

Memo to: Council of Trustees, Clarion University of Pennsylvania

From: Leonard Cullo, Vice President, Finance and Administration, Clarion University

Re: Annual Certification of Compliance of Clarion University Foundation with PASSHE Policy 1985-04-A

Date: January 18, 2016

Cc: Michael R. Keefer, FACHE, Chief Executive Officer, Clarion University Foundation, Inc.; Jim Geiger, Vice President, Advancement, Clarion University

In accordance with part D-6 of PASSHE Board of Governors' Policy 1985-04-A: University External Financial Support, I am requesting the Clarion University Council of Trustees to certify that the Clarion University Foundation, Inc., an affiliated organization as defined, is in full compliance with the Policy. The text of the Policy is attached for your reference.

To address the specific requirements of the Policy:

- The Foundation makes financial contributions to the University annually. (D-1-a)
- The Foundation is audited by an independent firm of Certified Public Accountants (D-1-b).
- The memorandum of understanding between the University and the Foundation meets PASSHE requirements (D-3)

The Foundation's support for the University includes:

- Direct financial contributions to fund student aid awards and campus activities and programs,
- Funding and management of student housing facilities,
- Management of a portfolio of investments, and
- Fundraising and administrative activities.

Total costs incurred by the Foundation in support of the University totaled \$5,621,478 for the year ended June 30, 2015. Financial support by the University to underwrite the Foundation's fund-raising and administrative activities totaled \$1,034,835.