

ENDOWMENT BOARD COMMITTEE OF THE BOARD OF TRUSTEES AND THE NORTH CAROLINA A&T INVESTMENT FOUNDATION

North Carolina Agricultural and Technical State University
Greensboro, NC

November 21, 2019

MINUTES

The Endowment Committee of the Board of Trustees convened on Thursday, November 21, 2019 in Conference Room 424-A of the Dowdy Administration building at 3:00 pm. with Mrs. Hilda Pinnix-Ragland presiding.

Roll Call revealed the following:

Present: Mr. Calvin Brodie
Mrs. Karen Collins
Mr. Mark Copeland
Mr. William Dudley
Mr. Tim King
Dr. Mark Kiel
Dr. Harold L. Martin, Sr., Chancellor
Mrs. Hilda Pinnix-Ragland
Mr. Dennis Stearns

Others Present: Mrs. Kathy Burckley, Director of Financial Reporting
Mrs. Kim Cameron, Real Estate Foundation
Mr. Scott Hummel, Associate Vice Chancellor/Comptroller
Mr. Robert Pompey, Jr., Vice Chancellor for Business & Finance
Mr. Kenneth Sigmon, Vice Chancellor for University Advancement

Absent: Mr. Kenneth Dimmock
Mr. Jeff Harding

The meeting was called to order by Mrs. Hilda Pinnix-Ragland, followed by the roll call. It was moved and properly seconded by Mr. Tim King and Mr. Mark Copeland to approve the minutes from the November, 2019 meeting. The meeting was yielded to Mr. Robert Pompey, Jr. The following information was shared:

Combined investments of the University and the NC A&T Real Estate Foundation comprise the North Carolina A&T Investment Foundation, Inc., whose assets total \$81.69 million at 09/30/19. The Investment Foundation's asset market value of \$81.69 million at September 30, 2019 represents a \$1.54 million increase from the \$80.15 million market value at June 30, 2019, a 1.92% gain for the quarter. Main contributors to the gain were gifts, income, and realized gains of \$924,000 plus unrealized gains of \$684,000. First quarter management fees (\$69,708) were the only detractor.

University endowments account for \$63.60 million, or 77.86% of the assets under Investment Foundation management. Real Estate Foundation investments (\$18.08 million) include endowments of \$6.05 million and additional restricted and unrestricted funds of \$12.03 million.

Pooled endowments held with investment managers total \$81.52 million. The investment pool's current investment manager allocation (by market value) shows the UNC Investment Fund (UNCIF) holding 58% of the investment pool and Vanguard 40%. Cash accounts for the remaining 2% of the investment pool.

In addition to its pooled investments (\$63.44 million), the University holds \$167,625 in endowment assets within the Investment Foundation that are not part of the investment pool. Real estate (\$115,400) and the College of Business & Economics (COBE) Students' Investment Fund (\$52,225) bring the University total endowment balance to \$63.60 million.

Mr. Jonathon King, President and CEO, Chief Investment Officer for the UNC Management Company, Inc. attended the meeting, presenting a review of our UNC Investment Fund portfolio and the overall performance of the fund. The fund returned 7.7 % for the fiscal year ended June 30, 2019 and has returned 10.2% calendar year-to-date through September.

Within the BNY Mellon Foundation & Endowment universe, the fund has outperformed a traditional Global 70/30 portfolio over the long term. It is a top decile performer for the 1, 3, and 5-year periods:

	1-year return	3-year return	5-year return	10-year return
UNC IF	7.7%	10.6%	7.7%	9.0%
Traditional Global 70/30	6.7%	8.9%	5.4%	8.5%
UNC IF/Peer Top 10%	7.3%	10.5%	7.1%	10.1%

With no further business, the meeting adjourned at 4:02pm.

Recorded by:

Daphne M. Rogers