

April 7, 2006

MEMORANDUM

TO: The External Affairs Committee:

The Honorable Lewis F. Payne, Chair
A. Macdonald Caputo
G. Slaughter Fitz-Hugh, Jr.
W. Heywood Fralin
Glynn D. Key
Don R. Pippin
Gordon F. Rainey, Jr.
Thomas F. Farrell, II, Ex Officio

and

The Remaining Members of the Board:

The Hon. Alan A. Diamonstein	Vincent J. Mastracco, Jr.
Susan Y. Dorsey	Warren M. Thompson
Georgia Willis Fauber	E. Darracott Vaughan, Jr., M.D.
Mark J. Kington	John O. Wynne
Catherine S. Neale	

FROM: Alexander G. Gilliam, Jr.

RE: Minutes of the Meeting of the External Affairs
Committee on April 7, 2006

The External Affairs Committee of the Board of Visitors of the University of Virginia met, in Open Session, at 11:20 a.m., Friday, April 7, 2006, in the Abbott Center at the Darden School; The Honorable Lewis F. Payne, Chair, presided.

Present were A. Macdonald Caputo, G. Slaughter Fitz-Hugh, Jr., W. Heywood Fralin, Ms. Glynn D. Key, Don R. Pippin, Gordon F. Rainey, Jr., and Thomas F. Farrell, II, Rector.

Also present were Daniel R. Abramson, The Honorable Alan A. Diamonstein, Ms. Susan Y. Dorsey, Mrs. Georgia Willis Fauber, Vincent J. Mastracco, Jr., Warren M. Thompson, and Ms. Catherine S. Neale.

Present as well were Leonard W. Sandridge, Alexander G. Gilliam, Jr., Paul J. Forch, Robert D. Sweeney, Ms. Patricia M. Lampkin, Robert E. Reynolds, M.D., Ms. Yoke San L. Reynolds, Ms. Colette Sheehy, William B. Harvey, David J. Prior, C. Thomas Faulders, and Ms. Jeanne Flippo Bailes.

BECAUSE OF A BREAKDOWN IN THE RECORDING EQUIPMENT, THESE MINUTES ARE A RECONSTRUCTION

The Chair asked Mr. Sweeney, Senior Vice President for Development and Public Affairs, to present the Agenda.

The first item, Mr. Sweeney said, was an Action Item.

ACTION ITEM: Authorization to Transfer Endowment Funds from the University of Virginia to the Jefferson Scholars Foundation

Mr. Sweeney told the Committee that the Rector and Visitors hold the Macfarlane Family Fellowship Fund which has a current market value of about \$190,800. The use of the Fund is restricted to the Darden School; when it was established, it was thought that the money would qualify for state matching funds through the Virginia Graduate and Undergraduate Assistance Program, but state matching for this program was never implemented.

The Macfarlane family has requested that the endowment be transferred to the Macfarlane Family Darden Jefferson Fellowship Fund. This Fund was established with the Jefferson Scholars Foundation, which is working to establish three new Jefferson Scholars Graduate Fellowships.

On motion, the Committee adopted the following resolution approving the transfer and recommended it to the full Board for approval:

WHEREAS, the Macfarlane family established an endowed fellowship fund with the University, intending that it be matched by the Commonwealth of Virginia through the Virginia Graduate and Undergraduate Assistance Program; and

WHEREAS, the Commonwealth has not provided funding for the Program; and

WHEREAS, the Macfarlane family has established the Macfarlane Family Darden Jefferson Fellowship Fund with the Jefferson Scholars Foundation; and

WHEREAS, the Macfarlane family donors have requested that the University transfer the Macfarlane Family Fellowship funds held by the University to the Macfarlane Family Darden Jefferson Fellowship Fund;

RESOLVED, the Board authorizes transfer of the funds held in the Macfarlane Family Fellowship to the Macfarlane Family Darden Jefferson Fellowship Fund in the Jefferson Scholars Foundation.

VICE PRESIDENT'S REMARKS

Mr. Sweeney next made his customary report.

Philanthropic cash flow in February was \$15.3million, which gives a total of \$160.6million for the current fiscal year. This latter figure is \$13.3million above the three-year composite average.

Campaign commitments to date (which is to say the end of February) come to \$836.6million. This figure represents 28% of the Campaign goal achieved in 27% of elapsed Campaign time. Mr. Sweeney reminded the Committee that there is a target of \$1billion to be reached by the Campaign Kickoff on September 30th, and that the monthly average needed to achieve this goal is \$16.2million.

Among what he termed "significant achievers" to date are the Alumni Association/UVa Fund, which has raised \$19.5million against a goal of \$13million (i.e., 150%); Wise, which has raised \$20.9million of its goal of \$35million (60%); the Curry School with \$28.6million of its goal of \$50million (57%); Athletics with 53% (\$158million) of its goal of \$300million; and the Health System, which has collected \$199million, or 40% of its goal of \$500million.

Mr. Rainey, in his role as National Campaign Chair, gave a brief report on the Campaign.

Finally, Mr. Sweeney introduced Mr. C. Thomas Faulders, who has just assumed his duties as President and Chief Executive Officer of the University of Virginia Alumni Association. Mr. Faulders made brief remarks.

COMMITTEE GOALS AND WORK PLAN

Mr. Sweeney gave a progress report on the Committee's Goals and Work Plan for 2005-2006.

On motion, the meeting was adjourned at 12:00 noon.

AGG:jb

These minutes have been posted to the University of Virginia Board of Visitors website.

<http://www.virginia.edu/bov/externalminutes.html>