

Frank Phillips College
Board of Regents
Regular Meeting
June 15, 2009

- Members Present: Steve Williams, Bill Cornelius, Roy Young, Sandra Hilbert, Odis McClellan, and Scott Radach. Absent: Conny Moore and Ed Quiros.
- Others Present: Herbert J. Swender, Lou Hunnicutt, Becky Green, Jerri Aylor, John Green, Brooke Huff, Borger News Herald, and Gloria Rummel.
- Call to Order: Vice Chair Steve Williams called the meeting to order at 12:35 p.m. Mr. Young presented the invocation.
- Minutes of the
May 18, 2009,
Regular Meeting: Mr. Williams noted that on page two "Creed" should have been "Creel." On a motion by Mr. Cornelius, seconded by Ms. Hilbert the minutes were unanimously accepted with that correction.
- Financial Report: Dr. Swender presented the financial report noting the following:
- Dr. Hicks and Ms. Carroll are in St. Louis for the CAMS User Group Meeting
 - There is approximately 17% of the tuition and fees remaining to meet budget;
 - Although the headcount for Summer 1 is down, the number of contact hours is up; reflecting fewer students who are taking more classes;
 - Taxes remaining to be collected in Hutchinson County are \$38,196; in Ochiltree County, \$2,356;
 - Salaries are higher this month because overloads are paid in May;
 - The end-of-the budget year is always tight, but we have kept expenditures under control;
- Mr. McClellan asked about the amount remaining in Miscellaneous Income. Mr. Young explained that the amount has to do with the sale of the IPC facility.
- SACS off-Site
Report: Dr. Swender explained that every ten years FPC is up for reaffirmation through the Southern Association of Colleges and Schools. The process has totally changed from the last on-site visit. The Report of the Reaffirmation Committee noted that FPC had 15 areas of non-compliance in the 81 required criteria. This is very good. No college meets all 81 criteria. We are pleased with these results. Eight of the non-compliance issues are easily corrected. Dr. Stephen Sheeley will be on campus July 14th to help us prepare for the on-site visit, which is the week of October 6th. I want to again commend Shannon Carroll for her leadership in preparing the off-site document.

Consent Agenda:

Items included in the Consent Agenda:

- a. BCAC renovation financing
- b. Donation from the Inez B. and H. E. McCarley Foundation; \$5,000 for scholarships for Pampa students attending FPC
- c. The Investment Summary with a yield of .50%.

Mr. McClellan questioned the “estimated” interest rate for the BCAC renovation financing. He asked if other financial institutions had been contacted and did they have better rates. Ms. Rummel explained that “estimated” were their words. That was the rate quoted as of last week and may fluctuate depending upon the market at the time of closing.

Mr. Williams said that he did not believe anyone had a problem with items “B and C” and that item “A” could be removed from the consent agenda for further discussion. Mr. McClellan said that he wanted to hold off making a decision because he thought Happy State Bank could offer a better deal.

Member Bill Cornelius left the meeting.

Dr. Swender placed a call to Dr. Hicks so that he could provide input into questions regarding the BCAC financing. Mr. McClellan asked Dr. Hicks if other banks had been contacted. Dr. Hicks said that no, this was a continuation of the financial instrument and process that was started five years ago. Dr. Hicks also explained that the CD would mature on June 22, 2009 and that the 2.1 rate was the rate as of last week. Wells Fargo had amortized the five-year note and they were willing to match the loan maturity with the CD maturity. At the time this was done it was something that other financial institutions would not do. Dr. Hicks said that he was a proponent of saving money, but what would happen if we cannot get the loan elsewhere? Wells Fargo had been easy to work with on this transaction. Mr. McClellan said that we are here to make the best deal for the College. Mr. Williams said that he believed that 1% could be “sliced” out and make it less than the 2.9% spread.

Dr. Hicks explained that the CD and loan rates are horrendous right now. When the College originated this loan Wells Fargo was the only financial institution who took the deal. Amarillo National would not. Dr. Swender noted that Dr. Hicks had dealt with this loan from the beginning.

Mr. McClellan asked that the BCAC loan financing be segregated from the other items on the Consent Agenda. The CD can be extended for one week or thirty days to give time to request information from other banks.

Dr. Swender asked if we should pass the Consent Agenda as presented or have a Special Session of the Board of Regents. After a brief discussion, Mr. Williams said that Item A would be moved from the Consent Agenda and would be considered at a Special meeting on Tuesday, June 23rd, 12:00 noon.

On a motion by Mr. Radach, seconded by Mr. Young, Items B and C on the Consent Agenda were unanimously accepted as presented. Mr. McClellan noted that a member was absent from the vote, but a quorum was present for the vote.

FPC Athletics:

Mr. John Green, FPC Athletic Director's presentation included the following:

- Summer Camps are going well; 45 students have participated in the three camps that have been held; more camps are planned for this summer;
- There are ten colleges in the Western Junior College Conference; of those ten colleges, five have won national championships;
- All-Americans represent the top thirty students in any sport; FPC has had sixteen students recognized as All-Americans;
- FPC's Golf Team has been nominated as an Academic All-American Team;
- Volleyball finished 11th in the Nation; and
- FPC will host the Region V Volleyball Tournament in November.

Mr. Williams extended his thanks to Mr. Green for his efforts and noted that the athletes seem to be interested and that they were good kids. Mr. Young added that we don't want problem kids, the coaches can make a difference with the students we recruit. Mr. McClellan commended the News Herald staff for their coverage of FPC.

Items of

Information:

Included in the Item of Information:

- Annual Calendar for the Board of Regents; noting the Annual Board of Regents Retreat on July 31, in the A&I Conference Center. The event will begin with a meal at 5:00 p.m.
- Upcoming Dates and Events
- Resignation from Judy Hart. Mr. Hart is retiring after twenty-five years of service to FPC. Ms. Hart will return to campus as an adjunct faculty member in the fall 2009 Semester.

President's Report:

Included in Dr. Swender's Report:

- HB2480 mutated and changed. Where it had been a community college can go into any ISD to offer concurrent/dual credit classes, the final version of the bill says that a community college can provide concurrent classes with the permission of the community college in which the ISD resides.
- FPC will partner with the Senior Community Service Employment Program, which recruits low-income senior citizens for community service employment.
- FPC was named the Chamber of Commerce Beauty Spot of the Month. Dr. Swender commended Regina Haney and the Physical Plant Staff for their work in maintaining the college's grounds and facilities.

Adjournment:

There being no further business, the meeting adjourned at 2:06 p.m.