Thank you for being a part of the University of Nevada, Reno community. We are grateful to the individuals and organizations who have demonstrated commitment, generosity and leadership for the University and its land-grant missions of education, research and outreach. Together we create a thriving and intellectual experience for our students to be the future of this great state of Nevada and beyond. We hope you will continue to be our partner in this endeavor.
Message from the Executive Director

Over the past year, the University of Nevada, Reno has celebrated great accomplishments and persevered in the face of adversity and tragedy. A record 18,000 students arrived on campus last fall, and we are confident that many greater days are ahead as we push toward a student enrollment of 20,000. The University of Nevada School of Medicine also welcomed a new dean, Dr. Thomas Schwenk, and worked closely with him to bring his vision of translational medicine to Nevada—converting new medical research into practical applications—in an effort to ultimately strengthen long-term health care in the state.

Last year brought the end of bricks-and-mortar fundraising campaigns and a transition to a greater focus on recruiting scholarship funds to help with rising tuition, as well as a greater emphasis on research dollars to support the vital, groundbreaking work of our dedicated faculty.

Over the past few years, the University has introduced 800,000 square-feet of new teaching, learning and research space, including the Davidson Mathematics and Science Center and the William N. Pennington Health Science Building. The finishing touches are being placed on the revamped

and rewired Donald W. Reynolds School of Journalism, where journalism students will emerge fully prepared for ever-evolving and tech-savvy media careers. We are accomplishing all of this during a time when the state of Nevada is still fighting to recover from the tremendous economic hardship of the past several years.

At the University of Nevada, Reno, we are proud to play a pivotal role in the recovery of our great state and nation through the cultivation of a best-in-class workforce backed by top educators, state-of-the-art facilities and community partnerships.

Philanthropy makes all of this possible by advancing our ability to improve the quality of life, economic vitality and cultural diversity of our state. In a proud bow to our institution’s motto, “Omnia Pro Patria,” or “All for Our Country,” we invite you to join us as Nevada moves to the top. We thank you all for your gifts of time, talent and treasure.

Sincerely,

John K. Carothers
Vice President for Development and Alumni Relations
Executive Director, University of Nevada, Reno Foundation
(775) 784-1352 or jcarothers@unr.edu

Message from the 2011 Foundation Chair

Late last spring, the University community mourned the loss of President Milton Glick. With his passing, we lost a great friend, a champion of higher education, and a leader who was a tireless advocate for the University.

In the true spirit of the Wolf Pack we have persevered, strengthened by President Glick’s past guidance and now legacy. We stayed true to his course of leadership by making important financial decisions that impacted faculty, staff and students. Although painful, we hope these changes will make our institution stronger, now and when we face future hardships.

I am confident that our University will continue to see growth in enrollment, graduation rates and academic performance. This special donor issue is filled with the reasons why hope remains strong at Nevada. The promise of tomorrow is seen in our students who push through seemingly insurmountable odds; our alumni and friends who make dreams possible through their generosity; and our dedicated faculty and staff who are the heartbeat of our institution.

It has been my honor to serve as the 2011 Chair of the Foundation Board of Trustees. I thank each of you for your guidance, fellowship and support. Go Pack!

Sincerely,

Mark Knobel ’77 (social services corrections)
2011 Chair, Foundation Board of Trustees

Message from the 2012 Foundation Chair

In the face of challenges to the state of Nevada, a record-breaking enrollment of more than 18,000 students have come to this historic campus, attracted by its beauty, exemplary academic faculty, state-of-the-art facilities, exciting sports program and technological advances throughout the campus.

Moving forward, we will continue to build upon the University’s proud accomplishments. The University was again ranked by U.S. News & World Report in the top tier of “best national universities,” up 10 spots from 2010. U.S. News & World Report also ranked Nevada among the top 100 public schools in the country, listed 16 of our graduate programs among the nation’s best, and ranked both the College of Engineering and College of Business as “best undergraduate programs.” Nevada was also ranked among the world’s top 500 universities by the Center for World-Class Universities at China’s Shanghai Jiao Tong University.

I invite you to join our growing circle of supporters by making a gift to Nevada today. Together we are offering resources and opportunities for students that will transform the state of Nevada and beyond. This is the most important thing we do, and we couldn’t do it without you.

Sincerely,

Thomas Hall ’65 (finance)
2012 Chair, Foundation Board of Trustees
Foundation Leadership

University of Nevada, Reno Foundation Board of Trustees

Although the University of Nevada, Reno is a state institution, it receives only part of its necessary funding from state appropriations. The University of Nevada, Reno Foundation was established in 1981 to help the University meet its needs beyond that base funding by generating private support. The foundation is governed by a volunteer board of trustees who can serve three consecutive two-year terms. Trustees are made up of University alumni and friends who provide counsel in strategic planning, education, fundraising and other matters. The following members are serving for the 2012 calendar year:

2012 Executive Committee and Foundation Board of Trustees

Thomas J. Hall ’65
Chair
Law Offices of Thomas J. Hall

Felicia R. O’Carroll ’76
Chair-Elect
Kafoury, Armstrong & Co.

Robert E. Armstrong
Vice-Chair, Investment
McDonald Carano Wilson, LLP

Randy J. Brown ’89
Vice-Chair, Programs and Special Events
AT&T

Katherine L. Garcia ’76
Vice-Chair, Audit and Finance
Kafoury, Armstrong & Co.

Paul D. Mathews ’87
Vice-Chair, Nominating
incuBET

Terrance W. Oliver ’71
Vice-Chair, Public Affairs and Advocacy
Reno Lumber

Gerald C. Smith
Vice-Chair, Governance
Nell J. Redfield Foundation

Ronald R. Zideck ’59
Vice-Chair, Development
Whittier Trust Company of Nevada

Deane A. Albright ’71
Member at Large
Albright, Persing & Associates, Ltd.

Steven S. Johnson ’77
Member at Large
Edgewood Companies

Sara M. Lafrance ’73†
Immediate Past Chair
† ex officio

Board of Trustees Members

Opal F. Adams ’85M.S.
Enviroscientists, Inc.

Edward E. Allison ’91
Ed Allison, Inc.

Samuel S. Arentz ’68
Arentz Engineers

Annette Bidart ’85
Bidart & Ross

Carol Franc Buck
Carol Franc Buck Foundation

Denise Cashman ’83
Las Vegas Harley-Davidson

Brett E. Coleman ’84
B&C Western Development

Stuart R. Engs

Dr. William N. Evans
Children’s Heart Center

Catherine Farahi ’80

Michael J. Klaich ’82
Muckel Anderson CPAs

Mark A. Lipparelli ’87, ’93M.S.
Nevada State Gaming Control Board

Kevin McArthur ’79
Tahoe Resources, Inc.

Gene E. McClelland ’71, ’78M.S.
McClelland Laboratories, Inc.

Monte L. Miller ’70
KeyState Corporate Management

Chad Osorno
Wells Fargo Bank

William M. Pennell

William J. Raggio ’48*
Jones Vargas

Jeffrey R. Rodefer ’85
Boyd Gaming Corporation

Dan Rovig
Tahoe Resources, Inc.

Mary Ellen Smith
Microsoft Licensing, GP

Ellen F. Whittemore ’78
Lionel Sawyer & Collins, Las Vegas

Joan S. Zenan
Director and medical librarian, emerita
University of Nevada School of Medicine,
Savitt Medical Library

* deceased
The foundation board recently welcomed seven new trustees whose terms began in 2012. Pictured from left to right: Opal F. Adams ‘85M.S. (geology), Samuel S. Arentz ’68 (mining engineering), Gene E. McClelland ’71 (chemistry), ’78M.S. (metallurgical engineering), William M. Pennell, the late William J. Raggio ’48 (political science), Jeffrey R. Rodefer ’85 (finance) and Joan S. Zenan.
The University of Nevada, Reno Foundation is a separate nonprofit 501(c)(3) organization (TIN: 94-2781749). The foundation was incorporated in 1981 to provide a mechanism for private individuals, corporations and foundations to make charitable gifts, bequests and other deferred giving arrangements to support the University of Nevada, Reno. The foundation receives, invests and administers funds to benefit the University, while honoring the philanthropic intent of its generous donors. Such funds are made available to the University for general or specific academic purposes.

### University of Nevada, Reno Foundation

**Financial Statement June 30, 2011 – Summarized Version**

Statement of support and revenue, expenses and changes in fund net assets

<table>
<thead>
<tr>
<th></th>
<th>Unrestricted</th>
<th>Restricted</th>
<th>Endowment</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Operating support and revenue:</strong></td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Donor contributions</td>
<td>$360,207</td>
<td>$10,459,276</td>
<td>$0</td>
<td>$10,819,483</td>
</tr>
<tr>
<td>University support</td>
<td>$2,348,743</td>
<td>$0</td>
<td>$0</td>
<td>$2,348,743</td>
</tr>
<tr>
<td>Special events and other income</td>
<td>$241,183</td>
<td>$1,108,336</td>
<td>$0</td>
<td>$1,349,519</td>
</tr>
<tr>
<td><strong>Total operating support and revenue</strong></td>
<td>$2,950,133</td>
<td>$11,567,612</td>
<td>$0</td>
<td>$14,517,745</td>
</tr>
</tbody>
</table>

| **Operating expenses:** |
|--------------------------|--------------|------------|-----------|-------------|
| Program expenses         |              |            |           |             |
| Alumni programs          | $343,192     | $0         | $0        | $343,192    |
| Capital projects         | $0           | $5,542,196 | $0        | $5,542,196  |
| University programs      | $39,841      | 9,567,398  | $0        | $9,607,239  |
| University scholarships  | $0           | $2,020,742 | $0        | $2,020,742  |
| **Total Program expenses** | $383,033   | $17,130,336 | $0        | $17,513,369 |
| Administrative           | $1,628,554   | $0         | $0        | $1,628,554  |
| Fundraising              | $1,691,594   | $0         | $0        | $1,691,594  |
| **Total administrative and fundraising expenses** | $3,320,148 | $0         | $0        | $3,320,148  |
| **Total operating expenses** | $3,703,181 | $17,130,336 | $0        | $20,833,517 |
| **INVESTMENT INCOME**    | $2,920,427   | $3,134,700 | $12,198,051 | $18,253,178 |

| Additions to permanent and term endowments | $0 | $0 | $5,988,428 | $5,988,428 |
| Transfers between funds | $(8,896) | $2,362,782 | $(2,353,886) | $0 |
| **NET CHANGE IN FUND NET ASSETS** | $2,158,483 | $(65,242) | $15,832,593 | $17,925,834 |

| Fund net assets at beginning of year | $9,922,576 | $47,515,686 | $84,915,995 | $142,354,257 |
| Fund Net assets at end of year     | $12,081,059 | $47,450,444 | $100,748,588 | $160,280,091 |

The accounting firm of Grant Thornton LLP issued an unqualified opinion of the University of Nevada, Reno Foundation’s audited financial statements for fiscal year 2011.
The University of Nevada, Reno Foundation endowment funds are responsibly managed by the Investment Committee of the foundation, a volunteer committee with expertise in financial management, which receives independent professional investment advice from Wilshire Associates.

2011 Foundation Endowment - Market value as of dates listed below (includes pooled endowment, unrestricted endowment funds, quasi endowment funds and funds held in trust), as reported annually to the Council for Aid to Education (CAE).

University of Nevada, Reno Foundation

Investment Performance Net of Fees

As of June 30, 2011

<table>
<thead>
<tr>
<th></th>
<th>Foundation</th>
<th>Policy Index</th>
<th>S&amp;P 500 Equity Index</th>
<th>Barclays Aggregate Bond Index</th>
<th>MSCI ACWI x-US</th>
</tr>
</thead>
<tbody>
<tr>
<td>1 year return</td>
<td>18.29</td>
<td>18.41</td>
<td>30.69</td>
<td>3.90</td>
<td>29.73</td>
</tr>
<tr>
<td>3 year average</td>
<td>-0.87</td>
<td>2.18</td>
<td>3.34</td>
<td>6.46</td>
<td>-0.35</td>
</tr>
<tr>
<td>5 year average</td>
<td>2.60</td>
<td>3.23</td>
<td>2.94</td>
<td>6.52</td>
<td>3.67</td>
</tr>
<tr>
<td>10 year average</td>
<td>4.59</td>
<td>--</td>
<td>2.72</td>
<td>5.75</td>
<td>7.48</td>
</tr>
</tbody>
</table>

Final returns are provided by Wilshire Associates, the University of Nevada, Reno Foundation’s independent investment consultant.

Investment in Endowment

For fiscal year 2011, a total of $5,988,428 was added to the University of Nevada, Reno Foundation’s permanent and term endowments.

Endowment Management

A strategic diversified portfolio mix has positively assisted during these turbulent financial times. As of June 30, 2011, the funds were invested at the ratio of 42.6 percent in equities, 21.3 percent in fixed income, and 23.8 percent in real estate and alternative investments. The goal of this allocation is to produce a return that meets spending obligations, maintains or increases the real value of the endowment, and protects against the effects of inflation. The foundation investment policy is administered in accordance with the Uniform Management of Institutional Funds Act and can be found on the University’s website: http://giving.unr.edu/foundation.aspx.
University of Nevada, Reno Giving

Giving for Calendar Year 2011
January 1, 2011 – December 31, 2011 • Includes gifts from all fundraising entities of the University of Nevada, Reno.

Source of Gifts
- Alumni: $2,537,829.03
- Corporations/Organizations: $4,387,724.86
- Foundations: $11,237,134.64
- Faculty/Staff: $374,676.40
- Friends: $2,855,566.49
- Estates/Trusts: $5,774,561.89
- Other: $210,821.55

Total: $27,378,314.86

Designation of Gifts by Donor
- Buildings: $738,804.00
- Endowment: $7,263,409.34
- Programmatic Enhancements: $17,408,214.88
- Student Support: $1,578,532.05
- Centrally Administered: $389,354.59

Total: $27,378,314.86

Cash Gifts Received for Calendar Year 2011
- 2007: $30.6M
- 2008: $31.7M
- 2009: $40M
- 2010: $16.7M
- 2011: $27.4M
Expenses for Fiscal Year 2011

July 1, 2010 – June 30, 2011 • The accounting firm of Grant Thornton LLP issued an unqualified opinion of the University of Nevada, Reno Foundation’s audited financial statements for fiscal year 2011.

<table>
<thead>
<tr>
<th>Area</th>
<th>Expenses</th>
<th>Percent</th>
</tr>
</thead>
<tbody>
<tr>
<td>Athletics</td>
<td>3,774,508.76</td>
<td>18.12%</td>
</tr>
<tr>
<td>Engineering</td>
<td>764,082.27</td>
<td>3.67%</td>
</tr>
<tr>
<td>College of Science</td>
<td>2,530,991.25</td>
<td>12.15%</td>
</tr>
<tr>
<td>College of Liberal Arts</td>
<td>692,596.46</td>
<td>3.32%</td>
</tr>
<tr>
<td>College of Education</td>
<td>645,669.37</td>
<td>3.10%</td>
</tr>
<tr>
<td>Health Sciences</td>
<td>646,235.54</td>
<td>3.10%</td>
</tr>
<tr>
<td>Libraries</td>
<td>201,806.23</td>
<td>0.97%</td>
</tr>
<tr>
<td>College of Business</td>
<td>345,715.79</td>
<td>1.66%</td>
</tr>
<tr>
<td>Reynolds School of Journalism</td>
<td>1,660,744.35</td>
<td>7.97%</td>
</tr>
<tr>
<td>Cooperative Extension</td>
<td>136,604.58</td>
<td>0.66%</td>
</tr>
<tr>
<td>College of Agriculture, Biotechnology and Natural Resources</td>
<td>3,807,641.59</td>
<td>18.28%</td>
</tr>
<tr>
<td>General Scholarships</td>
<td>252,509.40</td>
<td>1.21%</td>
</tr>
<tr>
<td>Centrally Administered</td>
<td>606,958.63</td>
<td>2.91%</td>
</tr>
<tr>
<td>Total Use By Area</td>
<td>20,833,517.00</td>
<td>100.00%</td>
</tr>
</tbody>
</table>