

**Acacia Fraternity
Board Of Directors Meeting
Friday June 7, 2002
Manhattan, KS**

Attendance: Gary Haag, Denny Bassett, Bill Riley, Ben Neill, Fred Loseke, Ron Graver, Ben Funk, Mike Meyers, Chris Ohm, Lawrence Andre, Curtis Hapgood, Tony Prettyman, Brad Nelson, John Fralick, Cecil Pearce and Roger Brannan.

Absent: Ray Letourneau, Tim Poling, Ken Frashier, Larry Ihrig, Dave Woolfolk, Brent Bayer

Men Of Acacia: Lucas Shivers, Brian Murphy, David McCandless, Tim Franklin

Finance Report:

Acacia Fraternity currently owes Kansas State Bank approximately \$125,000. Over the past 2 years, the Alumni chapter has paid Pennington Company for fundraising expenses (\$85,000 over 2 years), paid architecture fees of approximately \$25,000 and colonization expenses of \$71 00. The overall debt of the chapter has increased by approximately \$65,000 while being closed, but the fundraising money will be able to be used to “buy down” this debt as the Pennington payments come in over the next 5 years. We have contracted with Pennington for a 2 year Transitional campaign that will cost another \$12,000 plus expenses. We feel that these expenses are very much in line for everything that has been accomplished to date.

The attached pro-forma balance sheet shows a shrinking net worth over the course of 5 years. This is due to the fact of how we have chosen to handle the pledge receivables money from the campaign. This money will go directly towards paying down our debt in the chapter house. 34% of all remodeling costs will be tax deductible through the 401 (C) 3 national Foundation account.

Using the attached pro-forma balance sheet, we propose the Association to borrow up to \$714,000 for the complete remodel of the chapter house. This budget reflects our estimated cash flow for the next 5 years assuming appropriate stewardship of recruitment and budgeting measures. We recognize that this budget sets forth the “Ideal” way we would like to run the undergraduate chapter house and understand that some of the items may need to be “cut” if performance measures are not met.

Motion Passed: A corporate resolution shall be drafted and submitted to Kansas State bank for the chapter remodel costs and petty cash in the amount not to exceed \$714,000.

Fundraising: Review of *Handout #1 “Campaign Status Report”*

To date, 82 members have contributed \$524,850 to the campaign. We have received \$110,284 (21%) of these pledges. 8 of the 82 pledges have been fulfilled.

It will be the associations attempt to continuing cultivating more alum’s in an effort to reach our stated goal of \$600,000. We recognize that many alum’s have yet to be contacted and ideally could be reached in the fall timeframe after the renovation is complete and the chapter is open.

Men Of Acacia:

Ann Domsch has been hired to fulfill a dual role of House Mother and Leadership Director her personal information was submitted with an agreed upon job description. (See attachment #2). Her information is follows:

Handout #2: Job Description/Ann Domsch
L. Ann Domsch
3986 Fox Ridge Drive
Manhattan, KS 66502
(785) 537-5147

Ann will lead the Leadership Curriculum of Acacia Fraternity using the “21 Irrefutable Laws of Leadership” by John Maxwell. Each member will be given a copy of this book and the chapter will meet twice a month studying the book, video series and study guides provided by the John Maxwell Leadership series.

The chapter is moving forward with summer recruitment and currently has bids out to over 5 high school seniors. The goal is to sign 3 to 5 men to move into the chapter this fall. The chapter is continuing it’s “rifle” approach to recruitment, requiring that all interested recruits fill out a membership application for review by a minimum of 2 senior men. **The chapter encourages all Senior Men to forward any potential recruits to Brian Murphy: (785) 226-0765 or email at: brianmurphy35@hotmail.com.**

Facilities:

The remodel project is on schedule at this point and time. There have been a variety of differences with regard to the original budget, but at this time the positives and negatives just about equal each other out and we are still within budget. The BOD has signed a cost plus contract with Schultz Construction not to exceed \$472,000. This contract does not include furniture or computers. The revised estimate does include the “sagging ceiling” in the dining room which was discovered since the last board meeting

***It was noted that Schultz construction should be named on our insurance coverage throughout the remodel period of the chapter house.

It was duly noted that a monthly report of expenses should be forward by the Finance Committee to the Executive Secretary for distribution to the board.

New Business:

I. *Handout #3: Proposed use of John W. Baughman II Leadership/Scholarship Fund*

A presentation was made to the above foundation’s board of directors in hopes that they would consider increasing the funds to this endowment in order help cover costs of the Acacia Leadership curriculum. The board has discussed in the past their desire to make any and all scholarship foster the spirit of working “together” versus working “against” each other for scholarship monies. Currently, all new members are enrolled in the introductory Leadership Studies course on campus and the Alumni Association covers this cost. It is hoped that in the future we will be able to expand this leadership curriculum to not only include the class on campus and In-House Leadership curriculum but also many off campus speakers and bi-annual retreats and workshops.

Motion Passed: The above motion/handout was passed as written.

II. Slate of Officers and Proposed Board of Directors for 2002-03

Handout #4: Slate of Officers and Directors

The Finance Director has been added to the coordinating council to assist in accurate detail record keeping specifically regarding the Fundraising/Remodel project currently going on at the chapter. This position will remain in effect throughout the fundraising project to assure accurate book keeping.

The Coordinating Council was elected as follows;

Chairman	Bill Riley
Vice Chairman	Ron Graver

Secretary/Treasurer
Finance Director

Mike Meyers
Ben Funk

Adjournment