

ENDOWMENT BOARD COMMITTEE OF THE BOARD OF TRUSTEES

North Carolina Agricultural and Technical State University
Greensboro, NC

May 8, 2015

MINUTES

The call meeting of the Endowment Committee of the Board of Trustees convened on Friday, May 8, 2015 in Conference Room 424-A of the Dowdy Administration building at 3:00 pm with Mr. Emerson Fullwood presiding.

Roll Call revealed the following:

Present: Mrs. Pamela McCorkle-Buncum
 Mr. Emerson Fullwood
 Dr. Harold L. Martin, Sr., Chancellor
 Mr. Douglas Smith
 Mr. Dennis Stearns
 Dr. Bertram Walls
 Mrs. Patricia Miller Zollar

Absent: Mr. D. Hayes Clement

Others Present: Mrs. Kathy Burckley, Director of Financial Reporting
 Mr. Scott Hummel, Associate Vice Chancellor/Comptroller
 Mr. Robert Pompey, Jr., Vice Chancellor for Business & Finance
 Mrs. Daphne M. Rogers, Recorder, Business and Finance
 Mr. Kenneth Sigmon, Vice Chancellor for University
 Advancement

The meeting was called to order by Mr. Emerson Fullwood followed by the roll call. Mr. Fullwood yielded the meeting to Mr. Robert Pompey, Jr. The purpose of the meeting was to discuss transferring approximately \$16 million out of the Schwab S&P Fund to the Vanguard Group.

Mr. Fullwood asked what is taking place in active management with Vanguard. The response was active management is only coming from the fixed income side. Mrs. Patricia Zollar asked what are key considerations and do we think that active will outperform, meaning provide value over time.

Mr. Fullwood suggested that the allocation be reviewed once a year. A more in-depth allocation study should be conducted as well. Dr. Walls stated that going forward, we may want to revisit our Investment Policy.

The consensus of the Endowment Board Committee is to move forward with the Vanguard Index/Active allocation. A motion to move the funds from the Schwab S&P Index Fund to Vanguard Index/Active allocation was properly moved and seconded by Dr. Bertram Walls and Mrs. Pamela McCorkle-Buncum. Due to his affiliation with the Vanguard Group, Mr. Fullwood recused himself from the voting process.

With no further business, the meeting adjourned at 4:37 p.m.

Recorded by:

Daphne M. Rogers