



**USMA Class of 1958
Perpetual Endowment Fund Board Minutes**

November 29, 2022

This meeting was conducted using Zoom (videoconference)

Board Members:

P - Founder Member – Anthony “Tony” Bauer, Chairman, USMA 1958 (Out-going Chairman, will remain as Board Member)

P - Founder Member – Frank Harlem, Vice Chairman, USMA 1958

P – Descendent Member – Deborah Nagle, Treasurer, USMA 1982

P - Descendent Member – Daniel Peck, Descendent Graduate List Manager, USMA 1983

P - Descendent Member - Valerie Coffey, Secretary, USMA 1985

P – Descendent Member – Colin Graves, USMA 2011

P - Designated Member - Elena Ivanova, Recent Graduate Serving at West Point, USMA 1999

A - Designated Member – Simone Askew, USMA 2018

A - Designated Member Emeritus - Jason Crabtree, USMA 2008

P - Designated Member Emeritus - William ‘Pat’ Connelly, USMA 1998

P - Descendent Member – Russell Robertson, Chairman, USMA 1982 (In-coming)

[P= Present; A = Absent]

Chairman, Tony Bauer, called the meeting to order at approximately 1900 EDT, and verified the Perpetual Endowment Board (PEB) had a quorum (>2/3, with nine members present) of voting members to conduct Perpetual Endowment Fund (PEF) business.

SUBJECT #1: Minutes of 17 February, 2022 Meeting

DISCUSSION: The board unanimously approved the minutes for the meeting held on February 17, 2022.

SUBJECT #2: Revised PEF Bylaws

DISCUSSION: The board unanimously approved the revision of the PEF Bylaws.

SUBJECT #3: Treasurer's Report

DISCUSSION: Deborah Nagle provided the Treasurer's report (See Appendix A for the full report). As of 25 November 2022, the total balance is **\$1,859,444**.

The PEB voted to maintain the current 40-40-10-10 allocation of funds. Board members are invited to provide recommendations to the Treasurer, who can prepare research to support any recommended changes at the next meeting.

The PEF made an annual contribution of \$50.00 to the Class of '58 gift fund, to satisfy a seven year minimum gifting requirement of \$250 to a charitable organization.

Deborah stated she will rebalance the PEF money across the funds to the approved 40-40-10-10 on December 30, 2022. PEF board members with viewing access to the Fidelity account are Frank Harlem, Dan Peck, and Tony Bauer. Deborah will add Russ to the Fidelity account with viewing access. Deborah is the only member with authority to make transactions with the funds.

Contributions to the PEF, payable to Fidelity Investments CGF should be sent to:

Deborah Nagle
Treasurer, Perpetual Endowment Fund
408 Crown View Dr.
Alexandria, VA 22314

SUBJECT #4: Terms of Service

DISCUSSION:

The only change for 2023 is Russ will replace Tony as Chairman, and Tony will step down from the Chairman position to remain as a Member of the PEB. Dan Peck's term ends in 2023, and he is interested in remaining for a second term. Currently there are 58 descendants. 35 are children and 23 are grandkids, with Cadet Colette Coffey (Class of 2026) the newest addition.

SUBJECT #6: Closing Comments

DISCUSSION: Tony noted that many members of the class of 1958 have passed, so it is time for the PEB membership to transition to descendants. He also stated that it is important to continue to grow the fund, and remind his classmates to remember the fund in their estates.

The minutes, Treasurer's Report, Bylaws, and other PEF documents are available on the '58 website, maintained by Pete Trainor at:

www.west-point.org/class/usma1958

The board adjourned at approximately 2015 hours since there was no additional business to discuss. The next meeting is tentatively planned for November 2023.

/signed/
Anthony Bauer
Chairman
USMA Class of 1958

/signed/
Valerie G. Coffey
Secretary
USMA Class of 1985

Appendix A

STATUS REPORT
AS OF 25 November 2022
 FIDELITY INVESTMENT CHARITABLE GIFT FUND
 USMA CLASS OF 1958 PERPETUAL ENDOWMENT

1. CURRENT HOLDINGS/ASSET ALLOCATION

Total Market Index	\$751,550	40%
U.S. Equity Access Pool	\$756,842	41%
International Equity Pool	\$175,363	9%
Sustainable Int'l Index	\$175,688	9%
TOTAL BALANCE:	\$1,859,444	

2. CONTRIBUTIONS SINCE INCEPTION

Gross Lifetime Amount Contributed:	\$573,749
Amount Granted to Class of '58 Fund:	\$ 76,050
Net Lifetime Amount Contributed:	\$497,699
TOTAL GAINS FROM EARNINGS:	\$1,361,745

3. FUND PERFORMANCE MEASURED AGAINST BENCHMARKS

	Cumulative	Average Annual			
	YTD	1 Yr	3 Yr	5 Yr	10 Yr
Total Market Index Pool	-19.19%	-17.44%	8.94%	9.08%	11.70%
DJ U.S. Total Stk Mkt Index	-18.79%	-16.94%	9.59%	9.72%	12.36%
U.S. Equity Access Pool	-18.94%	-16.33%	12.00%	10.85%	Note 1
S&P 500 Index	-17.70%	-14.61%	10.22%	10.44%	12.79%
International Equity Pool	-31.59%	-30.52%	-0.43%	0.57%	3.81%
MSCI EAFE Index-linked	-23.03%	-22.84%	-1.08%	0.11%	3.54%
Sustainable Intl Index	-27.83%	-28.55%	-3.02%	Note 2	Note 2
MSCI ACWI xUSA ESG Ldrs	-27.22%	-27.82%	-1.84%	-0.15%	Note 2

Note 1: Pool created 07/01/2011, therefore historic performance is not available for earlier periods.

Note 2: Pool created 01/31/2018, therefore historic performance is not available for earlier periods.

4. TREASURER'S NOTES:

a. On 30 December 2022, I will rebalance the fund percentages to reflect the following:

- Total Market Index ----- 40%
- U.S. Equity Access Pool ----- 40%
- International Equity Pool ----- 10%
- Sustainable Int'l Index ----- 10%

b. Overall, 2022 has been at best an “interesting” year. The market has been very volatile, resulting in a downward trend most of the year. The PEF decreased in value by \$362,968 (16.3% decrease) below the 31 December 2021 value (**\$2,222,412**).

c. The positive news is that the value of the PEF has increased by \$214,372 since 30 September 2022.

d. Contributions for 2021 stand at \$2,200, which included a \$1,000 from one classmate. In March of 2022, there was a trailing \$500 contribution in support of Ed Weckel's “March Back” expedition in 2021 (bring the total for this event to an impressive \$5,776).

e. Seven classmates included the Endowment Fund on estate documents for a total of \$174,958. Of the \$174,958, to date \$30,000 has been deposited into the Endowment Fund.

f. On 5 June 2022, the fund made its annual contribution of \$50 to the Class of 1958 Fund. This annual contribution began in 2011 to satisfy a seven-year gifting requirement of \$250.

g. Contributions to the Class of '58 Perpetual Endowment Fund should be made to **Fidelity Investments CGF**. Mail contributions to:

Deborah Gillette Nagle
Treasurer, Perpetual Endowment Fund
408 Crown View Drive
Alexandria, VA 22314

Appendix B

<u>PEF Board Member Status</u>	<u>Term of Service (TOS) Ends</u>
'58 Founder Members (7 Yr TOS)	
Frank Harlem	2027
Tony Bauer	2025
Descendent Members (7 Yr TOS)	
Deborah Nagle (Treasurer)	2026
Dan Peck (Membership)	2023
Valerie Coffey (Secretary)	2024
Colin Graves	2028
Russell Robertson (Chairman)	2030 (Replaced Alan Chase)
Designated Members (10 Yr TOS)	
Simone Askew	2028
Elena Ivanova	2031
Emeritus	
Pat Connelly	N/A
Jason Crabtree	N/A

Note: As people join the board, their term of service length will correspond to the terms in place at the time the person joins. If a person leaves the board, the replacement will fulfill the terms of service of the person who left the board, and be eligible for two additional full terms.