

AGENDA FOR THE SPECIAL MEETING OF THE  
UNIVERSITY OF ARKANSAS BOARD OF TRUSTEES  
TELEPHONE CONFERENCE CALL  
1:45 P.M., OCTOBER 31, 2014

TRUSTEES PRESENT:

Chairman Jim von Grep; Trustees Jane Rogers; Ben Hyneman; David Pryor; Mark Waldrip; John Goodson; Stephen A. Broughton, MD; Cliff Gibson and Morrill Harriman.

TRUSTEE ABSENT:

Reynie Rutledge.

UNIVERSITY ADMINISTRATORS  
AND OTHERS PRESENT:

System Administration:  
President Donald R. Bobbitt, Vice President for Finance and CFO Barbara Goswick, Vice President for Academic Affairs Michael K. Moore, Vice President for Administration Ann Kemp, General Counsel Fred Harrison, Vice President for University Relations Melissa Rust, Interim Director of Communications Nate Hinkel, Assistant to the President Angela Hudson and Associate for Administration Sylvia White.

Various Campus Administrators.

Member of the Press.

Chairman von Grep called the special meeting of the Board of Trustees of the University of Arkansas to order at 1:47 p.m. on Friday, October 31, 2014, via telephone conference call. Chairman von Grep called on Trustee Waldrip to convene the Audit and Fiscal Responsibility Committee to meet and the members then discussed and unanimously approved the resolution in the agenda. Then Chairman von Grep reconvened the full meeting of the Board at 1:51 p.m. and called for a report from Mr. Waldrip.

1. Report of Audit and Fiscal Responsibility Committee Meeting and Approval of a Resolution Concerning a Loan to the University of Arkansas System eVersity:

Audit and Fiscal Responsibility Committee Chairman Mark Waldrip moved that the full Board approve the resolution set forth below. Trustee Harriman seconded the motion.

Trustee Rogers stated that she was supportive of *eVersity* but, as a matter of principle, opposed to borrowing from campuses except under extraordinary circumstances and would prefer a bank loan, if terms were favorable. Trustee Waldrip stated that he believes that it is completely appropriate to borrow from the campuses for a program consistent with the University's mission. The resolution was approved as follows, with Trustee Rogers abstaining:

BE IT RESOLVED BY THE BOARD OF TRUSTEES OF THE UNIVERSITY OF ARKANSAS THAT the Board approves the inter-institutional borrowing, pursuant to Board Policy 375.1, of \$5,000,000 to be made in two equal disbursements on March 1, 2015 and March 1, 2016, by the University of Arkansas System *eVersity* from the campuses and divisions of the University of Arkansas System.

BE IT FURTHER RESOLVED THAT the Board sets a term of ten years for each loan at an annual interest rate of 1.75% with interest only to be paid in the first two years of each loan.

BE IT FURTHER RESOLVED THAT the Board approves the use of the funds to pay the start-up costs of the offering of on-line courses by the University of Arkansas System *eVersity*.

BE IT FURTHER RESOLVED THAT the Vice President for Finance and the Chair of the Audit and Fiscal Responsibility Committee shall be, and hereby are, authorized to execute the *Request for Internal Loan* document, and such other required documents, to complete the loan.

There being no further business to come before the Board, upon motion by Trustee Pryor and second by Trustee Harriman, the meeting was adjourned at 1:57 p.m.

Respectfully Submitted,

/s/

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Jane Rogers, Secretary