

Scholarship Investment Guidelines

Marilyn Merritt Wilson Trust

G. W. English Trust

Dan Peacock Trust

GOALS AND OBJECTIVES

Preservation and safety of principal.

Emphasize current rather than deferred income from fixed income investments.

Purchase equities emphasizing stability and growth of future earnings and dividends rather than current return.

Select securities on the basis of long-term investment merits rather than short-term gains, with the exception of investments for cash management purposes.

Generate income to meet scholarship needs (see below examples) plus management fees.

Grow principal and income over time to protect the corpus against inflation and to possibly fund additional scholarships.

EXAMPLES

Mineola ISD will maintain a cash position in the amount of the scholarship that is being offered per year times 12 years.

- 1) Wilson Scholarship- \$2,000 in scholarships will be given per year times 12 which would be \$24,000. In order to account for the utilization of the funds prior to the four year review (depletion of the account) the trust cash balance will not be allowed to drop below the \$24,000 level.
- 2) English Scholarship- \$1,000 in scholarships will be given per year times 12 which would be \$12,000. In order to account for the utilization of the funds prior to the four year review (depletion of the account) the trust cash balance will not be allowed to drop below the \$12,000 level.

- 3) Peacock Scholarship- \$500 in scholarships will be given per year times 12 which would be \$6,000. In order to account for the utilization of the funds prior to the four year review (depletion of the account) the trust cash balance will not be allowed to drop below the \$6,000 level.

The investments and the replenishment of the investments should occur upon review of the account not to exceed every 4 years. At that time, the scholarship can be increased or decreased for future scholarships, but the cash must be maintained as noted above.

Over a 4 year period, scholarships given shall not be given in an amount that exceeds 5% of the corpus. The percentage may be adjusted up or down to maintain the corpus at a minimum equal to the annual inflation rate over the past four years.

Account values as of April 30, 2014

Marilyn Merritt Wilson Trust	\$435,925.68
G. W. English Trust	\$235,705.04
Dan Peacock Trust	\$ 16,094.10