



Research Foundation Financial Statements

For the nine months ended March 31, 2025

UNIVERSITY OF KENTUCKY RESEARCH FOUNDATION
A COMPONENT UNIT OF THE UNIVERSITY OF KENTUCKY
STATEMENTS OF NET POSITION
MARCH 31, 2025 AND 2024

	2025	2024
ASSETS		
Current Assets		
Cash and cash equivalents	\$ 168,381,982	\$ 168,505,118
Notes and accounts receivable, net	58,889,615	47,970,690
Unrecognized charges - patents	3,106,741	3,626,740
Inventories and other assets	1,731,020	1,739,100
Total current assets	232,109,358	221,841,648
Noncurrent Assets		
Endowment investments	21,307,390	20,004,917
Other long term investments	7,282,146	7,609,082
Capital assets, net	2,537,323	2,620,683
Lease assets, net	13,408	79,273
Subscription assets, net	89,223	230,628
Total noncurrent assets	31,229,490	30,544,583
Total assets	263,338,848	252,386,231
LIABILITIES		
Current Liabilities		
Accounts payable and accrued liabilities	4,032,251	2,878,069
Unearned grants and contracts revenue	49,445,486	53,075,242
Lease liabilities - current	14,091	82,049
Subscription liabilities - current	-	119,792
Due to the University of Kentucky	903,817	671,461
Total current liabilities	54,395,645	56,826,613
Noncurrent Liabilities		
Lease liabilities	-	492
Total noncurrent liabilities	-	492
Total liabilities	54,395,645	56,827,105
NET POSITION		
Net investment in capital assets	2,621,018	2,722,150
Restricted		
Nonexpendable	826,128	826,128
Expendable	5,543,178	5,323,900
Total restricted	6,369,306	6,150,028
Unrestricted	199,952,879	186,686,948
Total net position	\$ 208,943,203	\$ 195,559,126

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, 2025 AND 2024

	2025	2024
OPERATING REVENUES		
Federal grants and contracts	\$ 211,013,715	\$ 204,623,998
State and local grants and contracts	25,331,095	23,380,787
Nongovernmental grants and contracts	25,272,419	20,318,628
Recoveries of facilities and administrative costs	71,112,097	70,956,891
Other operating revenues	7,400,169	11,441,864
Total operating revenues	<u>340,129,495</u>	<u>330,722,168</u>
OPERATING EXPENSES		
Educational and general:		
Instruction	9,452,471	10,244,441
Research	195,812,884	193,894,924
Public service	99,461,972	90,696,596
Libraries	57	5,573
Academic support	2,493,853	1,659,714
Student services	5,485	8,986
Institutional support	634,319	421,501
Operations and maintenance of plant	73,664	164,770
Student financial aid	7,991,297	7,603,230
Depreciation and amortization	130,090	430,208
Total operating expenses	<u>316,056,092</u>	<u>305,129,943</u>
Net income from operations	<u>24,073,403</u>	<u>25,592,225</u>
NONOPERATING REVENUES (EXPENSES)		
Gifts	128,220	31,675
Investment income	6,952,542	6,943,635
License income	1,904,963	4,159,806
Grants to the University of Kentucky for noncapital purposes	(17,949,612)	(12,177,348)
Interest on capital asset, lease and SBITA-related debt	(2,197)	(9,012)
Other nonoperating revenues	245	329
Net nonoperating expenses	<u>(8,965,839)</u>	<u>(1,050,915)</u>
Net income before other revenues, expenses, gains, or losses	<u>15,107,564</u>	<u>24,541,310</u>
Capital grants and gifts	3,033,445	7,040,940
Grants to the University of Kentucky for capital purposes	(9,829,779)	(9,859,470)
Other, net	(4)	28,646
Total other revenues (expenses)	<u>(6,796,338)</u>	<u>(2,789,884)</u>
Increase in net position	<u>8,311,226</u>	<u>21,751,426</u>
NET POSITION, July 1	<u>200,631,977</u>	<u>173,807,700</u>
NET POSITION, March 31	<u>\$ 208,943,203</u>	<u>\$ 195,559,126</u>

UNIVERSITY OF KENTUCKY
RESEARCH FOUNDATION
SCHEDULE OF UNRESTRICTED FUNDS REVENUES, APPROPRIATED FUND BALANCES AND EXPENSES
FOR THE NINE MONTHS ENDED MARCH 31, 2025
WITH COMPARATIVE FIGURES FROM MARCH 31, 2024

	2025			2024	
	Budget	Realized	%	Realized	%
REVENUES					
Recoveries of facilities and administration	\$ 73,000,000	\$ 71,112,097	97	\$ 70,956,891	101
Fixed price contracts	1,935,000	3,207,658	166	1,270,818	66
Investment income	-	5,792,489	-	5,625,899	-
Miscellaneous income	100,000	247,768	248	515,721	516
License income	1,400,000	1,904,963	136	4,159,806	416
Transfers from University of Kentucky for cost share	-	12,349,490	-	11,924,493	-
	<u>76,435,000</u>	<u>94,614,465</u>	<u>124</u>	<u>94,453,628</u>	<u>129</u>
EXPENSES					
Operating	2,852,700	2,431,883	85	2,055,737	76
Patent costs	1,400,000	230,981	17	106,093	11
Royalty income sharing program	8,540,000	2,445,054	29	1,217,182	14
Research program	120,229,000	41,128,383	34	35,009,287	32
Cost share	-	12,990,101	-	12,776,158	-
Other	7,390,000	183,949	2	624,186	9
Grants to the University of Kentucky	34,461,955	27,602,874	80	21,768,468	74
	<u>174,873,655</u>	<u>87,013,225</u>	<u>50</u>	<u>73,557,111</u>	<u>47</u>
Total expenses					
	<u>(98,438,655)</u>	<u>7,601,240</u>	<u>-</u>	<u>20,896,517</u>	<u>-</u>
NON-GASB ACTIVITY					
Appropriated fund balance	98,438,655	-	-	-	-
Total non-GASB current funds activity	98,438,655	-	-	-	-
NET INCREASE for the period	<u>\$ -</u>	7,601,240		20,896,517	
FUND BALANCE, July 1		<u>177,395,582</u>		<u>151,653,035</u>	
FUND BALANCE, March 31		<u>\$ 184,996,822</u>		<u>\$ 172,549,552</u>	