

MINUTES

LA JOLLA GOLDEN TRIANGLE ROTARY CLUB FOUNDATION

Board of Directors Meeting  
October 30, 1991

Present were Steve Brown, Reint Reinders, John Stephan, George Mannschreck.

The meeting of the Board of Directors convened at 7:30 a.m. at the offices of Luce, Forward, Hamilton & Scripps. First, Steve Brown discussed consideration for having certain management of endowment fund assets handled by San Diego Community Foundation. Brown reported that this can be accomplished at a cost of one-half of one percent of asset value. Advantages include lack of need to file annual tax returns, a very high level of assurance that principal cannot be invaded and professional management of assets. Brown advised that local control could remain in tact for expenditure of endowment income for local programs. Brown further reported that it was his understanding that investment alternatives are available within San Diego Community Foundation. For example, fixed income funds and perhaps a fund that has only government insured bonds would be available.

Disadvantages mentioned included lack of Board of Directors control over specific investments and lack of personal accountability for bad investment decisions.

No action was requested or taken. Instead, Brown will further investigate the nature of the range of potential investments. Brown also indicated that he is exploring this concept at the District level, in particular, for clubs that do not have established foundations of their own.

The Board considered the request of the Rotary Club's Board of Directors for funding of projects identified by the Community Services Committee as set forth in Steve Coon's correspondence to Steve Brown of October 21, 1991 - copy attached. After consideration of these four projects, all four were approved in the amounts requested. The Board of Directors has requested accountability back to it by the Community Services Committee with respect to how the monies are spent for each program. In particular, the Board would like a breakdown of how the monies are spent for Doyle Elementary School counseling project. Presumably, the school will be able to provide this information at the conclusion of the program.

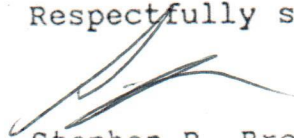
With respect to the high school scholarships, the Board has requested that it be formally advised of the recipients of these scholarships and how these individuals have been selected.

No further accountability is required with respect to the RYLA donation.

With respect to the holiday baskets, the Board requests that it be advised regarding an itemization for monies spent for the holiday baskets, and the names and addresses of the recipient families. Additionally, the Board requests that it be advised regarding what participation our individual Rotary club members will have with respect to these projects.

All the foregoing requests for information should be provided in writing to Stephen R. Brown, Chairman of the Foundation.

Respectfully submitted,



Stephen R. Brown  
Chairman and Acting Secretary

cc: Ron Phillips