

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

February 16, 2023

MINUTES

The joint meeting of Endowment Committee of the Board of Trustees and the North Carolina A&T Investment Foundation Board convened on Thursday, November 10, 2022 at 3:00 pm. with Mark Copeland presiding.

Roll Call revealed the following:

Present:

Calvin Brodie
Mark Copeland, Chair
William Dudley
Timothy King
Harold L. Martin, Sr.
Dennis Stearns

Others Present:

Helen Buck, Associate Vice Chancellor/Comptroller
Kathy Burckley, Director of Financial Reporting
Robert Pompey, Jr., Vice Chancellor for Business & Finance
Hilda Pinnix-Ragland, Chair, Board of Trustees
Fred Smith, Real Estate Foundation
Ezana Tamrat, SGA President

Absent:

Daniel Lim, Real Estate Foundation
Clifford Maske, Real Estate Foundation

The meeting was called to order by Mark Copeland, followed by the reading of the Conflict of Interest Statement. A motion to approve the minutes from the September, 2022 meeting was moved and properly seconded by William Dudley and Timothy King, respectively. After representative presentations from UNC Management and Goldman Sachs, the meeting was yielded to Robert Pompey, Jr. The following information was shared:

Combined investments of the University, the NC A&T Real Estate Foundation, Inc, and the Foundation for North Carolina A&T State University, Inc. comprise the North Carolina A&T Investment Foundation, Inc., with assets a total of \$172.27 million at 9/30/22. Endowment assets held total \$157.95 million.

The Investment Foundation's asset market value of \$172.27 million at September 30, 2022 represents a decrease of \$7.18 million from the \$179.44 million market value at June 30, 2022.

There were approximately \$364K in gifts for the first three months of the fiscal year, about \$33K in realized gains, income of \$126K, unrealized losses of \$7.29M and investment manager fees of \$93K.

University endowments account for \$151.22 million, or 88% of the assets under Investment Foundation management. Real Estate Foundation investments of \$18.35 million include endowments of \$6.89 million and additional restricted and unrestricted funds of \$11.46 million, which accounts for a combined 11%. Assets of the Foundation for NC A&T State University, Inc. are not yet pooled with our investment advisors, but they account for 2% or \$2.69 million of our total assets at September 30, 2022.

The current investment manager allocation (by market value) shows the UNC Investment Fund (UNCIF) holding 71% of the investment pool and Vanguard 19%. The Foundation for NC A&T State University, Inc. currently invests their funds with PFM that accounts for 2% of the Investment Foundation and cash accounts for the remaining 9% of the overall investment.

In addition to its pooled endowments of \$169.41 million, the University holds \$163,295 in endowment assets within the Investment Foundation that are not part of the investment pool. Real estate of \$115,400 and the College of Business & Economics (COBE) Students' Investment Fund of \$47,895 bring the University total endowment balance to \$169.58 million.

The endowment scholarship/professorship/chair allocations provided \$2,716,777 for spending in FY23.

We made investments that we hope will positively impact our community. These investments include: \$2M to Goldman Sachs, \$500K to Mechanics & Farmers, a local minority-owned bank and \$500K to Latino Community Credit Union. The Investment Foundation Board authorized the allocation of additional \$2 Million fixed income investment in the Latino Community Credit Union.

A motion to adjourn was moved and properly seconded by Calvin Brodie and William Dudley.

With no further business, the meeting adjourned at 3:55 pm.

Recorded by:

Daphne M. Rogers