MINUTES

BOARD OF TRUSTEES
EAST CAROLINA COLLEGE

April 11, 1956

The Board of Trustees of East Carolina College met in the board room at the college on Wednesday, April 11, 1956, at 10 o'clock in the morning.

Members present: A. L. Tyler, C. H. Larkins, E. E. Rawl, Ralph Hodges, I. H. O'Hanlon, Mrs. B. T. Williams, Fred Willetts, and Elton Aydlett.

Absent: W. W. Taylor, Henry Belk, Mrs. W. B. Umstead, Judge Luther Hamilton, Supt. Charles F. Carroll.

The minutes of the last meeting, February 22, 1956, were approved.

Candidates for graduation, upon completion of the required work May 20, were approved as follows: A. B. 23; B. S. 210; M. A. 21; Bachelor of Music (the first) 1; two-year business, 15.

The president announced that, in accordance with plans made earlier in the year, baccalaureate and graduation exercises will be combined and held on Sunday, May 20, beginning at 11 o'clock in the morning. Alumni Day, May 19, will follow the usual schedule.

EXECUTION OF LOAN AGREEMENT WITH THE FEDERAL HOUSING AND HOME FINANCE AGENCY: The President announced that the Trustees had been called together to consider the execution of a loan agreement with the Government, the issuance of bonds and other matters in connection with a loan of $1,425,000.00 with which to build 2 dormitories. The following resolution was unanimously passed by the Board of Trustees:

> The President of the College is hereby authorized to execute a loan agreement with the Federal Housing and Home Finance Agency whereby the college will borrow, by issuance of bonds, the amount $1,425,000.00 to be repaid over a period of forty years with interest at 2 3/4%, the loan to be used for constructing a dormitory to house approximately 512 men students.
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> The bonds are to be designated East Carolina College Dormitory System Revenue Bonds of 1956 in denominations of $1,000.00, negotiable, serial, coupon-type bonds, payable to bearer. Interest rate is to be 2 3/4% per annum payable semiannually on May 1 and November 1 in each year, first interest payable November 1, 1956.

Maturities on May 1 in years and amounts are to be as follows:

Year	Amount	Year	Amount
1959-1962	$23,000	1983-1986	$43,000
1963-1966	26,000	1987-1989	47,000
1967-1970	29,000	1990-1992	50,000
1971-1974	32,000	1993-1995	54,000
1975-1978	36,000	1996	60,000
1979-1982	39,000		

> As security the College pledges: (a) Net revenues derived from operation of the dormitory (b) Additional revenues from operation of Garrett, Cotten, Fleming, Jarvis, Ragsdale, Wilson, Slay, and Umstead dormitories resulting from increases in rental rates after May 25, 1956 (c) At Least $6,000.00 a year for use of the cafeteria facilities in the new dormitory to be constructed from proceeds of this loan.
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> In case it may be necessary, the Vice-President and Business Manager is authorized to sign with the President on behalf of the College any loan agreement, bonds, or other documents necessary to complete the loan for this project.

RESOLUTION AUTHORIZING BORROWING MONEY PRIOR TO ISSUANCE OF BONDS: The following resolution was introduced, unanimously passed by the Board of Trustees:

> In anticipation of actual delivery of Dormitory System Revenue Bonds to the Federal Government or other purchaser of the bonds, the President and the Vice-President and Business Manager are hereby authorized to borrow with the approval of the Executive Committee of the Board of Trustees from a bank or banks, necessary funds to provide for interim financing of preliminary expenses of the project such as costs of soil tests, architect's and engineering fees, legal fees, printing bonds and other necessary expenses of the project within the authorized purposes of the bond issue. Any such temporary loan is to be repaid from the first proceeds of Dormitory System Revenue Bonds.
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> The Board passed a resolution that these bonds, deposits, etc., shall be handled through the office of the State Treasurer. The State Treasurer has agreed to do this.

SOCIAL FRATERNITIES: The Board discussed renewed requests for social fraternities on campus. (See action of the Board of Trustees May 22, 1954). The Board authorized the President to study the entire question of social fraternities, making a survey of faculty and students if this is thought advisable, possibilities for off-campus fraternity houses (since there is no room on the campus), and report to the Board with a recommendation at a later meeting.

NURSERY SCHOOL AND KINDERGARTEN: Trustees passed a resolution authorizing the college administration to give preference to the applications of faculty members who wish their children admitted to the college nursery school and kindergarten.

INTERRACIAL MEETINGS ON CAMPUS: Trustees discussed at length an invitation which has been extended by a faculty member to the Regional English Teachers Conference to hold a meeting at the college next fall. Teachers in the Negro colleges are members of this conference, also. The discussion included the fact that the college has cited its charter "For white" and also possible repercussions if the invitation to the meeting is withdrawn. Mr. Rawl moved that the college act as host to the conference. This resolution was passed.

SCHOLARSHIP FOUNDATION: Trustees discussed the proposed drive for scholarship funds--the work done by the Ketchum Company, the $3,000 already spent from the Pitt County Scholarship funds, probable expense of the "pre-campaign" drive--bulletins, letters, etc. Mr. Mattison, of Ketchum, Incorporated, met with the trustees; he estimated that an outlay of perhaps $35,000 to $37,000 would be necessary before any money could be expected to come in as a result of the drive. The college has no way of financing such a campaign. Funds in the Pitt County Scholarship Foundation are committed. Letters, brochures, bulletins, general publicity, Mr. Mattison estimated, would cost from $10,000 to $15,000 during the summer, with an additional $3,100 for the service of the Ketchum directors; the company would present a bill each month for consultation service and travel expense. It would probably be three or four months after the campaign opened in the fall before any money would be raised. (Trustees recessed for lunch, and continued the discussion.)

A resolution was introduced by Mr. Larkins, variously seconded, that the college release Ketchum, Incorporated, inasmuch as no way can be seen at this time to pay them, and the Scholarship Foundations drive, so far as any outside direction is concerned, by postponed for six months. Unanimously carried.

FUNDS FOR LAUNCHING CAMPAIGN: The Board passed a resolution asking the President of the College and Chairman of the Board, assisted by any others they may appoint, to study the matter of obtaining funds needed to conduct the campaign (as

much as $45,000, possibly more) prior to the time money is received as a result of solicitation, and report to the trustees at the next meeting. Mr. Mattison said his company would not contract with any group, church or other, in this area of the state without first giving the college an opportunity to retain their services.

SALARIES COMMITTEE: The Chairman appointed the following Committee to study faculty and administrative salaries and make recommendations: E. E. Rawl, chairman; Ralph Hodges, Charles Larkins, and I. H. O'Hanlon, with Mr. Tyler an ex officio member.

The Board adjourned at 2:45.

Agnes W. Barrett
Secretary