



Research Foundation  
Financial Statements

For the nine months ended March 31, 2024

**UNIVERSITY OF KENTUCKY RESEARCH FOUNDATION**  
**A COMPONENT UNIT OF THE UNIVERSITY OF KENTUCKY**  
**STATEMENTS OF NET POSITION**  
**MARCH 31, 2024 AND 2023**

	2024	2023
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and cash equivalents	\$ 168,505,118	\$ 137,627,043
Notes and accounts receivable, net	47,970,690	47,770,815
Unrecognized charges - patents	3,626,740	3,011,959
Inventories and other assets	1,739,100	125,051
Total current assets	<u>221,841,648</u>	<u>188,534,868</u>
<b>Noncurrent Assets</b>		
Endowment investments	20,004,917	18,457,173
Other long term investments	7,609,082	8,566,596
Notes and accounts receivable, net	-	4,326
Capital assets, net	2,620,683	2,704,042
Lease assets, net	79,273	2,110,570
Subscription assets, net	230,628	-
Total noncurrent assets	<u>30,544,583</u>	<u>31,842,707</u>
Total assets	<u>252,386,231</u>	<u>220,377,575</u>
<b>LIABILITIES</b>		
<b>Current Liabilities</b>		
Accounts payable and accrued liabilities	2,878,069	3,962,779
Unearned grants and contracts revenue	53,056,060	45,836,193
Lease liabilities - current	82,049	747,057
Subscription liabilities - current	119,792	-
Due to the University of Kentucky	671,461	475,881
Total current liabilities	<u>56,807,431</u>	<u>51,021,910</u>
<b>Noncurrent Liabilities</b>		
Unearned revenue	19,182	-
Lease liabilities	492	1,397,407
Total noncurrent liabilities	<u>19,674</u>	<u>1,397,407</u>
Total liabilities	<u>56,827,105</u>	<u>52,419,317</u>
<b>NET POSITION</b>		
<b>Net investment in capital assets</b>	<u>2,722,150</u>	<u>2,704,042</u>
<b>Restricted</b>		
Nonexpendable	826,128	855,513
Expendable	5,323,900	4,920,697
Total restricted	<u>6,150,028</u>	<u>5,776,210</u>
<b>Unrestricted</b>		
Total net position	<u>\$ 195,559,126</u>	<u>\$ 167,958,258</u>

**UNIVERSITY OF KENTUCKY RESEARCH FOUNDATION**  
**A COMPONENT UNIT OF THE UNIVERSITY OF KENTUCKY**  
**STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION**  
**FOR THE NINE MONTHS ENDED MARCH 31, 2024 AND 2023**

	2024	2023
<b>OPERATING REVENUES</b>		
Federal grants and contracts	\$ 204,623,998	\$ 201,580,030
State and local grants and contracts	23,380,787	19,658,245
Nongovernmental grants and contracts	20,318,628	19,664,350
Recoveries of facilities and administrative costs	70,956,891	67,879,996
Other operating revenues	11,441,864	9,981,153
Total operating revenues	<u>330,722,168</u>	<u>318,763,774</u>
<b>OPERATING EXPENSES</b>		
Educational and general:		
Instruction	10,244,441	10,079,466
Research	193,894,924	182,030,004
Public service	90,696,596	87,256,543
Libraries	5,573	10
Academic support	1,659,714	1,884,540
Student services	8,986	2,526
Institutional support	421,501	721,661
Operations and maintenance of plant	164,770	225,058
Student financial aid	7,603,230	7,781,790
Depreciation and amortization	430,208	-
Total operating expenses	<u>305,129,943</u>	<u>289,981,598</u>
Net income from operations	<u>25,592,225</u>	<u>28,782,176</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>		
Gifts	31,675	42,485
Investment income	6,943,635	2,521,625
License income	4,159,806	593,333
Grants to the University of Kentucky for noncapital purposes	(12,177,348)	(10,751,015)
Interest on capital asset, lease and SBITA-related debt	(9,012)	-
Other nonoperating revenues	329	918
Net nonoperating expenses	<u>(1,050,915)</u>	<u>(7,592,654)</u>
Net income before other revenues, expenses, gains, or losses	<u>24,541,310</u>	<u>21,189,522</u>
Capital grants and gifts	7,040,940	4,593,924
Grants to the University of Kentucky for capital purposes	(9,859,470)	(15,602,832)
Other, net	28,646	-
Total other revenues (expenses)	<u>(2,789,884)</u>	<u>(11,008,908)</u>
Increase in net position	21,751,426	10,180,614
<b>NET POSITION, July 1</b>	<u>173,807,700</u>	<u>157,777,644</u>
<b>NET POSITION, March 31</b>	<u>\$ 195,559,126</u>	<u>\$ 167,958,258</u>

UNIVERSITY OF KENTUCKY  
RESEARCH FOUNDATION  
SCHEDULE OF UNRESTRICTED FUNDS REVENUES, APPROPRIATED FUND BALANCES AND EXPENSES  
FOR THE NINE MONTHS ENDED MARCH 31, 2024  
WITH COMPARATIVE FIGURES FROM MARCH 31, 2023

	2024			2023	
	Budget	Realized	%	Realized	%
<b>REVENUES</b>					
Recoveries of facilities and administration	\$ 70,000,000	\$ 70,956,891	101	\$ 67,879,995	100
Fixed price contracts	1,935,000	1,270,818	66	937,286	48
Investment income	-	5,625,899	-	1,873,299	-
Miscellaneous income	100,000	405,184	405	641,185	1,282
License income	1,000,000	4,159,806	416	593,333	59
Transfers from University of Kentucky for cost share	-	11,924,493	-	10,567,329	-
Total revenues	73,035,000	94,343,091	129	82,492,427	116
<b>EXPENSES</b>					
Operating	2,721,400	2,046,161	75	2,249,454	76
Patent costs	1,000,000	106,093	11	105,702	11
Royalty income sharing program	8,441,600	1,217,182	14	1,142,879	13
Research program	107,799,800	34,908,326	32	36,986,389	30
Cost share	-	12,776,158	-	11,547,250	-
Other	7,080,000	624,186	9	63,114	-
Grants to the University of Kentucky	29,265,200	21,768,468	74	20,317,811	73
Total expenses	156,308,000	73,446,574	47	72,412,599	43
Net income (loss)	(83,273,000)	20,896,517	-	10,079,828	-
<b>NON-GASB ACTIVITY</b>					
Appropriated fund balance	83,273,000	-	-	-	-
Total non-GASB current funds activity	83,273,000	-	-	-	-
<b>NET INCREASE for the period</b>	<u>\$ -</u>	20,896,517		10,079,828	
<b>FUND BALANCE, July 1</b>		151,653,035		136,433,411	
<b>FUND BALANCE, March 31</b>		<u>\$ 172,549,552</u>		<u>\$ 146,513,239</u>	