

Proposal for new Section 247 to institute the creation of the James Michael Joly Zeal Fund (JMJZF)

247. The James Michael Joly Zeal Fund (“JMJZF”)

The Fund has been created in memory of Brother James Michael Joly (1998), who lost his life due to a fall-related brain injury in January 2011, in order to remember his contributions to the Chapter and with the hope that others will follow his lead in dedication to the ideals of The True Gentleman. This Fund shall be set up as an endowed trust fund to be administered by the Scholarship Fund Committee of the Corporation. The fund’s principal purpose will be to grant annual tuition scholarships to Sigma Alpha Epsilon’s National Leadership School to undergraduate members of the New York Epsilon Chapter that are attending Rensselaer Polytechnic Institute. The James Michael Joly Zeal Fund Committee may annually choose to support alternative education initiatives that are also reflective of and commemorate James’ spirit, character, and life.

James was a vibrant and passionate individual, with a broad range of intellectual and contemporary interests. James’ passion and zeal for his fraternity and fellow brothers was endless in nature. As an undergraduate, James served as an active leader in the Chapter and on Campus, having held the offices of Rush Chairman, Pledge Educator, and Eminent Archon (twice). James attended the SAE National Leadership School multiple times, as an active and alumni brother, and his experiences there helped shape him as the charismatic leader he was outside of the halls of RPI. James strongly believed in, and strove to the best of his ability to live by, the principles of a True Gentleman and a leader of men, exhibiting passion, honesty, integrity, compassion, loyalty, and generosity. He was a man who always lived to be his best, and asked others to do the same. It is fitting, then, that this award be created and utilized to encourage other persons to do their best, to lead others, and to live life with passion.

a) Purpose

The fund’s purpose is to provide support to educational initiatives, with a focus on initiatives that correspond to James’ passion for promoting the development of individual leaders and improving the collective responsibility of the undergraduate members of the New York Epsilon Chapter that are attending Rensselaer. The James Michael Joly Zeal Fund Committee (section 247b) will be established and responsible for final determination of annual award disbursements

b) Committee

The James Michael Joly Zeal Fund Committee (JMJZF Committee) will be comprised of all voting members of the Lambda Alpha Epsilon Board and an immediate family representative of Brother Eternal James Michael Joly.

c) Designated Annual Award

The designated annual award of the fund will be to grant tuition scholarships (travel not included) for selected undergraduate members of the New York Epsilon Chapter to attend Sigma Alpha Epsilon’s National Leadership School (Leadership School) unless otherwise specified.

At a minimum the fund will provide for the tuition of at least one undergraduate member’s attendance at Leadership School - unless an alternative annual award is selected as described in section 247d or the JMJZF committee votes to abstain from making an annual award. Contingent upon the decision of the JMJZF Committee, Leadership School tuition for a second undergraduate member may also be awarded. The award will be in the form of a check made out to the Sigma Alpha Epsilon Foundation for the registration of delegate(s) to the John O. Moseley National Leadership School. Any excess interest and/or investment returns, beyond the amount required for the current year’s scholarship(s), is to be retained in the trust fund assets for continued growth in support of additional educational initiatives.

Award recipients will be selected based on financial need, fraternity participation, campus and community service, scholastic achievement, and other criteria as judged by the JMJZF Committee to be within the spirit of a True Gentleman. Nominations shall be submitted by the Annual Spring Corporation meeting to the Corporation Secretary to be eligible for consideration by the JMJZF Committee.

d) Alternative Annual Award

Annually, at the discretion of the JMJZF Committee, alternative educational initiatives may be selected in addition or in place of the designated annual award. Should the JMJZF Committee choose to select an alternative educational initiative it should meet the following guidelines:

- Alternative awards should reflect James' life; personal character elements such as leadership, personal development, and accountability; and passion to educate, develop, and attract the best and brightest individuals to the New York Epsilon Chapter of Sigma Alpha Epsilon (NYEP)

Examples may include, but are not limited to:

Alcohol awareness programming or speakers, leadership motivational seminars, etc. These events may be held for the NYEP chapter or for the larger Greek/RPI community.

Another example alternative award worthy of special mention is to support James' expressed vision and desire to attract the best and brightest individuals and leaders to the NYEP chapter by creating a building endowment that would reduce cost of participation and help the chapter attract the best individuals on campus. While James' vision was broader in scope, an annual award or grant toward funding the educational elements of any large scale building or renovation projects the chapter pursues would be another alternative award worthy of consideration.

- If the fund has not accumulated sufficient funds to annually award (2) Leadership School scholarships based upon 4% expected annual interest income proceeds at the current Leadership tuition levels, the total annual award amount dispersed must not exceed the sum of (2) Leadership School tuitions.
- If the fund has accumulated sufficient funds to annually award (2) Leadership School scholarships based upon 4% expected annual interest income proceeds at the current Leadership tuition levels, the total annual award amount dispersed must not deplete the fund below levels required to annually fund (2) Leadership School scholarships assuming 4% expected annual interests proceeds.
- The selection of any alternative annual award must not jeopardize the tax-deductible status of the fund.

(e) Fund Management and Investment Objective

The JMJZF committee shall be responsible for selecting the fund's manager(s) and will provide clarity and oversight in relation to investment objective and impermissible investments when necessary.

The fund's investment objective will be long-term capital growth balanced with the need for current income to support funding annual awards. The fund's investment strategy will be to invest in a mix of assets including money market, equity mutual funds (or ETFs), and bond mutual funds (or ETF) that are consistent with the fund's primary investment objective. At any point in time, the investment strategy pursued will be weighted appropriately in the asset classes described above contingent on the investment environment and at the discretion of the fund manager(s). Asset classes not included in the above categories may be considered but should be brought to the attention of the JMJZF committee prior to investment. The fund manager(s) are explicitly prohibited from engaging in any investment strategies generally considered speculative or short-term in nature.

(f) Tax-Deductible Status

Donations are tax deductible as described in section 107(c)(4) of the IRS Code. Upon dissolution of the Corporation, the funds shall be transferred to the New York Epsilon Fund, or its successor, at the Sigma Alpha Epsilon Foundation, 1856 Sheridan Road, Evanston, IL, a tax exempt entity under section 501(c)(3) of the Internal Revenue Code.

Submitted by: Erik Anderson '97, Chuck Roth IV '96, Matt Dodson '96, Dave Raphael '99, Gene Joly, Jame's Dad

Bylaw Change Proposal for Sections 241

Proposed, this 27th day of July, 2011 by Mark Murdoch 1984, LAE Treasurer. After review of the Lambda Alpha Epsilon Corporation Bylaws, regarding the Funds of the Corporation, Section 240, the following motion is duly made:

PROPOSED, to DELETE the Section 241 of the Bylaws, in its entirety:

“Section 241 - Building Fund. The Building Fund shall consist of those monies received from an annual compensation from New York Epsilon (on the basis of a formula annually approved by the Board of Directors), from the proceeds of alumni notes and bequests as may, from time to time, be received by the Corporation for this purpose. The Building Fun may be expended only for purposed of acquiring real property and for the costs incurred in acquiring same.”

PROPOSED, to REVISE Section 241.A.3(a) of the Bylaws, as follows:

FROM: “Objective of (Lion) Fund - The long term objective of the fund is to provide LAE Corporation with a capital base which to accomplish major projects, such as the building of a new SAE Chapter House.”

TO: “Objective of (Lion) Fund - The long term objective of the fund is to provide LAE Corporation with a capital base which to accomplish major projects, such as acquiring real property or building of a new SAE Chapter House.”

PROPOSED, to REVISE Section 241.A.3(b) of the Bylaws, as follows:

FROM: “Limitation on use of Fund Money – The funds of the Lion Fund may only be used for major house improvements or a new chapter house....”

TO: “Limitation on use of Fund Money – The funds of the Lion Fund may only be used for major house improvements, building of a new chapter house, or acquiring real property.”

PROPOSED: Renumber Section 241.A to become Section 241.

REASON: LAE has never really established any sort of savings or investment account, other than the Lion Fund. This has been a very successful savings vehicle, and has, in effect, performed the function intended of the originally-designed “Building Fund.” Rather than keep this Fund in the Bylaws, or establish another savings account and fund which may have similar or over-lapping objectives as the Lion Fund, I feel that we should strike out this section entirely. Second, because the Lion Fund does not expressly allow for the purchase or acquisition of real property, I believe that its objective should be revised to allow it. Basically, the way the Bylaws are written, the Lion Fund could only be used to build a new chapter house that is physically located on the property that we currently own.

Section 265 The Don Farkouh and Mark Hier Memorial Scholarship Committee

Proposed by Jonathan “Jerry” Witter, 1982

FROM: The Don Farkouh and Mark Hier Memorial Scholarship Fund Committee - This committee shall, in addition to any other duties assigned by the Board, administer the Fund. They will review the applications, with input from graduating seniors, at a meeting each May. They will present the award(s) at the fall Alumni Weekend.

TO: The Scholarship Funds Committee - This committee shall, in addition to any other duties assigned by the Board, administer the charitable/educational Don Farkouh and Mark Hier Memorial and Stuart Guild Funds. They will review the applications and input from graduating seniors in order to present the award(s) at the fall Alumni Weekend.

REASON: This updates the committee name and purpose to be consistent with Sections 245 (a) and 246(a) and aligned with current practice for review of the applications. THE JMZF Committee is delineated in the new Section 247 that establishes that Fund.

Proxy for the meeting bylaw voting and elections

General Proxy

I, _____ of the Class of _____, hereby appoint Stephen Knapp (2010), Secretary of LAE, Inc to be my proxy, to vote in my place and on my behalf as though I were voting, at the Annual Meeting of Lambda Alpha Epsilon, Incorporated on October 15, 2011 at 11:00 AM or at any adjournment thereof, hereby revoking all previous proxies. This authorization is to terminate on October 16, 2011.

Member signature

Date

Specific Proxy for Bylaw Amendments Proposals and Election of Directors to the Board

This is to certify that, _____ of the Class of _____, do hereby to cast my votes the Annual Meeting of Lambda Alpha Epsilon, Incorporated on October 15, 2011 at 11:00 AM or at any adjournment thereof, hereby revoking all previous proxies at that meeting's balloting on that issue. This authorization is to terminate on October 16, 2011.

I hereby vote for the following named persons to serve as Directors for a four year period from October 2011 to October 2015. (Vote for 2 by marking with X or writing in a candidate)

Justin Metzger, 2010 _____

Kevin Fort, 2011 _____

Mark Abrajano 2010 _____

James Croke 2010 _____

Write-In _____

I hereby vote as follows for the bylaw amendment proposals (Mark selection with an X):

- | | | |
|--|-----------|----------|
| 1) Section 247 to establish the James Michael Joly Zeal Fund | YES _____ | NO _____ |
| 2) Section 241 to remove the Building Fund and add to and clarify use of the Lion Fund | YES _____ | NO _____ |
| 3) Section 265 to update the Scholarship Fund Committee workings | YES _____ | NO _____ |

Member signature

Date

Please Send to the following address to arrive before Oct 14th, 2011:

Lambda Alpha Epsilon. Inc
ATTN: Proxy Vote for Steve Knapp
12 Myrtle Avenue
Troy, NY 12180