

KIPP: ATLANTA SCHOOLS

KIPP Metro Atlanta Schools Endowment Committee Meeting Minutes

Monday, July 22, 2024

5:00 p.m.-6:00 p.m.

This meeting was held via conference call

Committee Members in Attendance: Tom Pritchard, Tom Avery, Frank Glover,

Committee Members Absent: Dennis Love

Board Members Present: Rick Deane

Regional Staff Members Present: Justin Anderson, Irving Williams III, Ra'Chel Ford

Guests Present: Duncan Edwards

The meeting was called to order at 5:01 pm.

I. Consent: Prior Minutes

- a. Tom Avery motioned to approve the 4/22/2024 minutes, Frank Glover seconded.

II. Fiscal Year Scholarship Report Update

- a. Irving William provided an update on Fiscal Year '24 and Fiscal Year '25. For Fiscal Year '24 the draw amount was \$124,555. There were a total of 83 applications amounting to \$239,000. KIPP awarded 50% of the applications, amounting to \$107,500. With expenses, the total was \$108,322.
- b. For Fiscal Year '25 the estimated draw amount at about 4% of the endowment is \$136,000. There were FAFSA application delays, so the application numbers are not finalized. Irving clarified how scholarship decisions are made and focus on maximizing return on investment.

III. Entity Update

- a. Justin Anderson shared that we are still in the IRS queue as they are backed up. They will not have an update until the Fall.

IV. MacKenzie Scott Funds Allocation

- a. Justin Anderson updated the committee on the board discussion from the May 15th board meeting to transfer \$400k interest earned on grant into the endowment. Duncan confirmed \$400,000 transfer of the interest earned was posted and is currently in the endowment account.

V. Endowment Performance

- a. Duncan Edwards provided an update on the portfolio's performance. The total value of the account as of 6/30 was \$3,320,913. The calendar year through June, the endowment is up +17.9%. Account paced slightly behind the blended benchmark in June, calendar YTD and Fiscal YTD. Account was in line with IPS guidelines as of 6/30.
- b. The deposit of \$400,000 increased the cash position to above the IPS guidelines. The group discussed options to invest \$360,000 to be within the target IPS guidelines. Tom Pritchard proposed to

invest at a pace of \$30,000 per month over the course of a year on a pro-rata monthly basis and evaluate our progress. This investment will be allocated across domestic and international equity buckets, in alignment with the index funds we currently invest in. If the market drops by 10% in any given month or 20% cumulatively from this decision, a call can be made to reassess the strategy by any member of the committee. The S&P 500 will be used to measure market performance. Tom Pritchard motioned to approve this proposal; Frank Glover seconded. The motion passed unanimously.

VI. Close

a. Frank Glover motioned to adjourn the meeting and Tom Avery seconded. The motion was approved unanimously. Frank thanked the committee and closed the meeting.

The meeting was adjourned at 5:59 p.m. Minutes taken by Justin Anderson, Chief Financial Officer.