



# ARKANSAS NATIONAL GUARD FOUNDATION

Post Office Box 663

North Little Rock, AR 72115-0663

## MEMORANDUM FOR RECORD

**SUBJECT:** Minutes of Foundation Board of Directors meeting: 8 April 2021

Officers Present: President, Gary Wynn (Zoom)

NGAA Rep, Paul Jara

NGAA Rep, Adam Warford (Zoom)

NGAA President, Sharetta Glover

NGAA Executive Director, Damon Cluck

EAANG Rep, Brian Mays (Zoom)

EAANG President, Derrick Young

Officers Absent: Vice President, Russel Betts

Visitors:

Jeremy Ables - Priddy, Holifield, & Ables (Zoom)

James Lamb – NGAA Staff

1. President Wynn called the meeting to order and reviewed the agenda for the meeting

### **Financial Briefing**

2. Jeremy Ables presented the financial position- balance sheet and profit and loss statement

a. 1<sup>st</sup> quarter total income: \$125,000

i. \$10,000 in dividends, \$4,000 in interest, remaining was appreciation in the portfolio

b. Year to Date: \$383,000

c. Expenses for the first quarter: \$135,000

d. Expenses for the year: \$285,000

3. Status of endowments: Diamond: \$1,256,000, Sch \$66,000; NGAA \$40,000; EAANG \$22,500; museum \$68,000; MMYC

4. Damon asked Jeremy if ANGF were trying to mirror the Community Foundation what a 5% spend plan would look like based on our balance sheets for the meeting in July

5. Gary moved to discuss the Admin cost sharing between the multiple endowments

a. Damon suggests that the original structure was based on paying most of the admin fees for the ANGF out of the Diamond Fund so that the smaller endowments wouldn't get taxed at the rate that they would if they ran their own foundations.

b. However, there will be a limit to that cost, Damon suggests that for future gifts/ long-term donations to the permanent fund would have a 4% annualized return. The goal would be a 4% annual return and 1% of the donation contributing to annual expenses.

- i. Example- the Museum having \$68,000 in their endowment would have approximately \$600 annually going toward expenses of the organization; and returning approximately \$2,700 a year based on their endowment
  - c. Damon suggests that the foundation leave the admin cost sharing where it is for the original endowments but when newer donations come in, giving them an allocation on the cost to share the administrative fees
- 6. Gary asked if there was any other new business
- 7. The next meeting is set for July 29, 2021
  - a. The next meeting the spend plan needs to be set
- 8. Damon made a motion to adjourn, Sharetta offered a second
  - a. There was no discussion and the meeting adjourned.