

MEETING OF THE BOARD OF TRUSTEES
OF THE EVERGREEN STATE COLLEGE

Thursday, July 20, 1972 - 10 AM
The Evergreen State College campus
Daniel J. Evans Library

The meeting was called to order by Chairman Schmidt at 10:00 AM.

Trustees Present: Herbert D. Hadley
Halvor M. Halvorson
Al E. Saunders
Trueman L. Schmidt
Janet P. Tourtellotte

Staff Present: Charles J. McCann, President
Edward Joseph Shoben, Jr., Executive Vice President
Carl J. Brown, Director of Personnel
Gerald G. Burke, Director of Housing
Steven Herman, Member of the Faculty
Jerry L. Schillinger, Director of Facilities Planning
Kenneth M. Winkley, Controller
Peter R. Pugh, administrative intern, Developmental
Services
Rita M. Brackenbush, Secretary

Others: Keith R. Artz, The Nature Conservancy
Gerald Brock, Western Washington State College
Robert L. Durham, Durham, Anderson and Freed
J. Arthur Pringle, University of Washington

Motions

72-44

Mr. Saunders moved approval of the minutes of the June 8, 1972 meeting as submitted. Seconded by Mrs. Tourtellotte and passed.

Mr. McCann reviewed the actions taken by the Trustees at the June 8 meeting with regard to housing: (1) authorizing the staff to negotiate an interim loan for architectural fees for Residence Halls, Phase II; (2) commissioning Durham, Anderson and Freed to undertake necessary architectural work for class A structures to house approximately 450 students; (3) directing staff not to initiate the two previously mentioned actions until after the July meeting so that the Board could better inform itself regarding on-campus housing. Following a presentation by Mr. Durham, the Board

heard from Mr. Gerald Brock, Assistant Business Manager at Western Washington State College, and Mr. Art Pringle, Director of Student Residences at the University of Washington, and the staff.

72-45

Mr. Saunders moved implementation of motion 72-42 passed at the June 8 meeting and approval of the attached resolution No. 72-9 entitled "A Resolution by the Board of Trustees of The Evergreen State College Authorizing Interim Financing for Architectural Design Fees for College Residence Halls, Phase II." Seconded by Mr. Halvorson and passed.

72-46

Mr. Saunders moved acceptance of the offer, contained in the above-mentioned resolution, by the National Bank of Commerce of Seattle, Olympia Branch, to provide interim financing for Residence Halls, Phase II, at 3.74 percent per annum interest, and recommended the college's establishing a deposit checking account relationship with the National Bank of Commerce. Seconded by Mr. Halvorson and passed.

72-47

Mr. Halvorson moved adoption of the attached Security Agreement and Note and authorization for the Chairman and Secretary of the Board of Trustees to sign. Seconded by Mr. Saunders and passed.

Mr. McCann recommended approval to assume the lease for property owned by the Department of Natural Resources, and leased to the Nature Conservancy, for educational purposes.

72-48

Mr. Halvorson moved approval of Evergreen's assuming the lease of the Mima Mounds for educational purposes, at an annual cost of \$170 beginning February 28, 1972, for a term extending through February 28, 1975. Seconded by Mr. Saunders and passed.

Action regarding the College Activities Building, Phase II, was deferred to the next meeting.

Mr. McCann recommended formal approval of the low bidders for the five projects approved by telephone.

72-49

Mr. Hadley moved formal acceptance of the low bidders for the following projects:

Road "A" south extension - J. D. Dutton, Inc., of Olympia	
Base bid	\$163,246
Alternate No. 2	40,900
Alternate No. 3	8,900
	<hr/>
	\$213,046

Information Services Center in the Library - C. E. Skinner, Inc.,
of Orting

Base bid	\$ 68,547
Alternate No. 1	<u>3,016</u>
	\$ 71,563

Laboratory Building Annex - Wayne Maples Construction Co. of
Seattle

Base bid	\$438,000
Alternate A-1	5,700
Alternate M-1	<u>7,500</u>
	\$451,200

Covered Recreation Structure - C. E. Skinner, Inc., of Orting

Base bid	\$167,228
Alternate No. 1	13,728
Alternate No. 2	5,948
Alternate No. 3	<u>3,446</u>
	\$190,350

Road "C" extension - Tom Martin Construction of Olympia

Base bid	\$ 99,842.80
----------	--------------

Seconded by Mrs. Tourtellotte and passed.

Mr. McCann requested formal approval of the 1973-75 capital budget request.

72-50

Mr. Halvorson moved formal approval of the 1973-75 capital budget request totaling \$30,892,956 from the State Building Authority, \$8,173,543 from the State General Fund, and \$7,258,269 from institutional funds. Seconded by Mr. Saunders and passed.

Mr. McCann requested formal approval of salary adjustments considered during an executive session on June 8.

72-51

Mrs. Tourtellotte moved approval of salary adjustments for the following people, effective July 1, 1972:

Kenneth Donohue	\$14,800
Rita Brackenbush	9,600
June Donohue	9,000
Candy Stamey	9,120
Mabel Whitney	9,000

Seconded by Mr. Halvorson and passed.

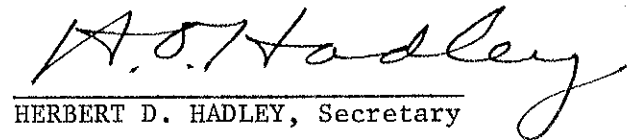
Mr. McCann reported on progress of the operating budget request and invited the Trustees to attend budget hearings on July 21 and July 31.

Mr. Halvorson recommended that Trustee Hadley be Evergreen's representative to a joint committee of regents and trustees to discuss fringe benefits, particularly pensions. Following the meeting, President McCann contacted President Terrell at Washington State University regarding the matter.

The date of the next Board meeting was set for August 10.

The meeting adjourned at 12:20 PM.


TRUMAN L. SCHMIDT, Chairman


HERBERT D. HADLEY, Secretary

Attachments (3)

A Resolution By the Board of Trustees of The Evergreen State College Authorizing Interim Financing for Architectural Design Fees for College Residence Halls, Phase II

NOW, THEREFORE, BE IT RESOLVED, By the Board of Trustees of The Evergreen State College:

1. In order to provide interim financing to pay the cost of architectural design fees for College Residence Halls, Phase II, the College will borrow the sum of \$200,000.00 through the issuance of a note or notes in accordance with the terms of the offer set forth below. The College agrees to go forward with this project as soon as practicable, and to complete it as soon as reasonably practicable. The note or notes issued shall be paid from the proceeds of the sale of bonds issued for long term financing, or, if long term bond financing is not available at the maturity of the note or notes now to be issued, from the proceeds of the sale of another series of notes or from issuance of other evidences of indebtedness, which series of notes or other evidences of indebtedness may be secured by and payments thereon made from the net revenues or receivables of The Evergreen State College Housing Fund.

2. The offer submitted by the National Bank of Commerce of Seattle, Olympia Branch, as follows, is hereby accepted:

The National Bank of Commerce of Seattle hereby offers to provide interim financing for design and architectural fees for Residence Halls, Phase II, for The Evergreen State College in an amount not exceeding \$200,000.00.

The debt must be evidenced by proper legal documents, satisfying requirements for tax exempt status of the debt, approved by the Board of Trustees of The Evergreen State College and signed by the Chairman and Secretary thereof. The effective date of the loan to be September 1, 1972. The maturity of such indebtedness will be not later than August 31, 1973. The debt may be paid at any time prior to August 31, 1973, and the rate on the monies advanced will be at 3.74% per annum, true interest.

It is understood that the unused loan proceeds may be invested in direct obligations of, or obligations the principal of and interest on which are guaranteed by, the United States Government, rather than in time certificates of deposit issued by the bank.

3. The Chairman and the Secretary of the Board of Trustees of the College are hereby authorized on behalf of the College to execute loan agreements and notes or other obligations which are necessary or desirable to consummate and implement the interim borrowing and to secure the same by granting a security interest in The Evergreen State College Residence Halls, Phase II Account and in The Evergreen State College Housing Fund and any and all moneys now or hereafter deposited therein or received therefor. Such loan agreements, notes or other obligations shall be consistent with the above-described offer and its acceptance. The Chairman and the Secretary of the Board of Trustees of the College are also authorized to take any other action required or desirable under the terms of the offer including the directing of the College Controller to invest the loan proceeds not immediately used, where the moneys are in excess of immediate requirements, in direct obligations of, or obligations the principal of and interest on which are guaranteed by, the United States Government; Provided, that such investments are subject to liquidation on or near the dates estimated disbursements on account of this project are to be made and in such amounts as are estimated to be required on such dates; it being understood that the National Bank of Commerce of Seattle, Olympia Branch, will satisfy all requirements of law as a depository of these state funds.

ADOPTED at a meeting of the Board of Trustees of The Evergreen State College after notice thereof duly and regularly given as required by law at Olympia, Washington, this 20th day of July, 1972.

THE EVERGREEN STATE COLLEGE

By: Tulliam L. Schmid
Chairman, Board of Trustees

ATTEST:

By: [Signature]
Secretary, Board of Trustees

UNITED STATES OF AMERICA
STATE OF WASHINGTON
THE EVERGREEN STATE COLLEGE

\$200,000.00

Olympia, Washington

September 1, 1972

For value received and for the purpose of providing interim financing for architectural design fees for College Residence Halls, Phase II, a project to house approximately 450 students, The Evergreen State College promises to pay to bearer on August 31, 1973, out of the proceeds of the sale of bonds or notes to be subsequently issued by the College to refinance this interim note, the sum of \$200,000.00 plus interest thereon from the date hereof until payment of this note at the rate of 3.74 percent per annum. Both the principal and interest on this note are payable at the Office of the Controller of The Evergreen State College, Olympia, Washington.

THE EVERGREEN STATE COLLEGE

By Thurman L. Schmidt
Chairman, Board of Trustees

ATTEST:

H. S. Hodley
Secretary, Board of Trustees

July 20, 1972

SECURITY AGREEMENT

The Board of Trustees of The Evergreen State College, an institution of higher learning of the State of Washington, hereinafter referred to as the "College," hereby creates and grants to the National Bank of Commerce of Seattle, Olympia Branch, hereinafter referred to as the "Bank," a security interest in the following described property:

(a) All funds now or hereafter paid or payable into the Residence Halls, Phase II Account,

(b) The net revenues and receivables of The Evergreen State College Housing Fund, after and subject to annual reserves of \$67,500.00, and entirely subject to any prohibitions, restrictions, conditions or prior liens of any bond or indenture heretofore issued or executed which constitutes a lien, pledge or prior claim against such revenues and receivables,

together with all cash and non-cash proceeds of any of the foregoing, including without limitation chattel paper and accounts receivable, all of which is hereinafter referred to as the "property."

This security interest is given to secure the repayment of all loans heretofore or hereafter made by the Bank to the College for purposes of interim financing of the architectural and design fees for College Residence Halls, Phase II, a project to house approximately 450 students, in accordance with the resolution of the Board of Trustees of the College dated and adopted July 20, 1972. The Bank shall have all of the rights accorded a secured party under the Uniform Commercial Code of the State of Washington.

Concurrently with receiving any loan from the Bank for the purposes herein stated, the College shall execute and deliver to the Bank a note in form acceptable to the Bank, in the amount of such advance, with interest thereon at the rate of Three, and seventy-four one hundredths percent (3.74%) per annum from date of advance to date of repayment, each of which notes shall constitute preferential claims (in priority as numbered and received) against the Residence Halls, Phase II Account into which Account shall be placed the net proceeds of the revenue bonds or from another series of notes when and as received, and each of which shall be paid as called by the College when sums are available in such Account. Except by written permission of the Bank, while any sums remaining owing to Bank, the College shall not grant further or additional security interests in the property, nor draw warrants or checks against the Residence Halls, Phase II Account in favor of persons other than the Bank after the monies from the sale of the said Housing revenue bonds or other series of notes are received by the College and such monies are sufficient to repay the Bank the total amount of all loans advanced with interest which are secured by this security agreement. All loan proceeds shall be used exclusively for the purpose for which loaned.

Dated this 20th day of July, 1972.

THE EVERGREEN STATE COLLEGE

By Truman L. Schmidt
Chairman, Board of Trustees

National Bank of Commerce
of Seattle BANK
OLYMPIA BRANCH

ATTEST:

A. S. Hodley
Secretary, Board of Trustees

By Ernest McFarley
its Vice President & Manager
Olympia, Washington