THE WHITE HOUSE

WASHINGTON

FOR IMMEDIATE RELEASE
JANUARY 31, 1995

CONTACT: LISA CAPUTO
NEEL LATTIMORE
KAREN FINNEY
202-456-2960

THE COMMITTEE FOR THE PRESERVATION OF THE WHITE HOUSE ANNOUNCES COMPLETION OF BLUE ROOM RENOVATIONS AND REFURBISHING

WASHINGTON, DC -- The Committee for The Preservation of The White House today announced the completion of the renovation and refurbishing of the White House's Blue Room. The refurbishing was governed by the historic French objects purchased by President James Monroe in 1817. The process for the renovation and refurbishing of the Blue Room began in 1990 when the committee recommended that the room be refurbished.

First Lady Hillary Rodham Clinton serves as honorary chair of the committee and was actively involved in the refurbishing project. Mrs. Clinton first met with the Committee in November of 1993. Working with a committee of historians, curators and designers, the First Lady took an active approach in the renovation process. The First Lady reviewed the committee's recommendations for the sapphire blue fabric and the gold wall covering, and met with the White House curators to discuss fabric samples, textures and the importance of maintaining the period style of the room.

The Blue Room is one of three oval rooms in the White House and is located on the State Floor. The room, seen by 1.2 million visitors a year, was last refurbished in 1972. The draperies and furniture upholstery had become soiled, worn and sun damaged and needed to be replaced, as did the badly worn mid-nineteenth century Chinese carpet which has been in the room since 1975.

The sapphire blue fabric used for the draperies and furniture covering is similar in color to fabric used in the room in the 1800's. The silk upholstery fabric retains the gold eagle medallion on the chair backs which was adapted from the depiction of one of the Monroe-era chairs in a portrait of President James Monroe. The Monroe-era furniture, consisting of seven original chairs and four reproductions and a sofa, was upholstered by Nelson Beck of Washington, DC. (The portrait of President James Monroe by John Vanderlyn is owned by the City of New York and hangs in the City Hall.)

The blue satin draperies have a blue and gold tape adapted from the wallpaper frieze. The drapery valances are blue and gold. The silk fabrics were made by Scalamandre Silks, Inc., of New York, New York. The draperies are the same design as the previous draperies

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which were derived from an early 19th century French source. The curtains were constructed by Nelson Beck of Washington, DC.

The walls have been hung with a light gold paper, which has alternating classic motifs in a darker gold. The design is adapted from an early 19th century American paper in the collection of the Society for the Preservation of New England Antiquities in Boston, Massachusetts. The borders are adapted from two early 19th century French papers in the collection of the Cooper Hewitt National Design Museum, the Smithsonian Institution, in New York. The upper border is a blue drapery swag with gold classical motifs; the lower border along the chair rail has a blue and gold pattern with rosettes. The wall paper was made by Brunschwig & Fils of New York, New York.

The room has been painted and gilded to reflect the style of finish found in an American room of the first quarter of the 19th century. The wainscoting, door surrounds and window reveals, received extensive conservation to redefine their detailing. The woodwork has been painted white with a rubbed paint finish giving the wood a "porcelain" appearance. The faux marble painted on the baseboards has been removed to reveal the white marble installed in the Truman era. The acanthus leaves in the cornice and in the ceiling medallion have been gilded, as have the three lines of molding in the cornice.

A major component of the project was the preservation and conservation of the historic furnishings in the room and of the early 19th century American "looking glass" which hangs over the mantel. This part of the project involved repairs and partial regilding of the items. Retained in the room are the French gilded bronze clock and a mahogany center table. Two 19th century pier tables and two pieces of sculpture - the marble busts of Christopher Columbus and Amerigo Vespucci - were added to the room.

A carpet, based on early 19th century designs, is being made for the room and is expected to be installed in the room this spring. The carpet is being made by the Stark Carpet Company of New York, New York.

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attached: committee list

EDITOR'S NOTE: The Blue Room will be officially unveiled on February 17 at the meeting of the Committee for the Preservation of the White House. There will be a press preview of the room and a opportunity to talk with the First Lady and the individuals involved in the renovation and refurbishing project at that time. Space for this press preview is limited. Please contact the First Lady's Press Office if you would like to cover this event - 202-456-2960.

THE WHITE HOUSE

WASHINGTON

COMMITTEE FOR THE PRESERVATION OF THE WHITE HOUSE

Executive Order 11145, March 7, 1964

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KAKI HOCKERSMITH*	Interior Designer
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JOHN L. RICHARDSON	Attorney
J. THOMAS SAVAGE, JR.	Curator, Historic Charleston Foundation
JOHN WILMERDING	Professor in American Art, Princeton University

<u>CONSULTANTS TO THE COMMITTEE</u>

BETTY C. MONKMAN*	Associate Curator, The White House
MARGARET A. WILLIAMS	Assistant to the President and Chief of Staff to the First Lady

* Blue Room Subcommitte Members

59/4/3/1

Clinton Library Transfer Form

Case #, if applicable		Accession #	
Collection/Record Group	Clinton Presidential Records	Series/Staff Name	Maggie Williams
Subgroup/Office of Origin	First Lady's Office	Subseries	Subject File
Folder Title	Brochures [2]	OA Number	10814
		Box Number	
Description of Item(s)	Official White House photo of the Blue Room, F04275-01, 30Jan1995, Stored in AV regular storage on 12-5-4-6		

Donor Information

Last Name:		First Name:		Middle Name:		Title:	
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Transfer Point		Date of Tranfer	1/23/2013

FOR IMMEDIATE RELEASE
January 31, 1995

WHITE HOUSE ENDOWMENT FUND ANNOUNCES COMPLETION OF BLUE ROOM RENOVATIONS AND REFURBISHING

WASHINGTON, DC -- The White House Endowment Fund is pleased to announce their participation and support in the completion of the renovation of the Blue Room of the White House.

Renovating and refurbishing of the Blue Room began on January 3, 1995. Work done in the Blue Room includes replacing the wall paper, drapes and furniture fabric, repainting the room, and the preservation and conservation of historic objects in the room.

The Blue Room project is the first major White House renovation project funded exclusively by the White House Endowment Fund. The Blue Room will be officially reopened on February 17, 1995 at the bi-annual meeting of the Committee for The Preservation of the White House.

The White House Endowment Fund was established in 1990 as a non-profit charitable organization and subsidiary of the White House Historical Association to raise a $25 million endowment. The purpose of this endowment is to support, in perpetuity, the preservation and conservation of the public rooms of the White House, and the acquisition of objects for the White House collection of fine and decorative arts.

The estimated cost for the renovation and refurbishing of the Blue Room is $358,358.80. Funds sufficient to underwrite the cost of the project were made available through the investment proceeds accrued from the Endowment Fund's current principal of $12 million.

The Chief Usher and Curator of The White House are authorized to request support from the endowment for all projects. The Board of Directors of the White House Endowment Fund is responsible for raising the endowment and approving expenditures within an amount specified for spending each year. Contributions made to the White House Endowment Fund are tax-deductible to the maximum extent allowed by law.

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The Chair of the White House Endowment Fund is Mrs. Nancy M. Folger. More than one hundred and fifty individuals, corporations, and private foundations have contributed to the White House Endowment Fund.

For additional information contact: Mr. Neil Horstman, Executive Vice President, White House Historical Association - 202-737-0025, or, Mrs. Nancy M. Folger, Chair, the White House Endowment Fund - 202-789-1145.

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Attached: List of suppliers

EDITORS NOTE: The Blue Room will be officially unveiled on February 17, 1995 at the meeting of the Committee for the Preservation of the White House. There will be a press preview of the room and an opportunity to talk with the First Lady and the individuals involved in the renovation and refurbishing project at that time. Space for this press preview is limited. Please contact the First Lady's Press Office is you would like to cover this event - 202-456-2960.

WHITE HOUSE ENDOWMENT FUND
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Mrs. Linda Johnson Rice

Mrs. Thomas McLarty

Mr. A. Paul Prosperi

Mrs. William D. Ruckelshaus

Mr. Alfred R. Stern

Ms. Susan P. Thomases

1995 BLUE ROOM RENOVATION

SUPPLIERS	ESTIMATES OF EXPENDITURES
WALLPAPER (manufacture)	$ 24,215.00
Mr. Thomas Marshall Brunschwig & Fils (914) 684-5800	
WALLPAPER (installation)	$ 13,133.80
Mr. Robert Kelly WRN Associates (413) 243-3489	
FABRIC	$112,000.00
Mr. and Mrs. Edwin Bitter (Adriana) Scalamandre Silks, Inc. (718) 361-8500	
UPHOLSTERY (labor)	$ 38,250.00
DRAPERY (labor)	$ 15,000.00
Mr. Nelson Wurz Nelson Beck of Washington, Inc. (202) 387-4114	
GILDING WORK (furniture)	$ 25,000.00
Mr. Thom Gentle Thom Gentle Consultants (802) 694-1475	
PAINTING & ARCHITECTURAL GILDING	$ 61,560.00
Mr. Brandon Thompson Interiors (703) 519-8870	
MARBLE WORK	$ 3,500.00
Mr. Daniel Errigo U.S. Marble & Granite (301) 595-7400	

REIMBURSEMENT TO THE U.S. GOVERNMENT (labor and other support)	$ 17,200.00
ESTIMATED COST FOR CARPET	$ 48,500.00
<u>ESTIMATE TOTAL</u>	$358,358.80

The White House Endowment Fund

THE WHITE HOUSE ENDOWMENT FUND

BOARD OF DIRECTORS

AGENDA

February 17, 1995

1.	Welcome new Directors Mission of Endowment	Mrs. Folger
2.	Background on the Endowment Fund	Mrs. Craig
3.	Introduction of the First Lady	Mrs. Folger
	- LUNCH -	
4.	Approval of Minutes of September 8, 1995	Mrs. Folger
	- BREAK -	
5.	Review of financial condition and activities - 1994 audit	Mr. Horstman
6.	Revised 1995 Operating Budget	Mr. Horstman
7.	1995 Spending Target	Mrs. Folger
8.	Election of Officers	Mrs. Folger
9.	Election of legal council	Mr. Horstman
10.	1995 audit	Mr. Horstman
11.	Board responsibilities and strategies	Mrs. Folger
12.	Congressional appropriation	George Hartzog
13.	Confirmation of East Room ballot	Mrs. Folger
14.	Board responsibilities and Fund raising strategy	Mrs. Folger
15.	Next meeting	Mrs. Folger

740 Jackson Place, NW ◆ Washington, D.C. 20503 ◆ 202/789-1145

Fax 202/789-0440

The White House Endowment Fund

January 30, 1995

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Dear 2~,

As we approach the end of January, I wanted to be in touch to let you know about the plans for The White House Endowment Fund's first Board meeting of 1995, scheduled for February 17.

By now you should have been contacted by phone regarding the date of the meeting. I have enclosed the agenda for the day's events. I am especially excited about the Blue Room reception which will be the official re-opening of the room following its complete renovation. This is the first project that has been made possible through the efforts of The Endowment Fund.

Although we have our work cut out for us, I am certain that by pooling our ideas and resources, we will be able to meet our fundraising goal of $12 million. Please be thinking of potential donors and bring your thoughts with you on the 17th.

Presently, we are working on putting together the new White House Endowment Fund brochure. We hope that, at the very least, the final draft will be ready by the time of the meeting so that you can see it. So far, the design and layout looks great!

I trust that you have already reserved February 17 on your calendar. In the event that you are unable to attend, please let me know at your earliest convenience. We try to meet only twice a year, so your presence is particularly important at this, our initial gathering.

Prior to our meeting, Mrs. Clinton has graciously invited us to a luncheon at the White House. You should be receiving a separate invitation soon.

Do call if you should have any questions, comments or ideas. I look forward to seeing you soon.

Sincerely,

Nancy Folger
Chairman

740 Jackson Place, NW ◆ Washington, D.C. 20503 ◆ 202/789-1145

Fax 202/789-0440

FRIDAY, FEBRUARY 17TH

SCHEDULE OF EVENTS

12:00 p.m:	Luncheon with Mrs. Clinton The White House
1:00-4:00 p.m:	Meeting and tour of the White House
4:00 p.m:	Reception, The Blue Room

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The White House Endowment Fund

THE WHITE HOUSE ENDOWMENT FUND

BOARD OF DIRECTORS

AGENDA

February 17, 1995

1.	Welcome new Directors	Mrs. Folger
	HRC Speak	
2.	Background on the Endowment Fund	Mrs. Craig
3.	Approval of Minutes of September 8, 1995	Mrs. Folger
4.	Review of financial condition and activities - 1994 audit	 Mr. Horstman
5.	Revised 1995 Operating Budget	Mr. Horstman
6.	Election of Officers	Mrs. Folger
7.	1995 Spending Target	Mrs. Folger
8.	Election of legal counsel	Mr. Horstman
9.	1995 audit	Mr. Horstman
10.	Confirmation of East Room ballot	Mrs. Folger
	sample	
11.	Board responsibilities and Fund raising strategy	Mrs. Folger + Susan Thomases
12.	Congressional appropriation	Mr. Hartzog
13.	Next meeting ———— follow-up Mtg	Mrs. Folger

Tour starts East Room

740 JACKSON PLACE, NW ◆ WASHINGTON, D.C. 20503 ◆ 202/789-1145

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The White House Endowment Fund

The White House Endowment Fund
Fiscal Year 1995 Budget

	Interim	Final Recomendation
Payroll	$45,000	64,800
Payroll Taxes	3,300	4,750
Workmen's Compensation	300	430
Health Insurance	0	2,150
Ins. Other/Bond	5,500	5,500
Office Supplies	350	500
Furniture	0	2,000
Telephone	2,000	2,500
Equip. Maint. and Repair	1,000	1,000
Accounting and Audit	10,600	10,600
Prof. Fees	2,000	2,000
Postage and Shipping	1,000	1,000
Duplicating	350	350
Promo. Mtl./Print.	4,500	22,000
Software	150	150
Directors' Meetings	3,500	3,500
Trust and Invest. Fees	66,000	66,000
Bank Svc. Charges	200	200
Staff Travel/Expenses	5,000	5,000
Fund Raising/Events	9,000	12,000
Misc./Contingency	2,000	2,000
Total	$161,750	$208,430
Percent of Assets:	1.26%	1.63%

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SUMMARY OF WHITE HOUSE ENDOWMENT FUND RESOURCES

JANUARY 1995

(Revised)

Income available for expenditures from past years:

1992:	$38,975
1993:	93,071
1994:	428,414
Total:	$560,460

Calculation of 1995 funds available:

Average market value (1994): $12,502,005

Spending policy options:

@4 percent:	$500,080	@5 percent:	$625,100
Less oper.exp.	220,000		220,000
Total:	$280,080		$405,100
Plus past yrs:	$560,460		$560,460
	$840,540		$965,560
Less obligations:			
-china	$80,000		$80,000
-Blue Room	358,000		358,000
-East Room	280,000		280,000
Net available: in FY '95	$122,540		$247,560

NOTE: The Board of Directors of The Endowment Fund has approved an annual spending policy of five percent (5%) of the average market value, less operating expenses.

THE WHITE HOUSE ENDOWMENT FUND

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January 1995

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THE WHITE HOUSE

WASHINGTON

COMMITTEE FOR THE PRESERVATION OF THE WHITE HOUSE

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THE WHITE HOUSE

WASHINGTON

COMMITTEE FOR THE PRESERVATION OF THE WHITE HOUSE

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$150,000

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$100,000 - $150,000

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$50,000 - $100,000

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$25,000 - $50,000

BBDO
Bell Atlantic Corporation
Chemical Banking Corporation
Exxon Corporation
Gates Corporation
General Mills, Inc.
Johnson and Johnson
Merrill Lynch and Company
Norfolk Southern Corporation
Raytheon Company
Rockwell International
Southern California Edison

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$10,000 - $25,000

B.F. Goodrich Company
Bechtel Group
BellSouth Corporation
Dresser Industries
K Mart Corporation
Motorola, Inc.

$5,000 - $10,000

Archer-Daniels-Midland Company
Burson-Marsteller
Cooper Industries
Emerson Electric Company
Hospital Corporation of America
Humana, Inc.
International Paper Company
Rubbermaid, Inc.
Springs Industries
Woodward Governor Company

$1,000 - $5,000

Borg-Warner Corporation
Marsh McLennan Companies
Multimedia, Inc.
Luther King Capital Management

$1 - $1,000

Plexus Corporation

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FOUNDATION CONTRIBUTIONS

$1,000,000

The Annenberg Foundation

$500,000 - $1,000,000

Anne Burnett and Charles Tandy Foundation
The Henry L. Hillman Foundation, Inc.

$250,000 - $500,000

Abell Hanger Foundation

$100,000 - $250,000

The American Bicentennial Presidential Inaugural Committee
The Amon G. Carter Foundation
The Charles Engelhard Foundation
Hallmark Corporate Foundation
The John S. and James L. Knight Foundation
The Henry Luce Foundation

$25,000 - $50,000
Charles E. Culpepper Foundation
Bradford M. Freeman Foundation
The George Gund Foundation
The Whitney Foundation

$10,000 - $25,000

S.D. Bechtel Foundation
The Justin Dart Family Foundation
Edward C. Johnson Fund
Herrick Foundation
The Marjorie Merriweather Post Foundation
The Priddy Foundation
The Solow Foundation
The John L. Weinberg Foundation

$5,000 - 10,000

The Ruth and Vernon Taylor Foundation
The Whitehead Foundation

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PRIVATE CONTRIBUTIONS AND PLEDGES

$1,000,000

Mr. and Mrs. Perry Bass

$250,000 - $500,000

Mr. and Mrs. Earle M. Craig, Jr.
Mr. David Rockefeller

$100,000 - $250,000

The Honorable and Mrs. William P. Clements, Jr.
Mr. and Mrs. Donald Hall
Mr. and Mrs. Frederic Hamilton
Mr. and Mrs. Roger Horchow
The Honorable and Mrs. John J. Louis, Jr.
Mr. and Mrs. Peter O'Donnell, Jr.
Mr. Richard M. Scaife and Mrs. Margaret R. Battle

$50,000 - $100,000

Mr. and Mrs. David A. Jones
Mrs. Jack C. Massey

$25,000 - $50,000

Mr. and Mrs. George P. Caulkins, Jr.
Mrs. Frances G. Scaife
Mrs. Margueritte Stevens

$10,000 - $25,000

Ms. Gillian Attfield
Mrs. Robert W. Duemling
Mr. and Mrs. Graham Gund

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$5,000 - $10,000

Mr. and Mrs. Nelson Doubleday
Mr. and Mrs. George B. Hartzog, Jr.
Mr. and Mrs. A. Minis, Jr.
Mr. and Mrs. Eugene R. Monroe
Mr. and Mrs. Hardy Oliver, Jr.
Mr. and Mrs. B.J. Pevehouse
Mr. Alfred R. Stern
Mr. and Mrs. Robert D. Stuart, Jr.

$2,500 - $5,000

Mr. and Mrs. Gordon Gund
Mr. Mark Hampton
Mr. and Mrs. Neil W. Horstman

$1,000 - $2,500

Ms. Joan Bingham
Mr. Bill Blass
Mrs. Gardner Cowles
Mr. and Mrs. Lester Crown
Mr. and Mrs. Maurice T. Cutler
Mr. and Mrs. Reed Dulany
Ms. Joan Irwin Green
Mrs. Lyndon B. Johnson
Mr. and Mrs. Samuel C. Johnson
Mr. William D. Kleine
Mr. and Mrs. Jack Laughery
Mr. and Mrs. Emil Mosbacher
Mr. and Mrs. Carl Mueller
Mrs. Roy E. Naftzger
Mr. Leon Pascucci
Mr. and Mrs. Gordon Pattee
Mrs. Duncan V. Patty
Mr. and Mrs. Paul Reber
State Historical Society of Wisconsin
Mr. and Mrs. Robert Wohlgemuth

$1 - $1,000

Alexandria Historical Society, Inc.
Baltimore Museum Antiques Show
Mr. Nathaniel Crane
Mrs. David N. Danforth
Dixon Gallery and Gardens
Mrs. Arlen I. Erdahl
Mrs. Deborah Fly

The White House Endowment Fund

Mrs. Gerald R. Ford
Friends of the Lighthouse Museum
Mrs. Ruth E. Ganister
Haviland Collectors International
International Platfom Association
Mr. Wally Kleine
Ms. Patricia H. Labalme
Mr. James Gregory Lord
Ms. Betty Monkman
Mrs. Judith C. Mullen
Nation Society of Colonial Dames
Mr. and Mrs. John Pierrepont
Mrs. Hilton S. Read
Mr. and Mrs. Richard M. Reber
Dr. and Dr. Richard G. Reese
Mr. and Mrs. Jack M. Sneider
St John's Church
Mr. and Mrs. W. Laird Stabler, Jr.
The Tuscaloosa County Preservation Society
Mr. and Mrs. Robert A. Underhill
Mr. George P. Viegelman
Mr. Lowry Watkins, Jr.
Mr. Raymond J. Wean, Jr.
Mr. Craig M. Weaver
Winnetka Community House
Mrs. Jane M. Wolf
The Woodrow Wilson Birthplace and Museum

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MEMORANDUM

TO: Endowment Fund Board of Directors

FROM: Neil W, Horstman Neil

DATE: February 1, 1995

RE: Quarterly Report on Investment Performance and Fund Activities

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As of December 31, 1994, the market value of the total portfolio was $13,136,273. The breakdown of the Fund's portfolio by asset class was as follows:

Fixed Income (Morgan Stanley)	$4,090,040	31%
Equities (Luther King)	$8,077,476	62%
Cash (Riggs)	$968,757	7%

On December 31, 1994, the Equities portfolio included common stock investments of $7,081,823 which comprised 87.7% of total assets. The balance of the portfolio was held in short-term investments pending future stock investments. This percentage is up considerably from the 60.6% of the total portfolio in stocks at the end of the quarter on September 30, 1994. This date was soon after the transfer of additional monies to the Equities portfolio which was in response to the decision of the Board earlier that month to increase the percentage of total assets in the Equities portion.

During the quarter ending December 31, 1994, the Equities portfolio had a total return of 0.8% while the total return for calendar year 1994 was 0.7%. The investment results in the S&P 500 Index for the quarter was (0.02%) and 1.3% for the year.

The return on the Fixed Income portfolio was 0.62% for the quarter and (3.1%) for the year. The Lehman Brothers Government and Corporate Bond Index as (1.9%) for the year. The return on Cash for the year through December 31, 1994 was 5.11%.

Copies of the Luther King report on the Fund's portfolio and the Fund's December 31 Financial Report are enclosed. Excerpts from Cambridge Associates' latest report on the market environment for

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your comparative review also are enclosed.

The following contributions and new pledges were received during the past quarter. Those marked with an asterisk (*) represent the final payment on multi-year pledges.

Name	New Pledge	Contribution
Tuscaloosa County Pres. Soc. (Miss Betty Monkman)		$500
The Annenberg Foundation		$200,000*
PepsiCo Inc.		$10,000*
The Boeing Company		$20,000
Mrs. Judith C. Mullen		$100
Dresser Industries		$2,000*
Raymond John Wean Foundation		$150
Bradford M. Freeman Foundation		$5,000
Mr. and Mrs. Neil W. Horstman	$2,500	$500
Citibank		$10,000*
Southern California Edison Co.		$5,000*
The Walt Disney Company		$30,000*
Luther King Capital Management		$1,500
Capital Cities/ABC, Inc.		$15,000*
Viacom (for Paramount)		$10,000*
Mr. and Mrs. Maurice R. Cutler		$500

All pledges which are in good standing (i.e. those who have been making regular payments) with renewal dates through last December are current. Contact was made with Hill & Knowlton which had pledged $4,000 but never made any payments. The new chief executive responded that, because of other commitments, they could not honor the pledge made by the prior CEO.

Enclosed you will find cost estimates for the Blue Room and the East Room projects. Both the Blue Room and East Room will be completed for the February 17 unveiling by Mrs. Clinton. The only remaining work is installation of a new Blue Room carpet which is expected to be delivered in April. A copy of the Fund's press release for the Blue Room is enclosed.

The following new Directors were elected to The Endowment Fund Board of Directors at the January 25 meeting of the White House Historical Association Board of Directors:

Mrs. William D. Ruckelshaus
Mrs. Thomas McLarty
Ms. Linda Johnson-Rice
Mrs. Anne Fisher
Mrs. Suzanne V. Hascoe

Offices were established on the second floor of 740 Jackson Place for the Chairman and Administrative Assistant. Miss Laura

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Wilderman was hired by the Chairman to fill this position. As earlier reported, the Association has agreed to permit this to be an Association position in order to be able to provide health insurance benefits. Combining positions under one organization will reduce paperwork and reporting requirements.

A mock-up design for a new Endowment Fund brochure has been received and will be presented at the next Board meeting. The cover features a reproduction of an historic print of the White House and photographs illustrate the renovation of the Blue Room as the first major project of The Fund.

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WHITE HOUSE ENDOWMENT FUND

Statement of Financial Condition As of December 31, 1994

ASSETS

CURRENT ASSETS:		
Cash:		
On Deposit in Bank(s)	$19,566	
		$19,566
Investments:		
Cash or Cash Equivalents - Riggs	$ 968,757	
Equities - Luther King	7,572,411	
Fixed Income - Morgan Stanley	3,914,342	
Donated Stock - Luther King	299,978	
		$12,755,488
TOTAL CURRENT ASSETS:		$12,775,054
FIXED ASSETS:		0
TOTAL ASSETS:		$12,775,054

LIABILITIES & RESOURCES

CURRENT LIABILITIES:		
Accounts Payable	$34,674	
TOTAL LIABILITIES:		$34,674
RESOURCES:		
Accumulated Revenue:		
Excess Revenue over Expenses:		
Prior Year:	$12,842,709	
Unrealized Gain/Loss on Investment:	(431,577)	
Current Year:	329,248	
NET RESOURCES:		$12,740,380
TOTAL LIABILITIES AND RESOURCES		$12,775,054

WHITE HOUSE ENDOWMENT FUND

Revenue and Expense Statement

October 1, 1994 through December 31, 1994

	Current Month	Fiscal Year To Date	Budget	Difference
REVENUE:				
Donations:	$ 46,500.00	$284,750.00		
Investment/Interest Income:	$ 28,067.86	105,343.16		
Gross Revenue:	$ 74,567.86	$390,093.16		
EXPENSES:				
Payroll/Benefits	$8,725.02	$ 8,725.02	$45,000	$36,274.98
Payroll Taxes	303.78	303.78	3,300	2,996.22
D.C. Workmen's Compensation	0	0	300	300.00
Insurance Other/Bond	0	0	5,500	5,500.00
Office Supplies	144.99	182.27	350	167.73
Telephone	184.32	368.40	2,000	1,631.60
Equip. Maint. & Repair	0	0	1,000	1,000.00
Accounting & Auditing	5,300.00	5,900.00	10,600	4,700.00
Professional Fees	0	0	2,000	2,000.00
Postage/Shipping	0	0	1,000	1,000.00
Duplicating	0	0	350	350.00
Promotional Material/Printing	0	0	4,500	4,500.00
Software	0	0	150	150.00
Directors' Meetings	0	0	3,500	3,500.00
Trust and Investment Fees	1,613.43	15,909.78	66,000	50,090.22
Bank Service Charges	12.00	37.92	200	162.08
Staff Travel/Expenses	0	0	5,000	5,000.00
Fund Raising/Events	0	0	9,000	9,000.00
Miscellaneous/Contingency	325.83	331.83	2,000	1,668.17
TOTAL EXPENSES:	$16,609.37	$31,759.00	$161,750	$129,991.00
SUB-TOTAL	$57,958.49	$358,334.16		
WHITE HOUSE CONTRIBUTION	$21,526.25	$29,086.00		
EXCESS REVENUE (LOSS) OVER EXPENSES:	$36,432.24	$329,248.16		

MARKET ENVIRONMENT

Domestic Common Stocks

Market lore asserts that as January goes, so goes the year. Not in 1994. Despite a steady rise in intermediate- and long-term interest rates from their October 1993 lows, the stock market worked its way higher through January, topping out right before the Federal Reserve finally acted on February 4. The broad domestic stock indexes dropped sharply from early February until the end of March, bounced and dropped back in the second quarter, rallied strongly in July and August, struggled to maintain those gains in September and October, hit the skids again in November, and staged a modest Santa Claus rally at the end of the year.

For the year as a whole, the Dow Jones Industrial Average (DJIA) returned 5.0%, handily outstripping the S&P 500, which returned 1.3%, the Wilshire 5000, which returned -0.1%, and the Russell 2500 index of smaller-cap stocks, which returned -1.1%. As these data indicate, large-cap stocks outperformed mid- and small-cap stocks, with returns of 1.6%, -3.4%, and -2.4%, respectively. Both value and growth stocks were battered in the first quarter of the year, although value worse than growth. In the second quarter, however, indications of strong corporate earnings led to a rebound in value stocks, while growth continued to languish. Stocks of all types and sizes recovered dramatically in the third quarter, with growth and value posting equally strong returns. Finally, both lost ground again in the fourth quarter, but growth more so than value. For the year, mid- and large-cap value stocks returned just over 2.0%, while large-cap, defensive growth stocks suffered a return of -1.8%, and small-cap growth a return of -5.1%. In fact, by the end of the year, despite some recovery in December, approximately two-thirds of the largest 3000 stocks were selling below their prices at the end of January. The general perception is that 1994 was a year of both pain and volatility, but in fact the S&P traded in a very narrow range -- the narrowest on record -- with a price swing from high to low of only 8.9%.

In December, stocks sagged in the first eight days of trading, but then advanced steadily until the last few days of the month, when they gave up a few points. For the month, the DJIA returned 2.8%, the S&P 500, 1.5%, the Wilshire 5000, 1.3%, and the Russell 2500, 2.2%. Positive returns in October and December were not sufficient, however, to offset the damage inflicted in November: in the fourth quarter, only the DJIA eked out a positive return, 0.5%; the S&P 500 returned zero, the Wilshire 5000, -0.8%, and the Russell 2500, -2.1%.

There was very considerable dispersion of returns in 1994 among the 13 economic sectors of the S&P 500. The most profitable sector, returning 18.2%, was miscellaneous business services, which includes computer software companies and whose five-year cumulative return of 159.2% is almost double that of any other sector, and three times that of the S&P 500. Consumer basic was the next best sector, returning 10.2% for the year. The weakest sectors were transportation, -18.8%, utilities, -12.5%, unrelated conglomerates, -9.3%, and retail trade, -7.9%. The best performing sectors in the fourth quarter were utilities, 4.6% and consumer basic, 4.2%, while the worst were retail trade, -6.1%, primary manufacturing/processing, -5.9%, and transportation and shelter, which both returned -5.3%.

International Common Stocks.

Dollar investors earned a return of 7.8% from the Morgan Stanley Capital International EAFE index in 1994, entirely as a result of the weak dollar -- in local currency terms, EAFE returned -2.0%. Among the major foreign markets, the strongest was Japan, which returned 21.4% to dollar investors and

8.6% in local currency. Currency gains enabled U.S investors to earn 4.7% in the German market, despite a return of -6.6% in local currency, and to trim a local currency return of -7.0% in the United Kingdom to a dollar return of -1.6%. The weakest markets in the EAFE index were Hong Kong, which returned -28.9% in dollars (-28.8% in local currency), and Malaysia, which returned -19.9% in dollars, and -24.1% in local currency.

Malaysia is also one of the two largest components of the MSCI Emerging Markets indexes, the other being Mexico, which declined 44.4% to dollar investors, largely as a result of the recent peso devaluation that produced a whopping 35.4% decline in December alone. Under these circumstances, it is a testament to the diversification among emerging markets that for the year as a whole, the MSCI Emerging Markets Global Index declined only 2.4% and the MSCI Emerging Markets Free Index, only 8.7%. (However, it is worth noting that China, another major casualty of 1994, is not included in such indexes.) From their highs in late January, the emerging market indexes dropped like a stone through the end of April, bounced and then tested their lows in May and June, rocketed to new highs in the third quarter, and have been heading straight down again since mid October, losing 8.1% in December, and 14.7% in the fourth quarter. As we keep repeating, those who want to ride this roller coaster should get on board only in the troughs.

December was a relatively quiet month among the developed markets: The EAFE index returned 0.6%, and most of the major component countries registered modest gains both in local currency and in dollar terms. As in the United States, however, the recent firming in foreign markets did not erase November's declines. For the fourth quarter, the EAFE index returned -1.0%, reflecting a return of -1.3% in Japanese stocks and only slightly positive returns from other major component countries.

At the start of 1994, the consensus expectation was that the dollar would gain strength against most major currencies, and this prediction proved flat-out wrong. Instead, the greenback headed south at a determined pace through the end of April. A modest rally in May raised hopes that were quickly dashed in June. For the next four months, the dollar struggled to hold its value, but by the end of October had sunk to a post-war low against the yen. Since then it has moved gradually higher, closing the year at 99.60 yen (up from a low of 96.65), and 1.55 deutsche marks (up from a low of 1.49), a decline for the year of 10.8% against each of these major currencies. Although it is premature to suggest that this represents a long-term turn in the dollar's fortunes, holders of non-dollar assets would certainly appear to be at greater risk of exchange-rate losses than was the case a year ago.

The Bond Markets

At the end of 1993, 91-day Treasury bills yielded 3.12%; by the end of January, 1994, that yield had slid to 3.02%, but from that point forward, it was all uphill. By early December, the yield had almost doubled, to 6.00%, and closed the year at 5.72%. Five-year Treasury note yields rose from a low of 4.95% in January to a high of 7.86% in late December, and closed the year at 7.83%. Ten-year Treasury note yields surged from a low of 5.60% in January, to a high of 8.05% in December, and closed at 7.84%. And long bond yields, represented by the 30-year Treasury, ran up from 6.17% in January to 8.16%, before the curve flattened sharply, bringing their yield back to 7.89% at year end. Intermediate- and long-term bond yields may well rise above 8.00% again in 1995, and we would regard them as offering compelling value at that level.

In general, bond yields first rose and then fell back in December, allowing fixed income investors to earn their coupon. For the month, the Salomon Brothers High-Grade Bond Index returned 1.6%, the Lehman Brothers Aggregate and the Lehman Brothers Government/Corporate Bond indexes, 0.7%, and 91-day Treasury bills, 0.5%. Fixed income returns were also positive -- but barely -- for the fourth quarter: the Salomon Brothers High-Grade Bond Index returned 1.2%, the Lehman Brothers Aggregate and the Lehman Brothers Government/Corporate indexes, 0.4%, and 91-day Treasury bills, 1.4%. As these numbers suggest, most of the pain inflicted on fixed income investors came earlier in the year, particularly in the months following the first Fed rate hike on February 4, as leveraged investors were forced to scramble for cover at any price. As any band of distraught bond traders will tell you, the index data give little indication of how much blood was shed. For the year, the Salomon Brothers High-Grade Bond Index returned -5.8%, the Lehman Brothers Aggregate, -2.9%, the Lehman Brothers Government/Corporate, -3.5%, and 91-day Treasury bills, 4.5%. However, the -12.0% total return of the 30-year Treasury bond and the -4.0% return of the five-year note were among the worst this century (although not as brutal if measured in terms of real return), and give some idea of the damage suffered by those who stubbornly clung to leveraged bets on declining rates.

Because lower-quality stocks were strong early in the year, high-yield bonds, a hybrid of fixed-income and low-quality equity, managed to avoid significant losses in 1994. For the year, the Salomon Brothers High-Yield Market Index returned -1.3%; in December the return was 1.1%, and for the fourth quarter, zero. With the exception of CCC-rated issues, for which the ratio of current yield to that of comparable maturity Treasury bonds is at the average of the past eight years, high-yield bonds currently trade at historically narrow yield premia, which suggests that investors are relatively poorly compensated for assuming the additional risk inherent in lower-quality securities.

For the most part, international bond markets fared no better than the United States, as the general expectation of declining interest rates in Europe proved misplaced. However, dollar-based investors obviously benefitted from the dollar's depreciation. Looking at the bond markets of Austria, Belgium, Canada, Denmark, France, Germany, Italy, Japan, the Netherlands, Spain, Britain, and the emerging markets, one finds losses across the board in 1994 -- not one of these markets recorded a positive return in local currency terms. In dollar terms, however, only Canada, the United Kingdom, and the emerging markets finished the year in the red. The Salomon Brothers Non-Dollar World Bond Index returned 2.6% for the year (zero in December and 0.9% in the fourth quarter), while the J.P. Morgan Emerging Markets Debt Index returned -11.5% (-6.2% in December and -8.4% in the fourth quarter). The devaluation of the Mexican peso comes as a salutary reminder of the precarious and dependent condition of some emerging markets, despite their longer-term promise. Nevertheless, the sell-off in emerging markets debt and the probability of appreciation in the currencies of the most robust developing countries both suggest that this is an area of considerable opportunity for those with the requisite expertise.

The Outlook for 1995

The **bullish** case for stocks is based on:

- **Historical precedent**, which indicates that when stocks have returned less than 5%, the range of subsequent year returns has been from good to blockbuster. Similarly, stock investors have often been punished in the second year of a presidential cycle only to be handsomely rewarded in the third year.

- **Current sentiment**, as measured by investment newsletters, the put-call ratio, and so on -- all of which is mighty bearish. Contrarian logic asserts that the stock market hits bottom when sentiment reaches bearish extremes because weak investors have capitulated and sold out, cursing the day they ever bought stocks, leaving the market with only one direction in which it can now go -- up. Today's pervasive bearishness therefore suggests that a humdinger rally could be imminent. However, sentiment is tricky. Investors may be **saying** that the outlook for stocks is terrible, but they still don't appear to be **acting** on that conviction. Although the tidal wave of money pouring into stock funds has dried to a trickle, it has not reversed, indicating that investors have by no means thrown in the towel. (In this context it is worth noting that money has drained out of **bond** funds at an accelerating rate since last spring, as more and more investors abandoned that ship.)

- **Predictions of a non-inflationary, synchronous global expansion**. The current consensus is that in 1995 the U.S. economy will slow down, but not reverse, while the European and (to a lesser extent) the Japanese economies will continue to strengthen, resulting in mutually beneficial, benign, non-inflationary, synchronous global recovery. Indeed, if domestic corporate earnings match current expectations ($31.33 for the S&P 500 companies) and inflation remains subdued (3.5% or less), 1995 could be a year of double-digit returns for U.S. stocks. Currently, there is little evidence of impending recession in the United States; 1996 is a better candidate for economic contraction. In fact, the leading candidate for upset of the year is a scenario in which the U.S. and British economies gain further strength while the continental European and Japanese recoveries stall out, the one choked by high interest rates, the other by structural impediments to reflation. Under these circumstances, the dollar would strengthen, EAFE returns would disappoint, and U.S. investors would again have to judge whether strong corporate earnings sufficiently offset the malign effect of the higher interest rates which continued expansion would provoke.

The **bearish** case for stocks is based on:

- **Diminishing liquidity**. Never fight the Fed. At some point, not far from current levels, higher short-term rates choke the economy, and stocks wither. Although many stocks sold off sharply in 1994, the broad indexes have not yet suffered a decline commensurate with the sharp rise in interest rates.

- **Diminishing liquidity**. Bank loans to businesses have risen sharply and are still accelerating; in other words, money is flowing out of financial assets and into the real economy.

- **Diminishing liquidity**. Inflows to bond funds have reversed and inflows to stock funds may follow suit. This has already happened to international and emerging markets funds; domestic funds could be next, pulling out a very important prop from under the market.

- **Valuations**. Although higher earnings have resulted in the price-earnings ratio declining to a reasonable level, the dividend yield and book value of the S&P 500 remain at the extreme ends of their historical ranges. Moreover, the bond yield to stock dividend yield ratio is relatively high, and the Fed's earlier reluctance to act aggressively has diminished the probability that this yield gap will narrow as a result of sharply lower bond rates.

- **Shocks to the system**. Orange County could prove the tip of the leveraged derivatives iceberg. Other potential problems include the dire fiscal straits of some major economies (e.g., Canada and Italy).

- **Omens from the utility and transportation sectors**. A longstanding theory (supported by common sense and historical precedent) argues that extreme divergence among the Dow Jones utility, transportation, and industrial averages is unsustainable. Because it has not declined to anything like the same extent as the transportation and utility averages (down 17.4% and 20.8% respectively in 1994), the industrial average is perceived by Dow theorists as living on borrowed time.

After being surprised and disappointed by repeated Fed tightening last year, investors now seem resigned to further rate hikes in the next few months. The latest consensus seems to be that, in the face of rising rates, stocks will weaken in the first half of the year, but then rally once the Fed has finished its dirty work and set the economy back on a low-growth, non-inflationary path that will allow continued expansion and a subsequent decline in rates. Perhaps -- but given the pervasive uncertainties of the moment, this seems too pat. Amid all the daily noise and clatter of the marketplace, three headline events in December send ominous messages: first, Orange County's bankruptcy filing may not be the last of the derivatives fiasco, but an augury of things to come. Second, the devaluation of the Mexican peso vividly illustrates a point we have hammered repeatedly: diminished liquidity squeezes weaker markets first and hardest -- as the Fed's fist tightens, other weak markets may also implode. Finally, a flattening yield curve is usually bearish for stocks.

Early in the new year, a few points seem relatively clear: the Fed has not finished tightening because the economy continues to gain strength. Unemployment is at levels historically associated with full employment and therefore rising wages (a lagging indicator of inflation). Similarly, capacity utilization is at or near levels historically associated with price pressures. With the important exception of oil, last year's significant rise in industrial commodity prices appears to be accelerating, and is beginning to funnel through to higher consumer prices (e.g., for automobiles). All this is bad news for stocks and suggests that bond yields might well top 8.0% again, even if the yield curve remains as flat as it is today. Of course, stocks are better priced than they were a year ago, but until these adverse conditions appear likely to ameliorate, stocks remain vulnerable to higher inflation on the one hand, and to diminished profitability on the other. Under such circumstances, bonds at yields of 8.0% or better still look like an appealing alternative.

CAPITAL MARKET RETURNS

Index	Total Return (%) One-Month 12/1/94-12/31/94	Three-Month 10/1/94-12/31/94	Fiscal YTD 7/1/94-12/31/94	Calendar YTD 1/1/94-12/31/94	Trailing Five-Year 1/1/90-12/31/94
S&P 500	1.48	-0.02	4.87	1.32	51.75
Dow Jones Industrials	2.78	0.47	7.25	5.02	62.98
Wilshire 5000	1.35	-0.77	4.62	-0.06	52.60
Russell 2500	2.15	-2.12	4.89	-1.06	67.27
NASDAQ Composite*	0.22	-1.61	6.52	-3.20	65.33
Large-Capitalization	1.44	0.33	5.25	1.63	47.30
Mid-Capitalization	1.02	-2.91	3.24	-3.36	56.44
Small-Capitalization	2.35	-2.41	5.23	-2.39	65.86
MSCI EAFE	0.63	-1.02	-0.92	7.78	7.71
MSCI World	0.94	-0.73	1.40	5.08	19.74
MSCI Emerging Markets Free*	-8.10	-14.67	2.80	-8.67	129.43
Salomon Brothers High-Yield Market	1.12	0.03	1.31	-1.25	77.72
Salomon Brothers High-Grade Bond	1.57	1.24	1.29	-5.76	49.38
Lehman Brothers Aggregate Bond	0.69	0.38	0.99	-2.92	44.64
Lehman Brothers Government/Corporate Bond	0.66	0.37	0.86	-3.51	44.93
Merrill Lynch 1- to 3-Year Treasuries	0.23	0.00	0.99	0.57	38.08
91-Day Treasury Bills	0.48	1.36	2.53	4.45	27.38
Salomon Brothers Non-U.S. Dollar World Bond	-0.02	0.90	2.75	2.64	78.79
J.P. Morgan Traded Global Government Bond	0.23	0.45	1.64	1.28	53.39

Notes: The large-, mid-, and small-capitalization indexes are calculated based on quarterly data provided by Standard & Poor's Compustat, which includes data from first quarter 1973 through fourth quarter 1994. For the purpose of these analyses, large-capitalization stocks are defined as the largest 250 issues. Mid-capitalization stocks are defined as the next largest 250 issues, plus any issues with a capitalization greater than $750 million. Small-capitalization stocks are defined as the next largest 1,500 stocks in the Compustat universe, subject to a minimum market capitalization of $25 million from 1973 through 1983, $75 million from 1984 through 1993, and $100 million from 1994 to the present.

*Capital change only.

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INVESTMENT SUMMARY	TOTAL COST	CURRENT VALUE	% OF PORT	INDICATED INCOME	CUR YIELD
CASH EQUIVALENTS	498,131.69	498,131.69	6.2	25,902.85	5.2
EQUITIES					
FOODS & BEVERAGES	179,306.50	181,250.00	2.2	3,600.00	2.0
HSEHLD PRDS & TOILETRIES	425,384.34	508,000.00	6.3	12,200.00	2.4
TEXTILES & SHOES	127,500.00	118,750.00	1.5	1,600.00	1.3
ENTERTAINMENT & LEISURE	580,947.00	563,987.50	7.0	12,160.00	2.2
PUBLISHING & BROADCAST	277,312.40	334,362.50	4.1	5,400.00	1.6
RETAILING	481,291.96	505,848.50	6.3	4,806.56	1.0
AEROSPACE	333,834.10	311,625.00	3.9	4,500.00	1.4
CHEMICALS & FERTILIZERS	428,949.50	442,375.00	5.5	7,720.00	1.7
DIVERSIFIED INDUSTRIALS	250,833.50	259,925.00	3.2	5,072.00	2.0
HOMEBUILDING	202,669.40	182,000.00	2.3	1,600.00	0.9
PAPER & FOREST PRODUCTS	292,293.00	290,450.00	3.6	8,516.00	2.9
STEEL	136,285.70	126,250.00	1.6	1,000.00	0.8
ELECTRONICS	52,119.32	104,400.00	1.3	720.00	0.7
TELECOMMUNICATIONS	346,527.86	413,637.50	5.1	250.00	0.1
EXPLORATION & PRODUCTION	311,190.00	307,125.00	3.8	3,110.00	1.0
OIL-DOMESTIC	88,970.40	94,600.00	1.2	3,520.00	3.7
OIL-INTERNATIONAL	303,407.00	325,475.00	4.0	14,780.00	4.5
DRUG & HEALTH CARE SUPP	792,009.48	862,600.00	10.7	18,866.00	2.2
HEALTH CARE SERVICES	83,500.17	103,125.00	1.3	2,100.00	2.0
RAILROADS	179,012.00	158,812.50	2.0	6,020.00	3.8
SHIPPING & FREIGHT	236,135.00	294,750.00	3.6	1,800.00	0.6
BANKS	325,355.00	294,375.00	3.6	8,560.00	2.9
INSURANCE	182,402.50	183,625.00	2.3	7,540.00	4.1
TELEPHONE UTILITIES	89,633.30	114,475.00	1.4	3,648.00	3.2
TOTAL EQUITIES	6,706,869.43	7,081,823.50	87.7	139,088.56	2.0
MUTUAL FUNDS	500,000.00	497,521.04	6.2	0.00	0.0

INVESTMENT SUMMARY	TOTAL COST	CURRENT VALUE	% OF PORT	INDICATED INCOME	CUR YIELD
TOTAL INVESTMENTS	7,705,001.12	8,077,476.23	100.0	164,991.41	2.0
TOTAL VALUE	7,705,001.12	8,077,476.23	100.0%	164,991.41	2.0%

	-PURCHASE INFORMATION-		---CURRENT MARKET---		% OF	INDICATED	CUR
	AVG COST	TOTAL COST	PRICE	TOTAL VALUE	PORT	INCOME	YLD
CASH EQUIVALENTS							
498,131 SEI CASH + TREASURY 2 5.200	1.00	498,131.69	1.00	498,131.69	6.2	25,902.85	5.2
EQUITIES							
FOODS & BEVERAGES							
5,000 PEPSICO INC	35.86	179,306.50	36.25	181,250.00	2.2	3,600.00	2.0
TOTAL FOODS & BEVERAGES		179,306.50		181,250.00	2.2	3,600.00	2.0
HSEHLD PRDS & TOILETRIES							
2,000 COLGATE-PALMOLIVE CO	60.82	121,650.00	63.37	126,750.00	1.6	3,280.00	2.6
1,400 GILLETTE COMPANY	53.69	75,160.12	74.87	104,825.00	1.3	1,400.00	1.3
3,000 KIMBERLY-CLARK CORP	54.38	163,153.00	50.37	151,125.00	1.9	5,280.00	3.5
2,800 PREMARK INTL INC	23.36	65,421.22	44.75	125,300.00	1.6	2,240.00	1.8
TOTAL HSEHLD PRDS & TOILETRIES		425,384.34		508,000.00	6.3	12,200.00	2.4

	-PURCHASE INFORMATION- AVG COST	TOTAL COST	---CURRENT MARKET--- PRICE	TOTAL VALUE	% OF PORT	INDICATED INCOME	CUR YLD
TEXTILES & SHOES							
10,000 JUSTIN INDUSTRIES INC	12.75	127,500.00	11.87	118,750.00	1.5	1,600.00	1.3
TOTAL TEXTILES & SHOES		127,500.00		118,750.00	1.5	1,600.00	1.3
ENTERTAINMENT & LEISURE							
10,500 BRUNSWICK CORP	20.40	214,184.50	18.87	198,187.50	2.5	4,620.00	2.3
4,000 EASTMAN KODAK COMPANY	49.83	199,334.50	47.75	191,000.00	2.4	6,400.00	3.4
3,800 WALT DISNEY COMPANY	44.06	167,428.00	46.00	174,800.00	2.2	1,140.00	0.7
TOTAL ENTERTAINMENT & LEISURE		580,947.00		563,987.50	7.0	12,160.00	2.2
PUBLISHING & BROADCAST							
2,200 A H BELO CORPORATION	42.08	92,571.40	56.50	124,300.00	1.5	1,320.00	1.1
3,000 GANNETT CO INC	47.61	142,835.00	53.25	159,750.00	2.0	4,080.00	2.6
3,500 SAGA COMMUNICATIONS	11.97	41,906.00	14.37	50,312.50	0.6	0.00	0.0
TOTAL PUBLISHING & BROADCAST		277,312.40		334,362.50	4.1	5,400.00	1.6

	-PURCHASE INFORMATION- AVG COST	TOTAL COST	---CURRENT MARKET--- PRICE	TOTAL VALUE	% OF PORT	INDICATED INCOME	CUR YLD
RETAILING							
6,000 CENTRAL TRACTOR FARM & C	15.87	95,250.00	14.50	87,000.00	1.1	0.00	0.0
3,866 HOME DEPOT INC	42.66	164,937.24	46.00	177,836.00	2.2	618.56	0.3
3,300 SHERWIN-WILLIAMS CO	30.26	99,846.52	33.37	110,137.50	1.4	1,848.00	1.7
3,000 WALGREEN CO	40.42	121,258.20	43.62	130,875.00	1.6	2,340.00	1.8
TOTAL RETAILING		481,291.96		505,848.50	6.3	4,806.56	1.0
AEROSPACE							
3,000 RAYTHEON COMPANY	64.58	193,749.10	63.87	191,625.00	2.4	4,500.00	2.3
20,000 UNC INCORPORATED DEL	7.00	140,085.00	6.00	120,000.00	1.5	0.00	0.0
TOTAL AEROSPACE		333,834.10		311,625.00	3.9	4,500.00	1.4
CHEMICALS & FERTILIZERS							
4,000 LOCTITE CORPORATION	43.59	174,354.50	46.50	186,000.00	2.3	3,360.00	1.8
4,000 MORTON INTERNATIONAL INC	28.00	111,994.50	28.50	114,000.00	1.4	1,760.00	1.5
1,200 NCH CORPORATION	70.65	84,784.00	66.87	80,250.00	1.0	1,200.00	1.5
3,500 SYNALLOY CP DEL	16.52	57,816.50	17.75	62,125.00	0.8	1,400.00	2.3
TOTAL CHEMICALS & FERTILIZERS		428,949.50		442,375.00	5.5	7,720.00	1.7

	-PURCHASE INFORMATION- AVG COST	TOTAL COST	---CURRENT MARKET--- PRICE	TOTAL VALUE	% OF PORT	INDICATED INCOME	CUR YLD
DIVERSIFIED INDUSTRIALS							
2,200 MINNESOTA MNG & MFG CO	51.87	114,123.50	53.37	117,425.00	1.5	3,872.00	3.3
3,000 TYCO INTL LTD	45.57	136,710.00	47.50	142,500.00	1.8	1,200.00	0.8
TOTAL DIVERSIFIED INDUSTRIALS		250,833.50		259,925.00	3.2	5,072.00	2.0
HOMEBUILDING							
8,000 CENTEX CORPORATION	25.33	202,669.40	22.75	182,000.00	2.3	1,600.00	0.9
TOTAL HOMEBUILDING		202,669.40		182,000.00	2.3	1,600.00	0.9
PAPER & FOREST PRODUCTS							
1,200 INTERNATIONAL PAPER CO	63.73	76,480.50	75.37	90,450.00	1.1	2,016.00	2.2
12,500 LONGVIEW FIBRE CO	17.27	215,812.50	16.00	200,000.00	2.5	6,500.00	3.2
TOTAL PAPER & FOREST PRODUCTS		292,293.00		290,450.00	3.6	8,516.00	2.9
STEEL							
10,000 RELIANCE STEEL & ALUMINU	13.63	136,285.70	12.62	126,250.00	1.6	1,000.00	0.8
TOTAL STEEL		136,285.70		126,250.00	1.6	1,000.00	0.8

	-PURCHASE INFORMATION-		---CURRENT MARKET---		% OF	INDICATED	CUR
	AVG COST	TOTAL COST	PRICE	TOTAL VALUE	PORT	INCOME	YLD
ELECTRONICS							
1,800 MOTOROLA INC	28.96	52,119.32	58.00	104,400.00	1.3	720.00	0.7
TOTAL ELECTRONICS		52,119.32		104,400.00	1.3	720.00	0.7
TELECOMMUNICATIONS							
3,700 AIRTOUCH COMMUNICATIONS	21.16	78,277.86	29.12	107,762.50	1.3	0.00	0.0
4,000 CELLULAR COMMUNICATIONS	41.91	167,625.00	53.50	214,000.00	2.6	0.00	0.0
5,000 MCI COMMUNICATIONS CORP	20.12	100,625.00	18.37	91,875.00	1.1	250.00	0.3
TOTAL TELECOMMUNICATIONS		346,527.86		413,637.50	5.1	250.00	0.1
EXPLORATION & PRODUCTION							
3,000 ANADARKO PETROLEUM CORP	36.39	109,180.00	38.50	115,500.00	1.4	900.00	0.8
3,000 BURLINGTON RESOURCES INC	38.54	115,630.00	35.00	105,000.00	1.3	1,650.00	1.6
3,500 NOBLE AFFILIATES INC	24.68	86,380.00	24.75	86,625.00	1.1	560.00	0.6
TOTAL EXPLORATION & PRODUCTION		311,190.00		307,125.00	3.8	3,110.00	1.0

	-PURCHASE INFORMATION- AVG COST	TOTAL COST	---CURRENT MARKET--- PRICE	TOTAL VALUE	% OF PORT	INDICATED INCOME	CUR YLD
OIL-DOMESTIC							
1,600 AMOCO CORPORATION	55.61	88,970.40	59.12	94,600.00	1.2	3,520.00	3.7
TOTAL OIL-DOMESTIC		88,970.40		94,600.00	1.2	3,520.00	3.7
OIL-INTERNATIONAL							
3,000 EXXON CORPORATION	62.12	186,359.00	60.75	182,250.00	2.3	9,000.00	4.9
1,700 MOBIL CORPORATION	68.85	117,048.00	84.25	143,225.00	1.8	5,780.00	4.0
TOTAL OIL-INTERNATIONAL		303,407.00		325,475.00	4.0	14,780.00	4.5
DRUG & HEALTH CARE SUPP							
5,000 BAXTER INTERNATIONAL INC	27.85	139,246.48	28.25	141,250.00	1.7	5,250.00	3.7
4,500 C R BARD INC	25.92	116,647.50	27.00	121,500.00	1.5	2,700.00	2.2
7,000 FISHER SCIENTIFIC INTL	26.97	188,777.10	24.75	173,250.00	2.1	560.00	0.3
3,100 JOHNSON & JOHNSON	43.89	136,055.90	54.75	169,725.00	2.1	3,596.00	2.1
1,500 SCHERING-PLOUGH CORP	60.55	90,829.50	74.00	111,000.00	1.4	3,060.00	2.8
2,000 SYBRON CORPORATION	22.20	44,398.00	34.50	69,000.00	0.9	0.00	0.0
2,500 UPJOHN COMPANY	30.42	76,055.00	30.75	76,875.00	1.0	3,700.00	4.8
TOTAL DRUG & HEALTH CARE SUPP		792,009.48		862,600.00	10.7	18,866.00	2.2

	-PURCHASE INFORMATION- AVG COST	TOTAL COST	---CURRENT MARKET--- PRICE	TOTAL VALUE	% OF PORT	INDICATED INCOME	CUR YLD
HEALTH CARE SERVICES							
2,500 U S HEALTHCARE INC	33.40	83,500.17	41.25	103,125.00	1.3	2,100.00	2.0
TOTAL HEALTH CARE SERVICES		83,500.17		103,125.00	1.3	2,100.00	2.0
RAILROADS							
3,500 UNION PACIFIC CORP	51.15	179,012.00	45.37	158,812.50	2.0	6,020.00	3.8
TOTAL RAILROADS		179,012.00		158,812.50	2.0	6,020.00	3.8
SHIPPING & FREIGHT							
9,000 INTERTRANS CORPORATION	11.94	107,500.00	13.00	117,000.00	1.4	1,800.00	1.5
9,000 KIRBY CORPORATION	14.29	128,635.00	19.75	177,750.00	2.2	0.00	0.0
TOTAL SHIPPING & FREIGHT		236,135.00		294,750.00	3.6	1,800.00	0.6
BANKS							
5,000 CULLEN FROST BANKERS INC	34.18	170,875.00	30.87	154,375.00	1.9	4,400.00	2.9
4,000 NORTHERN TRUST CORP	38.62	154,480.00	35.00	140,000.00	1.7	4,160.00	3.0
TOTAL BANKS		325,355.00		294,375.00	3.6	8,560.00	2.9

	-PURCHASE INFORMATION-		---CURRENT MARKET---		% OF	INDICATED	CUR
	AVG COST	TOTAL COST	PRICE	TOTAL VALUE	PORT	INCOME	YLD
INSURANCE							
6,500 AMERICAN GENERAL CORP	28.06	182,402.50	28.25	183,625.00	2.3	7,540.00	4.1
TOTAL INSURANCE		182,402.50		183,625.00	2.3	7,540.00	4.1
TELEPHONE UTILITIES							
3,800 ALLTEL CORPORATION	23.59	89,633.30	30.12	114,475.00	1.4	3,648.00	3.2
TOTAL TELEPHONE UTILITIES		89,633.30		114,475.00	1.4	3,648.00	3.2
TOTAL EQUITIES		6,706,869.43		7,081,823.50	87.7	139,088.56	2.0
MUTUAL FUNDS							
47,382 LKCM LKCM SMALL CAP EQUITY PF	10.55	500,000.00	10.50	497,521.04	6.2	0.00	0.0
TOTAL INVESTMENTS		7,705,001.12		8,077,476.23	100.0	164,991.41	2.0

	-PURCHASE INFORMATION-		---CURRENT MARKET---		% OF	INDICATED	CUR
	AVG COST	TOTAL COST	PRICE	TOTAL VALUE	PORT	INCOME	YLD
TOTAL VALUE		7,705,001.12		8,077,476.23	100.0	164,991.41	2.0

MINUTES
of the Meeting of the Board of Directors of
The White House Endowment Fund
September 8, 1994
Willkie Farr & Gallagher, 153 East 53rd Street, New York, NY

CALL TO ORDER

Mrs. Craig welcomed the Directors and called the meeting to order at 10:30 a.m.

Present: Mrs. Craig, Mrs. Folger, Mr. Hartzog, Mr. Melhado, Mr. Prosperi, Mr. Stern, Ms. Thomases, Mr. Scouten (White House Curator), Mr. Horstman (Executive Vice President of the White House Historical Association), and Paul Reber, Fund staff.

Absent: Mrs. Gund, Mr. Horchow.

SECRETARY'S REPORT

Mrs. Craig presented the Secretary's Report on behalf of Mrs. Gund, who could not attend.

Mrs. Craig reported that the Minutes of the October 12, 1993, meeting had been distributed to all Directors. There being no additions or corrections, the minutes were approved as presented.

TREASURER'S REPORT

Mr. Hartzog reported that as of July 31, 1994, The Fund has received, during the fiscal year which began on October 1, 1993, income totalling $1,812,291 which includes $1,285,967 in cash contributions and $526,324 in interest income. Expenses total $56,744. This leaves a net income of $1,755,546. Net income since inception on January 12, 1990, totals $12,851,024.

Under the guidance of The Fund's Financial Management Committee, the endowment has been invested in a combination of equities, fixed income investments and cash. As of July 31, the cash portion of the portfolio totals $1,991,598 or 16% of the portfolio, the equity portion totals $5,410,598 or 44% of the portfolio, and fixed income investments total $5,143,659 or 40% of the portfolio.

Mr. Hartzog then turned the meeting over to Mr. Luther King of Luther King Capital Management, who manages the equity portion of The Fund's investments.

Mr. King presented verbal and written reports on both the market and the performance of The Fund's equity investments. Mr. King explained that the market environment in 1992 and 1993 had been very volatile and during the last year, the market has been flat. This is typical market

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performance given the cyclical nature of the stock market and he does not see anything that should affect the expection of achieving 10% earnings over a five-year period.

At the conclusion of Mr. King's report, there was a discussion among the Directors regarding The Fund's asset allocation. The Directors agreed that the allocation was not weighted heavily enough in favor of equities. Accordingly, a motion was made and seconded that The Fund should increase the percentage of its portfolio invested in stocks to 65%.

The motion passed unanimously.

CHAIRMAN'S REPORT

Mrs. Craig reported that the holding pattern of 1993 continued since the last meeting in October 1993 until just recently. However, several events had taken place during this year-long period:

- in March 1994, on the recommendation of Mrs. Clinton, Susan Thomases and Paul Prosperi were elected to The Endowment Fund Board by mail ballot of the White House Historical Association; at that time Mrs. Clinton also requested that Ms. Thomases serve on the White House Historical Association Board where she took the place of Roger Horchow.

- in April 1994, George Hartzog presented to the Historical Association Board at its spring meeting a clarification of The Endowment Fund's Statement of Purpose/Spending Policy/Procedure for Expenditures. This statement was added to the Long Range Plan of the Historical Association.

- in July 1994, Neil Horstman, Executive Vice President of the Historical Association, met with Mrs. Lieberman of Mrs. Clinton's staff. They discussed additional nominations to The Endowment Fund Board. No names were available at that time, but Mrs. Lieberman said she would work on it during the Clintons' vacation.

Given the expectation that the composition of The Endowment Fund Board will soon change, I believe it is appropriate to review what The Endowment Fund is, its purpose, and its activities.

The Endowment Fund is a wholly-owned subsidiary of the White House Historical Association whose Board members elect the members of The Fund's Board at its annual meeting in January. The members serve for one year, and they elect their own Officers. The White House Endowment Fund was created by the Historical Association for the purpose of raising an endowment of $25 million, income from which is to be used to preserve the historic character of the public rooms of the White House, to conserve objects in the White House's museum quality collection of fine and decorative arts, and to acquire objects for the White House Collection. The Endowment Fund is a public charity, and as such it has an ongoing and continuous obligation to make grants at appropriate levels and to engage in fund-raising activities.

It has been a matter of some concern to the ongoing members of The Fund's Board that The Fund's most recent grant was made in the summer of 1992 in the amount of $28,162 as a partial payment on a rug for the Blue Room, and since then no request has come from the White House for funds to be contributed for purposes consistent with the Statement of Purpose of The Fund.

When The Endowment Fund was established in 1990, it was expected to be a nonpartisan organization. However, experience has proven that that is not the case. Therefore, activities in regard to raising funds to complete the $25 million goal of The Endowment Fund await the election to The Fund Board of persons identified as being able to give themselves and/or are experienced in major fund-raising, especially among the Democratic constituency of the President.

Because of our concern regarding the charitable status of The Fund, we have consulted with attorneys at Baker & Hostetler in Washington. They acknowledge the fact that carrying out the charitable purpose of The Fund is necessarily dependent on the cooperation of government officials, and it is our sincere hope that this cooperation and communication will soon manifest itself.

In conclusion, I would like to touch on three matters:

We all know that fund-raising is a highly specialized effort, and a new Board is being formed. I hope that these qualifications, among others, will be considered: Commitment -- the fund-raiser should believe deeply in the cause and must be willing to work for it and to give to it; contacts -- without a broad range of potential major donors it will be difficult to raise the additional $12.5 million; creativity -- as an example I cite George Hartzog's concept of the White House Commemorative Coin of 1992 which brought $5 million to The Endowment.

Competent staff is essential. The Fund has a small office in the Historical Association building which houses our computer containing all of our information and our fax machine. Paul Reber has been our staunch staff support, but now he has a full-time position with the Mount Vernon Ladies' Association as Director of Development. I urge Bitsey, Susan and Paul Prosperi to address themselves to this important matter immediately.

Future planning is now possible with much greater certainty. For the first time in the history of the White House, a dependable source of funds is available to maintain and enhance the public rooms of the White House. We hope that the Curator of the White House and the White House Historical Association will work together to develop a long-range program in order to make the best use of these funds.

It has been a great privilege and a pleasure for me to serve as Chairman of The White House Endowment Fund, and now I wish much success to those who will complete our mission.

NEW BUSINESS

A. Proposed Purchase of White House China

Mr. Scouten, White House Curator, reported on the proposal to purchase duplicates of the Woodrow Wilson and Franklin Roosevelt china patterns in order to provide additional china for use at White House functions. Because of heavy use, and subsequent loss from breakage, there are often inadequate pieces to serve the many guests entertained at the White House. A third set of china is needed.

Mr. Scouten showed the Board members photographs of the additional pieces needed and indicated that an additional 130 Wilson base plates and enough replacements for the Roosevelt service needed to complete a third set would need to be purchased. Initial discussions with Lenox Company indicated that $80,000 would be needed to produce the reproductions of the original patterns.

The Board unanimously approved the expenditure of $80,000 to purchase this china.

B. Budget

The FY 1995 Budget, which is incorporated into these minutes as Attachment 1, was approved unanimously.

C. Auditor

Mr. Hartzog suggested that the Board approve the appointment of Johnson & Scarborough as The Fund's auditors. However, he suggested that The Fund's Board, in conjunction with the White House Historical Association, review the selection of auditors for the next fiscal year. The motion passed unanimously.

D. Appointment of Officers

It was suggested that new officers be elected as soon as possible in order to take advantage of year-end giving opportunities.

ADJOURNMENT

There being no further business, the meeting was adjourned at 12:02 p.m.

Paul C. Reber
Coordinator
(on behalf of The Fund's Secretary, Mrs. Graham Gund)

Attachment

ATTACHMENT 1

The White House Endowment Fund
Fiscal Year 1995 Budget

Payroll	$45,000
Payroll Taxes	3,300
Workmen's Compensation	300
Ins. Other/Bond	5,500
Office Supplies	350
Telephone	2,000
Equip. Maint. and Repair	1,000
Accounting and Audit	10,600
Prof. Fees	2,000
Postage and Shipping	1,000
Duplicating	350
Promo. Mtl./Print.	4,500
Software	150
Directors' Meetings	3,500
Trust and Invest. Fees	66,000
Bank Svc. Charges	200
Staff Travel/Expenses	5,000
Fund-Raising/Events	9,000
Misc./Contingency	2,000
Total	**$161,750**

FOR IMMEDIATE RELEASE
January 30, 1995

THE WHITE HOUSE ENDOWMENT FUND ANNOUNCES COMPLETION OF BLUE ROOM RENOVATIONS AND REFURBISHING

WASHINGTON, DC -- The White House Endowment Fund today announced the completion of the renovation and refurbishing of the White House's Blue Room. Renovation and refurbishing of the Blue Room began on January 3, 1995. Work done in the Blue Room includes replacing the wall paper, draperies, furniture fabric, repainting the room and the conservation of objects. This is the first major White House renovation project funded exclusively by The White House Endowment Fund. The Blue Room will be officially reopened on February 17, 1995, at the Committee for the Preservation of the White House's bi-annual meeting.

The White House Endowment Fund was established in 1990 as a non-profit charitable organization and subsidiary of the White House Historical Association to raise a $25 million endowment. The purpose of this endowment is to support, in perpetuity, the preservation and conservation of the public rooms of the White House, and the acquisition of objects for the White House collection of fine arts and decorative items.

The estimated cost for the renovation and refurbishing of the Blue Room is $358,000. Funds sufficient to underwrite the cost of the Blue Room project were made available through the investment proceeds accrued from The Endowment Fund's current principal of $12 million. The decision to renovate and refurbish the Blue Room was made in 1990.

The Chief Usher and Curator of the White House are authorized to request support from the endowment for all projects. The Board of Directors of The White House Endowment Fund is responsible for raising the endowment and approving expenditures within an amount specified for spending each year. Contributions made to The White House Endowment Fund are tax-deductible to the maximum extent allowed by law.

The Chair of The White House Endowment Fund is Mrs. Nancy M. Folger. More than one hundred and fifty individuals, corporations, and private foundations have contributed to The White House Endowment Fund.

For additional information contact: Mr. Neil Horstman, Executive Vice President, White House Historical Association - 202-737-0025, or, Mrs. Nancy M. Folger, Chair, The White House Endowment Fund - 202-789-1145.

###

Attached: List of suppliers

1995 BLUE ROOM RENOVATION

SUPPLIERS	ESTIMATES OF EXPENDITURES
WALLPAPER (manufacture) Mr. Thomas Marshall Brunschwig & Fils (914) 684-5800	$ 24,215.00
WALLPAPER (installation) Mr. Robert Kelly WRN Associates (413) 243-3489	$ 13,133.80
FABRIC Mr. and Mrs. Edwin Bitter (Adriana) Scalamandre Silks, Inc. (718) 361-8500	$112,000.00
UPHOLSTERY (labor) **DRAPERY** (labor) Mr. Nelson Wurz Nelson Beck of Washington, Inc. (202) 387-4114	$ 38,250.00 $ 15,000.00
GILDING WORK (furniture) Mr. Thom Gentle Thom Gentle Consultants (802) 694-1475	$ 25,000.00
PAINTING & ARCHITECTURAL GILDING Mr. Brandon Thompson Interiors (703) 519-8870	$ 61,560.00
MARBLE WORK Mr. Daniel Errigo U.S. Marble & Granite (301) 595-7400	$ 3,500.00

REIMBURSEMENT TO THE U.S. GOVERNMENT (labor and other support)	$ 17,200.00
ESTIMATED COST FOR CARPET	$ 48,500.00
<u>ESTIMATE TOTAL</u>	$358,358.80

WHITE HOUSE ENDOWMENT FUND
BOARD OF DIRECTORS

Mrs. Nancy M. Folger, Chairman

Mrs. Earle M. Craig, Jr., Past Chairman

Mrs. Anne Fisher

Mrs. Graham Gund

Mr. George B. Hartzog, Jr.

Mrs. Suzanne V. Hascoe

Mr. Roger Horchow

Mrs. Linda Johnson Rice

Mrs. Thomas McLarty

Mr. A. Paul Prosperi

Mrs. William D. Ruckelshaus

Mr. Alfred R. Stern

Ms. Susan P. Thomases

ESTIMATE OF EXPENDITURES FOR THE EAST ROOM

	ESTIMATE
CARPET	$259,330.00
MARBLE WORK	$14,680.00
FLOOR WORK	$1,380.00
OVERTIME (Exec. Res. Staff)	$2,000.00
(NPS Staff)	$1,000.00
<u>TOTAL</u>	$278,390.00

REPORT DATE 02/15/95
REPORT TIME 12:05PM

Blue Room Unveiling Reception - Friday, February 17, 1995 - 04:00PM
Contact Social Office X7787

MRS. CLINTON

22 no phone #'s

Marge -
These are name we have no phone # for and we can't locate them.
Thx
Kim

Mrs. Kathleen Aktins
Little Rock, AR
Mr. & Mrs. Joseph Allbritton (Barbara)
Chairman, Riggs National Bank
Ms. Jan Alsobrook
Democratic Leadership Council
Mrs. Norma Asnes
New York, NY
Ms. Gillian Attfield
New York, NY
Mr. & Mrs. Dennis Bakke (Eileen)
President, Chief Executive Officer, The AES Corporation
Mr. Rutgers Barclay
Santa Fe, NM
Mrs. Margaret R. Battle
Pittsburgh, PA
Mr. Fred Benson
VP for Federal Relations, Weyerhaeuser Company
Mr. Norman Bernstein
Washington, DC
Hon. (Dr.) James Billington
Librarian of Congress, The Library of Congress
Ms. Carol Biondi & Mr. Frank Biondi
Riverdale, NY
Mr. Barry S. Blanchard
Reading, MA
Ms. Barbara Bluhm
Ms. Barbara Blum
President & CEO, The Adams National Bank
Ms. Barbara Blum
President & CEO, The Adams National Bank
Mr. & Mrs. Fred Bollerer (Susan)
Presendent & CEO, Riggs National Bank
Ms Leslie Greene Bowman
Curator and Department Head, Decorative Arts, Los Angeles County Museum of Art
Mr. & Mrs. Robert Breeden
Chairman of the Board, White House Historical Association
Hon. J. Carter Brown
Chairman, NCA, Leadership Council
Mrs. Francis Buchanan
Little Rock, AR
Mr. John R. Burrows
J.R. Burrows & Co.

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Mr. Harold Burson
New York, NY
Mr. & Mrs. William N. Cafritz (Anita (Buffy))
Bethesda, MD
Mr. & Mrs. Ignicio J. "Nash" Castro
Palisades, NY
Mr. George P. Caulkins
Denver, CO
Mrs. Robert H. "Oaties" Charles
Ms. Jeannine Clark
Bethesda, MD
Ms. Wendy Cooper
Curator of Decorative Arts, The Baltimore Museum of Art
Mr. John Steve Cooper
Rochester, NY
Mrs. Dorothy M. Craig, Jr.
Mr. & Mrs. Henry A. Dudley (Anne)
Executive Vice President, Riggs Bank
Dr. & Mrs. G. Franklin Edwards (Peggy)
Washington, DC
Mr. William Elder, III
Consultiant Curator, Decorative Arts, Baltimore Museum of Arts
Mr. & Mrs. George M. Elsey (Sally)
Washington, DC
Mr. Daniel Errigo
Errigo Enterprises, INC, Unite States Marble & Granite
Ms. Anita Estell
Ban Scoyoc Associates
Mr. Jonathan Fairbanks
Katherine Lane Weems Curator of Decorative Arts and Sculpture, Museum of Fine Arts
Mrs. Sara Ann Felton
Marianna, AR
Dr. Alan Fern
Director, National Portrait Gallery
Mr. Jon J. Fields
President, Edward Fields Inc.
Ms. Ann Fisher & Mr. Jerome Fisher
Darien, CT
Mrs. Nancy M. (Bitsy) Folger
Washington, DC
Ms. Karen France
Herndon, VA
Mr. Bradford M. Freeman
Los Angeles, CA
Mrs. Mary Knowles Wisner
Mr. Thom Gentle
Thom Gentle Consultants

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Ms. Susan Goode
Ms. Paige Goodman
    The Stark Carpet Corporation
Mr. & Mrs. Steven Green (Dorothea)
    Fisher Island, FL
Ms. Phyllis Greenberger
    Society for the Advancement of Women's Health
Mr. & Mrs. Gilbert Grosvenor (Wiley)
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Mr. Geoffrey Gund
    President and Treasurer, The George Gund Foundation
Hon. (Dr.) Sheldon Hackney
    Chairman, National Endowment for the Humanities

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    New York, NY
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    McLean, VA
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Mr. & Mrs. Henry L. Hillman
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    Kaki Hockersmith Interiors
Mr. & Mrs. Roger Horchow (Carolyn)
    Dallas, TX
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    New York, NY
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    General Services Administration
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    WRN Associates
Mr. Roger G. Kennedy & Ms. Frances Kennedy
    Director, National Park Service
Mr. & Mrs. James Ketchum (Barbara)
    Washington, DC
Dr. Elise K. Kirk
    Washington, DC

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Mr. William Kloss
Art Historian and Author
Mr. Roman Kujawa &
Bronxville, NY
Mr. Erik Kvalsvik
Baltimore, MD
Mr. Donald Lawrence
Nelson Beck of Washington
Mr. Robert Leibrock
President, Abell-Hanger Foundation
Hon. & Mrs. Arthur Levitt, Jr. (Marylin)
Chair and Commissioner, Securities and Exchange Commission
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Chair, TLC Industries
Mr. Roger Littreal
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Winnetka, IL
Mrs. Marion
Mr. & Mrs. John F. Mars
McLean, VA
Mr. Thomas L. Marshall
Brunschwig & Fils
Mr. James I. McDaniel & Ms. James McDaniel
Springfield, VA
Mrs. Donna McLarty
Mr Robert L. McNeil, Jr.
President, The Barra Foundation
Mrs. Melhado
Mr. Jermone Menefee
Fairfax, VA
Mr. Bernard R. Meyer & Ms. Andry Myer
Bethesda, MD

Mr. Richard Moe
President, National Trust for Historic Preservation
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Midland, TX
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Alexandria, VA
Mr. Kent C. Nelson
Chairman, United Parcel Service, Inc.
Hon. & Mrs. Paul H. Nitze
Washington, DC
Mr. Lucio A. Noto
President and CEO, Mobil Corporation

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Mr. & Mrs. Richard Nylander (Jane)
Curator of Collections, Society for the Preservation of New England Antiquities
Mr. Alan Patricof
Chairman, Patricof & Company Ventures, Inc.
Mrs. Jefferson Patterson
Washington, DC
Ms. Lorriane Pearce
Washington, DC
Mrs. Trudy Huskamp Peterson
Acting Archivist, National Archives and Records Administration
Mr. B. J. Pevehouse
Midland, TX
Mr. Arthur Phillips
The Stark Carpet Corporation
Ms. Dianne Pilgrim
Director, Cooper-Hewitt Musuem

Hon. Earl A. Powell III & Ms. Nancy Powell
Director, National Gallery of Art
Mr. Paul Prosperi
Attorney, Algia, Day
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Mr. & Mrs. Thomas Pyle (Judy)
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Mr. & Mrs. Wayne Reaud (Dana)
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Fort Washington, PA
Ms. Linda Johnson Rice
President & CEO, Johnson Publishing Company
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Mr. James Ridenhour
Director of Eppley Institute, Department of Recreation and Park Adminstration
Mr. Gresham Riley
Philadelphia, PA
Mr. William D. Rollnick & Ms. Nancy Ellis
New York, NY
Mrs. Nannice Rose
Rogers, AR
~~Mr. Robert Rosenthal~~
Washington, DC

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Mrs. Jill Ruckelshaus
Houston, TX
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Washington, DC
Mr. J. Thomas Savage
Curator, Historic Charleston Foundation
Mr. James Schwaninger
J.C Penney Co., Inc.
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Jamaica Plains, MA
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Office of the Curator, U.S. State Department
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The Ruth and Vernon Taylor Foundation
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Willkie Farr & Gallagher
Mr. Brandon Thompson
Interiors
Mr. & Mrs. Guerin Todd
Alexandria, VA

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Mr. Klemens Tomczyk
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Alabama Power Company
Ms. Joan Wages
Alexandria, VA
Ms. Joan Wages
Alexandria, VA
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Chief Usher, The White House
Ms. Joanne Warner
Assistant Curator Wallcoverings, Cooper-Hewitt Natioanl Musuem of Desing
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Vice President & General Manager, Capitol Region, Nordstrom
Mr. John Wilmerding
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Bryn Mawr, PA
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Mr. James R. Yates
Johnson City, TN
Ms. Sylvia Yount
Philadelphia, PA
Ms. Diane Zaremba
Stamford, CT

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Mr. Robert Bogle
Bentonville, AR
Mr. Mike R. Bowlin
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Chairman and CEO, PepsiCo, Inc.
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New York, NY
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Washington, DC
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Chairman, President & CEO, BellSouth Corporation
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Former Curator of State Dept., White House
Mr. Earle M. Craig, Jr.
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Chairman and CEO, Chevron Corporation
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Mrs. Robert W. Duemling
Washington, DC
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Managing Partner, Dunlap & Bowder, Inc.
Mr. Philip Dusenberry
Chairman & CEO, BBDO
Mr. Michael Eisner
Chairman & CEO, The Walt Disney Company

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Mr. Walter Elisha
CEO, Spring Industries, Inc.
Mrs. Jane Engelhard
Metropolitan Muesum

Mr. Thomas Frist
Chairman, Columbia/HCA
Mr. Clayton Fritchey
Washington, DC
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Chairman, President & CEO, IVAX Corp.
Mr. John Georges
Chairman and CEO, International Paper Company
Mr. Louis V. Gerstner, Jr.
Chairman, IBM Corporation
Mr. Carson M. Glass, Esq.
Lubbock, TX
Mr. David Goode
Chairman and CEO, Norfolk Southern
Ms. Elsa Greenberg
Coconut Grove, FL
Ms. Leslie Grossman
CMA
Mr. Graham Gund
Cambridge, MA
Mr. & Mrs. Gordan Gund
Princeton, NJ
Mr. John Halbrook
President, CEO & COO, Woodward Governor Company
Mr. Donald J. Hall
Shawnee Mission, KS
Mr. William A. Hall
President, Hallmark Corporate Foundation
Mr. & Mrs. Elliott S. Hall (Shirley)
Vice President, Washington Affairs Office, Ford Motor Company
Mr. & Mrs. Frederic C. Hamilton
President and CEO, BHP?Hamilton Oil Company Inc.
Mr. & Mrs. Sidney Harman
Washington, DC
Mrs. Suzanne V. Hascoe
Greenwich, CN
Mrs. Hechinger, Jr.
Hon. Marian S. Heiskell
The New York Times
Hon. Michael Heyman
Secretary, Smithsonian Institution
Mr. Robert B. Holt
Midland, TX

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Mrs. Walter E. Hussman, Jr.
The Arkansas Democrat-Gazette
Mr. Robert A. Iger
President & COO, Capital Cities/ABC Inc.
Mr. Richard Jenrette
CEO, The Equitable Companies, Inc.
Mr. James Johnson & Ms. Maxine Isaacs
Washington, DC
Mr. & Mrs. David A. Jones
Chairman, Humana Inc.
Hon. & Mrs. Vernon E. Jordan, Jr. (Ann)
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Mr. Ralph S. Larsen
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The Henry Luce Foundation, Inc.
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Chairman & CEO, KPMG Peat Marwick
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Anne Burnett and Charles Tandy Foundation
Mrs. Jack C. Massey
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Washington, DC
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President & Chief Operating Officer, Ameritech
Mr. Peter O'Donnell
O'Donnell Foundation

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Blue Room Unveiling Reception - February 17, 1995

Mr. C. Hardy Oliver &
    Irmo, SC
Mr. John D. Ong
    Chairman, The B.F. Goodrich Co.
Mr. Thomas P. Peardon, Jr.
    President, Brunschwig & Fils
Mr. Ieoh Ming Pei
    Architect
Mr. Dennis J. Picard
    Chairman, Raytheon Company
Mr. Roger B. Porter
    Professor, Kennedy School, Harvard Universtiy
Mr. Robert Priddy
    Wichita Falls, TX
Hon. (Amb.) Molly Raiser
    Chief of Protocol, Department of State
Mr. Lee R. Raymond
    Chairman & CEO, Exxon Corporation
Mr. Sumner Redstone
    Viacom International, Inc.
Mr. David Rockefeller, Jr.
    Vice Chairman, Rockefeller Financial Services Inc.
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    Washington, DC
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    Chairman, Continental Health Affiliates
Ms. Lyn M. Ross
    Bryn Mawr, PA
Mr. & Mrs. B. Francis Saul II (Patricia)
    Chevy Chase, MD
Mrs. Frances G. Scaife
    New York, NY
Mr. Richard M. Scaife
    Pittsburgh, PA
Mr. Wolfgang Schmidt
    Chairman & CEO, Rubbermaid Inc.
Dr. William Seale
    Alexandria, VA
Mr. Walter Shipley
    Chairman and CEO, Chemical Bank
Mr. Frank A. Shrontz
    Chairman & CEO, The Boeing Company
Mr. Raymond Smith
    Chairman and CEO, Bell Atlantic
Mr. & Mrs. Steven Spielberg (Kate)
    Chief Executive Officer, Amblin Entertainment
Mrs. Harriet Stephens
    Little Rock, AR

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Blue Room Unveiling Reception - February 17, 1995

Mrs. John R. Stevenson
The Amon G. Carter Foundation
Mrs. Joy Carter Sundlun
Washington, DC
Mr. Gary Tooker
CEO, Motorola, Inc.
Mr. Daniel Tully
Chairman, Merrill Lynch & CO Inc.
Mrs. Alice Walton
New York, NY
Mr. John F. Welch, Jr.
Chairman & CEO, General Electric Company
The Honorable John Whitehead
New York, NY
Mr. Wheelock Whitney
Minneapolis, MN
Hon. & Mrs. James D. Wolfensohn (Elaine)
Chairman, The John F. Kennedy Center for the Performing Arts
Mr. Edgar S. Woolard, Jr.
Chairman of the Board & CEO, E.I. du Pont de Nemours & Co., Inc.
Mr. & Mrs. Alan L. Wurtzel (Irene)
Chairman, Circuit City Stores, Inc.
Mr. Oscar de la Renta & Mrs. Annette De la Renta
Designer/Owner, OSCAR DE LA RENTA

Nancy Folger's Resume

THE WHITE HOUSE ENDOWMENT FUND

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Midland, TX 79702-1351
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secretaries: Karen Neinast, Lisa, Glenda

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LLewellyn Park
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Gund, Mrs. Graham (Ann)
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(703) 506-1929

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***attention: Sophia James
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telephone: (203) 661-7600 (O)

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(508) 228-5223 (FAX)

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New York, NY 10021
telephone: (212) 734-6066
(212) 869-3963

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telephone: (202) 332-1346

Prosperi, Mr. A. Paul
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telephone: (407) 832-5696
(407) 659-5371 (FAX)

Rice, Linda Johnson
Johnson Publishing Company, Inc.
820 South Michigan Avenue
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telephone: (312) 322-9369
assistant: Helena Boyd

Rollnick, Mr. William D. (Nancy Ellison)
812 5th Avenue
New York, NY 10021
telephone: (212)980-4135

Ruckelshaus, Mrs. William D. (Jill S.)
5520 Woodway
Houston, TX 77056
telephone: (713) 622-5223

Stern, Mr. Alfred R.
430 Park Avenue
6th Floor
New York, NY 10022
telephone: (212) 308-6994
(212) 832 0483 (FAX)
secretary: Pat Sullivan

791 Park Avenue
New York, NY 10021

Thomases, Ms. Susan P. (William Bettridge)
929 Park Avenue
Apartment 7B
New York, NY 10028
telephone: (212) 772-6019

-4-

Thomases , Ms. Susan (continued)
Willkie, Farr and Gallagher
One Citicorp Center
153 East 53rd Street
New York, NY 10022-4669
telephone: (212) 935-8000
assistant: Angela Lawrence

January 9, 1995

Following letters have been sent in regard to the Endowment Fund:

Invitation to remain on the Board:

Mrs. Earle M. Craig, Jr.	Accepted-Letter sent(1/31/95)
Mrs. Nancy Folger	Accepted
Mrs. Graham Gund	Accepted-Letter sent(1/31/95)
Mr. George B. Hartzog	Accepted- " " "
Mr. Roger Horchow	Accepted- " " "
Mr. A. Paul Prosperi	Accepted- " " "
Mr. Alfred R. Stern	Accepted- " " "
Mr. Susan Thomases	Accepted- " " "

Invitation to become a member of the Board:

Mrs. Peggy Amster (1/30/95)	
Mr. Rutgers Barclay (1/30/95)	Accepted-Letter sent(2/8/95)
Mrs. Carol Biondi (1/30/95)	Accepted-Letter sent(2/13/95)
Mrs. Nancy Bloch (12/30/95)	Regret
Mrs. Ann Cox Chambers	
Ms Ann Cummis (1/30/95)	
Ms. Ann Fisher	Accepted-Letter sent(1/31/95)
Mrs. Suzanne B. Hascoe	Accepted- " " "
Ms. Linda Johnson-Rice	Accepted- " " "
Mr. Bruce Karatz (1/30/95)	
Mrs. Lynn Lear (1/11/95)	Regret
Mr. Hugh McColl (1/9/95)	
Mrs. Thomas McLarty	Accepted- " " (2/1/95)
Mrs. Judith Pyle (1/30/95)	
Mr. William Rollnick (1/31/95)	Accepted- " " (2/8/95)
Mrs. William D. Ruckelshaus	Accepted- " " (1/31/95)

CC Letters sent

Mr. Michael Berman - copy of letter text with materials
Erskine Bowles - copy of letter to Mr. Hugh McColl

Rev. 1/20/95
Rev. 1/31/95
Rev. 2/8/95
Rev. 2/13/95

Taped and mailed 2/13/95

THE WHITE HOUSE

WASHINGTON

February 13, 1995

Mrs. Carol Biondi
4551 Livingston Avenue
Riverdale, New York 10471

Dear Mrs. Biondi:

Thank you for generously agreeing to serve on the Board of Directors of the White House Endowment Fund.

On February 17th, the Blue Room will be officially reopened. The Endowment Board meeting and luncheon are scheduled for the same day. I hope that you will be able to join me for the meeting and luncheon as well as the Blue Room ceremony.

Sincerely yours,

Hillary Rodham Clinton

Hillary Rodham Clinton

Nancy M. Folger is Chairman of the Board for The White House Endowment Fund. She is an alumni of Bryn Mawr College and the Harvard School of Education. Nancy lives in Washington, DC. Nancy presently consultants the Children's Defense Fund on special projects and is the chairman of support events for the Corcoran Gallery of Art, the Black Student Fund, the Arms Control Association and the International Human Rights Law Group.

Rutgers Barclay is a graduate of Yale University. Rutgers was the President and Co-owner of Portraits, Inc., in New York City. He is founded and President of Barclay Fine Art, Inc. He currently lives in New Mexico where he is a Board Member for the Santa Fe Community Foundation.

Carol Oughton Biondi is an alumni of Briarcliff College. She has worked as a Board Member, Secretary and Chairman of Development Committee for the Leake and Watts Child Care Agency and presently serves as the president of Fieldston Parents Association and is on the Fieldston Fund Board and Capital Campaign Committee. Carol was the Director of Research and Associate Producer for the ABC News Network Documentary Unit, and the assistant to Commissioner Houser at the FCC, and also worked in Public Television and for ABC News in Washington.

Dorothy Meyer Craig is a graduate of Vassar College. In New York, Dorthy was on the Board of Managers for Olympic Tower, and was a member of the alumnae Council for the Brearley School. She lives in Midland, Texas and she was a member of the Board of Directors for the Midland Symphony Association, and was Trustee, President of the Board of Trustees and an Advisory Trustee at the Trinity School of Midland. Dorthy has previously been the Committee Chairman for Cultural Affairs at the Midland Chamber of Commerce. She has served as a member of The Committee for the Preservation of the White House, a Director of the White House Historical Assocaition, a trustee for the White House for the White House Preseveration Fund and Chair of the White House endowment Fund for the first four uears of its existence.

Ann Denburg Cummis, is a Brandeis University graduate. She was a Trustee for the Garden State Arts Center Foundation at the same time she participated in the 1990 New Jersey Inauguration Committee. Ann is a Trustee for the Drumthwacket Foundation (the New Jersey Governor's Residence), as well as Co-Chairs the Drumthwacket Annual Fund Raising Committee.

Anne Fisher Anne is a member of the Board of Overseers of the University of Pennsylvania School of Fine Arts and helped fund the restoration of the Furness Building at the University. She established the Dr. Willibald Nagler Chair at the New York Hospital--Cornell Medical Center. She has been active in funding for breast cancer research through the Nine West Foundation.

Ann Landreth Gund is a Wheaton College graduate. She is involved in projects for the Fogg Art Museum, The Boston Museum, and the American Academy in Rome. Ann was a founding partner of a public relations and publicity firm devoted exclusively to the design profession. She has experience in public relations consulting for architects, landscape architects and the Aga Khan Foundation's architectural awards program.

George Hartzog is an American University graduate who has worked at the Department of the Interior with the Bureau of Land Management and the National Park Service as an Attorney and Administrator. He has practiced law privately since 1973. George is the Director and President of the White House Historical Association and treasurer of the White House Endowment Fund.

Suzanne Hascoe was a biochemist in cancer research. She is a member of both the chairman's council and the visiting committee of the Metropolitan Museum of Art. Suzanne is also on the Board of Trustees of the Historical Society of Greenwich, and Greenwich Antiques Society of the Bruce Museum.

S. Roger Horchow is a graduate of Yale University. He has served as President of Design Research, Vice President for mail order at Neiman Marcus, President and Chief Executive Officer of the Kenton Collection Mail Order. He has also been actively involved in fund raising for the Dallas Museum of Art, Friends of Art and Preservation of Embassies. Roger is also the Producer of the Broadway Play, "Crazy for You." He is the Director of the American Institute for Public Service and the Better Business Bureau of Dallas.

Donna C. McLarty is a graduate of the University of Arkansas. She is a member of the Board of Directors for WETA Public Broadcasting Station, the Blair House, and Meridian International. Donna Co-chaired the United Nations Annual Dinner, the Kennedy Center Honors Gala, and the Ambassador's Ball for the National Multiple Sclerosis Society. In Arkansas, she is a Charter Member of the Governor's Mansion Association, and is on the Board of Directors for the Aerospace Education Center.

Linda Johnson Rice graduated from the University of Southern California, Los Angeles and later attended Northwestern University where she received her Masters of Management. She is the President and Chief Operating Officer of the Johnson Publishing Company, Inc, as well as the President of Fashion Fair Cosmetics. Linda is on the Board of Directors for several organizations, some of which include the Northwestern Memorial Corporation, the Bank of America Illinois, Magazine Publishers Association, the Dial Corporation and the Center on Addiction & Substance Abuse. She is on the Board of Trustees for the Museum of Contemporary Art, the University of Southern California and Northwestern University.

William D. Rollnick is a graduate of Ohio State University. He is a Director and Member of the Executive Committee for Mattel, Inc., Chairman of Genstar Rental Electronics and Director for Ayer Inc. William Co-Produced productions of "Man of La Mancha". He is a Board Member for the Metropolitan Opera Association, a Board and Executive Committee Member for the American Ballet Theater, and a Member of the Board for the New World Symphony, Miami.

Alfred R. Stern is a graduate of the University of North Carolina. A Partner with Hampton Partners and he is the Chairman of Business Research Publications. Alfred is a Trustee of the American Museum of Natural History, the Hospital Association of New York State, the White House Historical Association and the Film Society of the Lincoln Center

Jill S. Ruckelshaus is a graduate of the University of Indiana. She is a member of the Board of Directors for the Sea First Corporation, the Lincoln National Corporation, UNICEF/US, Alley Theater, and the Indiana University Foundation. Jill is on the Advisory Boards for the National Women's Political Caucus, the National Leadership Commission on Health Care, the Northwest Women's Law Center and the Hitachi Foundation. She has served on the Mt. Vernon College Board of Trustees and the White House Fellows Selection Committee.

Susan P. Thomases joined Willkie Far and Gallagher as an associate in 1979, and was named partner in the Firm in 1982. She practices with Corporate Finance and Government Relations Departments. Ms. Thomases also managed the firm as Administrative Partner from 1982 to 1991. Prior to entering the practice of law, Ms. Thomases held numerous consulting positions. Susan is a member of the board of director of the Children's Defense Fund and the White House Historical Association. She is a Trustee of the American Place Theater in New York.