Foundation reimburses the Law School for expenses incurred on its behalf relating to development activities. During 2022, the Foundation paid the Law School $115,000 for such expenses.

NOTE 12 – SUBSEQUENT EVENTS

Management has evaluated subsequent events through November 3, 2022, which is the date that the financial statements were available for issuance. As a result of this evaluation, no events were identified that are required to be disclosed or would have a material impact on reported net assets or changes in net assets.