

BOARD OF REGENTS  
BRIEFING PAPER

**1. Agenda Item Title: Transfer of the GBC Endowment Assets and  
Endowment Accounts into the NSHE Endowment Pool.**

**Meeting Date: March 3-4, 2016**

**2. BACKGROUND & POLICY CONTEXT OF ISSUE:**

The GBC Foundation currently maintains an endowment pool separate from the NSHE Combined Endowment Pool. The current value of the GBC endowment pool, as of 11/30/2015, is \$6,399,469. There are currently 32 separate endowments (gifts) held within the endowment pool. Attached is a listing of the endowment accounts held and dollar value of the accounts, as of 11/30/2015.

After discussions with Investment Committee Chair Melcher and System Administration Staff, GBC and the GBC Foundation Trustees concluded that transferring the endowments from the GBC endowment pool into the NSHE Combined endowment pool would be beneficial to GBC due to the economies of scale, reduced volatility, and management efficiencies gained by adding the funds to the larger System pool. Such a change would also remove the need for duplicate services necessary to maintain an endowment pool such as certain external audit requirements, endowment software and staffing needs. The GBC Foundation Trustees approved this transfer at their November, 2015 meeting.

Acceptance of these gifts originally made to the GBC Foundation into the System endowment pool requires Board of Regents approval. If approved, GBC Foundation staff will begin the process of notifying donors of this change, as appropriate, and transferring the funds to the NSHE endowment pool.

**3. SPECIFIC ACTIONS BEING RECOMMENDED OR REQUESTED:**

Investment Committee Chair Kevin Melcher and Great Basin College President Mark Curtis request approval to transfer the endowment assets and endowment accounts, as indicated on the attached list, held in the GBC Foundation endowment pool into the System Administration endowment pool, at the cash value of the date of the transfer.

**4. IMPETUS (WHY NOW?):**

To avoid duplicative and costly external audit work, it is beneficial to move the assets of the GBC endowment pool into the System endowment pool before June 30, 2016.

**5. BULLET POINTS TO SUPPORT REQUEST/RECOMMENDATION:**

- Cost efficiencies are gained by consolidating administration of endowment assets into the System endowment pool such as external audit costs and administrative costs.
- The System Administration endowment pool is much larger than the GBC pool which will allow for better pricing and fees from investment managers.
- The larger size of the System pool allows for more services such as consulting and reporting.

**6. POTENTIAL ARGUMENTS AGAINST THE REQUEST/RECOMMENDATION:**

There will be a minor added burden to System Administration Staff to process, maintain and administer GBC endowment accounts, although there will be a net savings in costs and fees to the GBC endowment accounts overall.

**7. ALTERNATIVE(S) TO WHAT IS BEING REQUESTED/RECOMMENDED:**

Decline acceptance of GBC endowment pool assets into the System Administration Endowment Pool.

**8. COMPLIANCE WITH BOARD POLICY:**

- Consistent With Current Board Policy: Title #\_\_4\_\_ Chapter #\_10\_\_ Section #\_\_9\_\_
- Amends Current Board Policy: Title #\_\_ Chapter #\_\_ Section #\_\_
- Amends Current Procedures & Guidelines Manual: Chapter #\_\_\_\_ Section #\_\_\_\_
- Other:\_\_\_\_\_
- Fiscal Impact: Yes\_\_\_ No\_x\_\_\_  
Explain:

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**Great Basin College Foundation**  
**Market Values and Historical Gift Report**  
**For Period Ending : 11/30/2015**

Grouped By : Investment Pool

Commonfund

GLID	Fund Name	Fund Type	Market Value	Historical Gift
500	500 - Allison	Permanently Restricted	34,733.46	19,590.00
508	Valerie Caccese Easterly Memorial Scholarship	Permanently Restricted	46,481.43	27,734.25
510	Equipment Endowment	Permanently Restricted	26,106.80	13,167.68
525	Dorothy Gallagher Nursing Scholarship	Permanently Restricted	42,730.77	30,000.00
526	Elko County Chapter of the Nevada Archeological Association Scholarship	Permanently Restricted	7,825.23	4,850.00
527	Hanington Corporation Scholarship	Permanently Restricted	16,770.35	14,100.00
530A	Anonymous Endowed Scholarship	Permanently Restricted	63,953.74	50,000.00
530B	Vera C. & Arthur M. Gaufin Memorial Scholarship	Permanently Restricted	31,400.40	24,400.00
530C	Paul S. Hanna Scholarship	Permanently Restricted	70,684.53	43,928.73
530F	Samuel C. & Joyce McMullen Memorial Scholarship	Permanently Restricted	26,605.74	19,276.10
530G	Mary Raduziner Scholarship	Permanently Restricted	14,934.59	10,508.00
530H	Lee Smith Memorial Scholarship	Permanently Restricted	130,893.61	81,347.00
530I	Tomera Brothers Scholarship	Permanently Restricted	28,154.35	20,000.00
530J	Grace vanDalfsen Scholarship	Permanently Restricted	17,542.62	11,050.00
530K	Gardner Scholarship	Permanently Restricted	8,740.36	6,722.31
535	AAUW Mildred McBride Scholarship	Permanently Restricted	49,367.65	34,912.75
536	Beta Sigma Phi Scholarship	Permanently Restricted	18,291.88	14,188.84
545	Elizabeth Griswold Scholarship	Permanently Restricted	1,657,128.37	1,115,183.19
546	Robert Mecum Scholarship Endowment	Permanently Restricted	59,630.42	48,765.00
555	Endowment for New Programs	Permanently Restricted	2,074,324.16	1,482,204.36
601	Robert Vaughan Scholarship	Permanently Restricted	17,780.38	12,629.50

GLID	Fund Name	Fund Type	Market Value	Historical Gift
602	Continuing Education Endowment	Permanently Restricted	130,215.16	75,000.00
603	James F Lynch, Jr Memorial Scholarship	Permanently Restricted	38,968.07	30,000.00
604	Louis Tempel Memorial Scholarship	Permanently Restricted	38,131.04	25,845.00
605	Esther Winch Memorial Scholarship	Permanently Restricted	41,125.71	30,590.00
606	Coldwell Banker / Winer Family Trust	Permanently Restricted	23,994.23	20,000.00
607	Dorothy S. Gallagher Health Sciences Scholarship Endowment	Permanently Restricted	173,175.48	147,761.77
608	Bill and Holly Wilson Scholarship Endowment	Permanently Restricted	48,062.80	40,000.00
609	Dutch and Marianne Stenovich Endowed Scholarship	Permanently Restricted	30,298.22	25,000.00
610	Chilton Endowed Scholarship	Permanently Restricted	101,564.95	100,000.00
702	Endowment for NEH Grant	Permanently Restricted	214,215.63	204,500.00
505	DWRF Endowment	Permanently Restricted	1,115,637.48	908,423.96
<b>Total:</b>			<b>6,399,469.61</b>	