SIU Alumni Association
Executive Committee Meeting
Morris Library, DeJarnett American Heritage Room
Saturday, February 11, 2017
10:30 a.m.

AGENDA

I. Call to Order – Larry Mieldezis, President

II. Roll Call – Tina Shingleton, Corporate Secretary

   Britten Follett               Randy Ragan
   Gary Heflin                  Laura Soucy
   Molly Hudgins                Rick Wysocki
   Dede Ittner
   Mike Kasser                  Michelle Suarez (Executive Director)
   Larry Mieldezis              Patrice DeBlois (Asst. Treasurer/Controller)
   Scott Moller                 John Huffman (Legal Counsel)
                               Tina Shingleton (Corporate Secretary)

III. Action on Minutes of October 20, 2016 – Larry Mieldezis

IV. President’s Report – Larry Mieldezis

V. Executive Director’s Report – Michelle Suarez

VI. Interim Chancellor’s Comments – Brad Colwell

VII. Vice Chancellor’s Comments – James Salmo

VIII. Treasurer’s Report – Randy Ragan

IX. Other Committee Reports – Larry Mieldezis

   • Audit Committee – Randy Ragan
   • Communications – Scott Moller
   • Investments – Scott Moller
   • Member Services – Britten Follett
   • Policy and Organization – Rick Wysocki
   • Scholarships – Gary Heflin
   • Student Relations – Laura Soucy
   • Board Best Practices Ad Hoc – Scott Moller
X. Old Business – Larry Mieldezis
   • Update of Legacy Program – Dede Ittner

XI. New Business – Larry Mieldezis
   • Board Ballot
   • 2017 Distinguished Alumni Recipients
   • Schedule date for Summer Executive Committee Meeting

XII. Announcements – Larry Mieldezis
   • SIU Men’s MVC Tournament – March 2 – 5, 2017 – St. Louis, MO
   • Saluki Celebration – March 4, 2017 – Busch Stadium, Cardinal Nation - St. Louis, MO
   • SIU Women’s MVC Tournament – March 9 – 12, 2017 – Quad Cities, IL
   • Extern Recognition Ceremony – Tuesday, March 28, 2017
   • Spring 2017 Executive Committee Meeting – Friday, April 28, 2017
   • Distinguished Alumni Induction Ceremony – Friday, April 28, 2017
   • Association Board and Director Social – Friday, April 28, 2017
   • Spring 2017 Board of Directors Meeting – Saturday, April 29, 2017
   • Baseball Reunion – May 5 – 7, 2017 – Honoring 1977 team
   • SIU Day at Busch Stadium – Friday, May 12, 2017
   • Forever SIU – Friday, May 12, 2017 – SIU Student Center
   • SIU Day at Wrigley Field – Sunday, June 4, 2017
   • SIU/SIUE 4th Annual Springfield Alumni Reception – Wednesday, July 12, 2017
   • Black Alumni Group Reunion – July 13 – 17, 2017
   • SIU Day at Guaranteed Rate Field (formerly SIU Day at US Cellular Field) -
July 27, 2017


- Fall 2017 Executive Committee Meeting – Thursday, October 12, 2017

- Fall 2017 Board of Directors Meeting – Friday, October 13, 2017

- Half Century Club and Class of 1967 Banquet – Friday, October 13, 2017

- Alumni Band Group Reunion – Friday, October 13, 2017

- SIU Homecoming Tailgate – Saturday, October 14, 2017

- Homecoming Football Game – Saturday, October 14, 2017 – SIU vs. Illinois State

  *Visit [www.siualumni.com](http://www.siualumni.com) for a complete list of events.

XII. Adjournment – Larry Mieldezis
## Engagement Report
### FY 2017 Report Quarter 2

### Membership

<table>
<thead>
<tr>
<th>Membership</th>
<th>FY 2014</th>
<th>FY 2015</th>
<th>FY 2016</th>
<th>FY 2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total Members</td>
<td>17,181</td>
<td>17,771</td>
<td>16,518</td>
<td>16,170</td>
</tr>
<tr>
<td>Students</td>
<td>667</td>
<td>415</td>
<td>198</td>
<td>207</td>
</tr>
<tr>
<td>Recent Graduates</td>
<td>550</td>
<td>871</td>
<td>475</td>
<td>320</td>
</tr>
<tr>
<td>Annual</td>
<td>3,436</td>
<td>3,499</td>
<td>2,743</td>
<td>2,709</td>
</tr>
<tr>
<td>Life</td>
<td>11,474</td>
<td>11,502</td>
<td>11,540</td>
<td>11,490</td>
</tr>
<tr>
<td>3 Year</td>
<td>1,033</td>
<td>1,452</td>
<td>1,530</td>
<td>1,402</td>
</tr>
<tr>
<td>Golden Saluki</td>
<td>21</td>
<td>31</td>
<td>34</td>
<td>42</td>
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### Communications

<table>
<thead>
<tr>
<th>Communications</th>
<th>FY 2014</th>
<th>FY 2015</th>
<th>FY 2016</th>
<th>FY 2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Emails Sent</td>
<td>102</td>
<td>84</td>
<td>95</td>
<td>60</td>
</tr>
<tr>
<td>Email Distribution</td>
<td>2,172,277</td>
<td>4,353,235</td>
<td>2,527,578</td>
<td>613,124</td>
</tr>
<tr>
<td>SIUAA Facebook Page Fans</td>
<td>15,790</td>
<td>16,629</td>
<td>17,629</td>
<td>17,944</td>
</tr>
<tr>
<td>SIUAA Twitter Followers</td>
<td>2,619</td>
<td>3,018</td>
<td>3,573</td>
<td>3,815</td>
</tr>
<tr>
<td>SIUAA Linked In Group Members</td>
<td>3,920</td>
<td>4,201</td>
<td>4,308</td>
<td>4,288</td>
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<tr>
<td>SIUAA Instagram Followers</td>
<td>594</td>
<td>946</td>
<td>267,999</td>
<td>267,999</td>
</tr>
<tr>
<td>Magazine circulation</td>
<td>259,856</td>
<td>259,505</td>
<td>254,602</td>
<td>267,999</td>
</tr>
<tr>
<td>Website Unique Users</td>
<td>61,378</td>
<td>81,474</td>
<td>62,779</td>
<td>28,224</td>
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<tr>
<td>Website Page Views</td>
<td>274,457</td>
<td>446,983</td>
<td>247,621</td>
<td>106,345</td>
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### Events/Attendance

<table>
<thead>
<tr>
<th>Events/Attendance</th>
<th>FY 2014</th>
<th>FY 2015</th>
<th>FY 2016</th>
<th>FY 2017</th>
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<tbody>
<tr>
<td>Number of Off Campus Events</td>
<td>50</td>
<td>33</td>
<td>21</td>
<td>8</td>
</tr>
<tr>
<td>Number of On Campus Events</td>
<td>14</td>
<td>13</td>
<td>11</td>
<td>8</td>
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<tr>
<td>Off campus Attendance</td>
<td>2,915</td>
<td>2,165</td>
<td>1,114</td>
<td>715</td>
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<tr>
<td>Homecoming Attendance</td>
<td>1,217</td>
<td>1,610</td>
<td>2,100</td>
<td>1,624</td>
</tr>
<tr>
<td>Membership Tailgates Attendance</td>
<td>1,556</td>
<td>1,644</td>
<td>1,043</td>
<td>4,390</td>
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<tr>
<td>Other On Campus Attendance</td>
<td>4,505</td>
<td>1,858</td>
<td>730</td>
<td>0</td>
</tr>
<tr>
<td>Total Attendance</td>
<td>10,193</td>
<td>7,277</td>
<td>4,987</td>
<td>6,745</td>
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### Data Stats

<table>
<thead>
<tr>
<th>Data Stats</th>
<th>FY 2014</th>
<th>FY 2015</th>
<th>FY 2016</th>
<th>FY 2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Number of Records</td>
<td>643,768</td>
<td>649,347</td>
<td>656,642</td>
<td>660,481</td>
</tr>
<tr>
<td>Graduates</td>
<td>251,397</td>
<td>251,367</td>
<td>255,456</td>
<td>257,157</td>
</tr>
<tr>
<td>Addressable Graduates</td>
<td>233,127</td>
<td>228,427</td>
<td>234,566</td>
<td>229,818</td>
</tr>
<tr>
<td>Phoneable Graduates</td>
<td>210,619</td>
<td>206,783</td>
<td>193,833</td>
<td>202,296</td>
</tr>
<tr>
<td>Email Addresses Graduates</td>
<td>172,380</td>
<td>172,666</td>
<td>178,759</td>
<td>145,544</td>
</tr>
<tr>
<td># of Address Updates since July</td>
<td>59,890</td>
<td>95,820</td>
<td>68,137</td>
<td>43,434</td>
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</table>

### Student Engagement

<table>
<thead>
<tr>
<th>Student Engagement</th>
<th>FY 2014</th>
<th>FY 2015</th>
<th>FY 2016</th>
<th>FY 2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Extern Students Matched</td>
<td>126</td>
<td>93</td>
<td>104</td>
<td>0</td>
</tr>
<tr>
<td>Extern Sponsors</td>
<td>81</td>
<td>75</td>
<td>78</td>
<td>0</td>
</tr>
<tr>
<td>Student Alumni Council Members</td>
<td>27</td>
<td>16</td>
<td>20</td>
<td>25</td>
</tr>
<tr>
<td>Scholarship Committee Awarded #</td>
<td>125</td>
<td>174</td>
<td>130</td>
<td>0</td>
</tr>
<tr>
<td>Scholarship Committee Awarded $</td>
<td>$72,687</td>
<td>$82,852</td>
<td>$59,907</td>
<td>$2,962</td>
</tr>
<tr>
<td>Other Scholarships Administered #</td>
<td>24</td>
<td>27</td>
<td>30</td>
<td>0</td>
</tr>
<tr>
<td>Other Scholarships Administered $</td>
<td>$43,550</td>
<td>$44,095</td>
<td>$43,250</td>
<td>$0</td>
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</table>

### Alumni Engagement

<table>
<thead>
<tr>
<th>Alumni Engagement</th>
<th>FY 2014</th>
<th>FY 2015</th>
<th>FY 2016</th>
<th>FY 2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Constituent Groups</td>
<td>4</td>
<td>4</td>
<td>4</td>
<td>4</td>
</tr>
<tr>
<td>Chapters</td>
<td>19</td>
<td>19</td>
<td>18</td>
<td>16</td>
</tr>
<tr>
<td>Clubs</td>
<td>11</td>
<td>11</td>
<td>11</td>
<td>8</td>
</tr>
<tr>
<td>Tell Us Your Story submissions</td>
<td>283</td>
<td>311</td>
<td>327</td>
<td>341</td>
</tr>
<tr>
<td>Volunteer SIU!</td>
<td>122</td>
<td>145</td>
<td>158</td>
<td>194</td>
</tr>
<tr>
<td>NPS Score: Recommend Event</td>
<td>54</td>
<td>57</td>
<td>68</td>
<td>31</td>
</tr>
<tr>
<td>NPS Score: Recommend SIUAA</td>
<td>N/A</td>
<td>56</td>
<td>63</td>
<td>33</td>
</tr>
</tbody>
</table>

NPS is the difference between Promoters, respondents who gave a score of 9-10, and Detractors, respondents who gave a score of 0-6.
The Association of Alumni, Former Students and Friends of Southern Illinois University, Incorporated

FINANCIAL REPORT

FISCAL YEAR 2017

December 31, 2016

Randy Ragan, CPA
Treasurer

Desiree Cox / Patrice DeBlois
Account Tech II / CPA Controller
The Association of Alumni, Former Students and Friends of Southern Illinois University, Incorporated

FINANCIAL REPORT

December 31, 2016

TABLE OF CONTENTS

<table>
<thead>
<tr>
<th>Section</th>
<th>Page</th>
</tr>
</thead>
<tbody>
<tr>
<td>STATEMENT OF FINANCIAL POSITION</td>
<td>3</td>
</tr>
<tr>
<td>STATEMENT OF ACTIVITIES</td>
<td>4</td>
</tr>
<tr>
<td>NOTES TO BASIC FINANCIAL STATEMENTS</td>
<td>5-9</td>
</tr>
</tbody>
</table>
The Association of Alumni, Former Students and Friends of Southern Illinois University, Incorporated

STATEMENT OF FINANCIAL POSITION

December 31, 2016
(WITH COMPARATIVE TOTALS FOR December 31, 2015)

<table>
<thead>
<tr>
<th>ASSETS</th>
<th>FY 2017</th>
<th>FY 2016</th>
<th>Variance</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current Assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deposits with Regions Bank</td>
<td>$115,084</td>
<td>$112,941</td>
<td>$2,143</td>
<td>1.90%</td>
</tr>
<tr>
<td>Short-Term Investments (Note 2)</td>
<td>73,062</td>
<td>156,933</td>
<td>(83,872)</td>
<td>-53.44%</td>
</tr>
<tr>
<td>Accounts Receivable</td>
<td>907</td>
<td>589</td>
<td>317</td>
<td>53.83%</td>
</tr>
<tr>
<td>Prepaid Expenses</td>
<td>42,842</td>
<td>(4,188)</td>
<td>47,030</td>
<td>-1122.88%</td>
</tr>
<tr>
<td><strong>Total Current Assets</strong></td>
<td><strong>$231,894</strong></td>
<td><strong>$266,275</strong></td>
<td><strong>-$34,381</strong></td>
<td><strong>-12.91%</strong></td>
</tr>
<tr>
<td>Noncurrent Assets</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Long-Term Investments (Note 2)</td>
<td>$7,836,353</td>
<td>$7,313,275</td>
<td>523,078</td>
<td>7.15%</td>
</tr>
<tr>
<td>Capital Assets, Net of Accumulated Depreciation (Note 3)</td>
<td>89,086</td>
<td>119,500</td>
<td>(30,414)</td>
<td>-25.45%</td>
</tr>
<tr>
<td><strong>Total Noncurrent Assets</strong></td>
<td><strong>7,925,439</strong></td>
<td><strong>7,432,775</strong></td>
<td><strong>492,664</strong></td>
<td><strong>6.63%</strong></td>
</tr>
<tr>
<td><strong>TOTAL ASSETS</strong></td>
<td><strong>$8,157,333</strong></td>
<td><strong>$7,699,050</strong></td>
<td><strong>$458,283</strong></td>
<td><strong>5.95%</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>LIABILITIES</th>
<th>FY 2017</th>
<th>FY 2016</th>
<th>Variance</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Current Liabilities</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Accounts Payable and Accrued Liabilities</td>
<td>$9,744</td>
<td>$14,436</td>
<td>$(4,693)</td>
<td>-32.51%</td>
</tr>
<tr>
<td>Deposits held for Others</td>
<td>79,253</td>
<td>76,012</td>
<td>3,241</td>
<td>4.26%</td>
</tr>
<tr>
<td>Deferred Revenue, Current Portion (Note 5)</td>
<td>106,035</td>
<td>110,166</td>
<td>$(4,131)</td>
<td>-3.82%</td>
</tr>
<tr>
<td><strong>Total Current Liabilities</strong></td>
<td><strong>$197,632</strong></td>
<td><strong>$200,614</strong></td>
<td><strong>-$2,983</strong></td>
<td><strong>-1.49%</strong></td>
</tr>
<tr>
<td>Noncurrent Liabilities</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Deferred Revenue (Note 5)</td>
<td>$1,793,441</td>
<td>$1,800,820</td>
<td>$(7,379)</td>
<td>-0.41%</td>
</tr>
<tr>
<td><strong>Total Noncurrent Liabilities</strong></td>
<td><strong>$1,991,073</strong></td>
<td><strong>$2,001,435</strong></td>
<td><strong>-$10,362</strong></td>
<td><strong>-0.52%</strong></td>
</tr>
<tr>
<td><strong>TOTAL LIABILITIES</strong></td>
<td><strong>$1,991,073</strong></td>
<td><strong>$2,001,435</strong></td>
<td><strong>-$10,362</strong></td>
<td><strong>-0.52%</strong></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>NET ASSETS</th>
<th>FY 2017</th>
<th>FY 2016</th>
<th>Variance</th>
<th>% Change</th>
</tr>
</thead>
<tbody>
<tr>
<td>Unrestricted</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Undesignated</td>
<td>$460,951</td>
<td>$(455,298)</td>
<td>$916,249</td>
<td>-201.24%</td>
</tr>
<tr>
<td>Designated</td>
<td></td>
<td></td>
<td></td>
<td>0.00%</td>
</tr>
<tr>
<td>Operations</td>
<td>3,641,787</td>
<td>4,000,000</td>
<td>(358,213)</td>
<td>-8.96%</td>
</tr>
<tr>
<td>Scholarships</td>
<td>1,063,522</td>
<td>1,152,913</td>
<td>(89,391)</td>
<td>-7.75%</td>
</tr>
<tr>
<td>Alumni Center</td>
<td>1,000,000</td>
<td>1,000,000</td>
<td>0</td>
<td>0.00%</td>
</tr>
<tr>
<td><strong>TOTAL NET ASSETS</strong></td>
<td><strong>$6,166,260</strong></td>
<td><strong>$5,697,615</strong></td>
<td><strong>$468,645</strong></td>
<td><strong>8.23%</strong></td>
</tr>
<tr>
<td><strong>TOTAL LIABILITIES AND NET ASSETS</strong></td>
<td><strong>$8,157,333</strong></td>
<td><strong>$7,699,050</strong></td>
<td><strong>$458,283</strong></td>
<td><strong>5.95%</strong></td>
</tr>
</tbody>
</table>
## The Association of Alumni, Former Students and Friends of Southern Illinois University, Incorporated

### STATEMENT OF ACTIVITIES

FOR THE SIX MONTHS ENDED DECEMBER 31, 2016 AND 2015

<table>
<thead>
<tr>
<th>REVENUES</th>
<th>FY 2017</th>
<th>FY 2016</th>
<th>Total Annual</th>
<th>Budgeted</th>
</tr>
</thead>
<tbody>
<tr>
<td>Operating revenues</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Payments from SIU Foundation</td>
<td>$100,000</td>
<td>$100,000</td>
<td>$100,000</td>
<td></td>
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<tr>
<td>Budget Allocation from SIU</td>
<td>228,900</td>
<td>298,348</td>
<td>570,500</td>
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<tr>
<td>Membership Dues</td>
<td>101,302</td>
<td>113,489</td>
<td>235,000</td>
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<tr>
<td>Royalties and Other Income</td>
<td>2,226</td>
<td>3,911</td>
<td>85,000</td>
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<tr>
<td>Event Fees</td>
<td>38,043</td>
<td>41,884</td>
<td>85,000</td>
<td></td>
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<tr>
<td>Sponsorships</td>
<td>0</td>
<td>3,100</td>
<td>30,800</td>
<td></td>
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<tr>
<td>Contributions</td>
<td>2,806</td>
<td>13,882</td>
<td>10,000</td>
<td></td>
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<tr>
<td>Investment Gains / (Losses)</td>
<td>365,356</td>
<td>(616,224)</td>
<td>0</td>
<td></td>
</tr>
<tr>
<td>Dividend and Interest Income, Net</td>
<td>155,815</td>
<td>207,438</td>
<td>0</td>
<td></td>
</tr>
<tr>
<td><strong>Total Revenues</strong></td>
<td><strong>$994,447</strong></td>
<td><strong>$165,827</strong></td>
<td><strong>$1,116,300</strong></td>
<td><strong>0</strong></td>
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</table>

<table>
<thead>
<tr>
<th>EXPENSES</th>
<th>FY 2017</th>
<th>FY 2016</th>
<th>Total Annual</th>
<th>Budgeted</th>
</tr>
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<tbody>
<tr>
<td>Operating Expenses</td>
<td></td>
<td></td>
<td></td>
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<tr>
<td>Budget Expended from SIU</td>
<td>$228,900</td>
<td>$298,348</td>
<td>$570,500</td>
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<tr>
<td>Administrative</td>
<td>31,060</td>
<td>32,481</td>
<td>57,000</td>
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</tr>
<tr>
<td>Communications</td>
<td>155,408</td>
<td>176,319</td>
<td>224,000</td>
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<tr>
<td>Member Services</td>
<td>18,450</td>
<td>18,214</td>
<td>123,000</td>
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<tr>
<td>Promotions</td>
<td>2,181</td>
<td>18,451</td>
<td>3,500</td>
<td></td>
</tr>
<tr>
<td>Data Base Maintenance</td>
<td>36,216</td>
<td>2,540</td>
<td>70,000</td>
<td></td>
</tr>
<tr>
<td>Board of Directors</td>
<td>17,461</td>
<td>17,560</td>
<td>33,000</td>
<td></td>
</tr>
<tr>
<td>Off Campus Programs</td>
<td>41,308</td>
<td>57,932</td>
<td>106,000</td>
<td></td>
</tr>
<tr>
<td>Homecoming</td>
<td>4,364</td>
<td>24,624</td>
<td>19,800</td>
<td></td>
</tr>
<tr>
<td>University Master Contract Payment</td>
<td>0</td>
<td>0</td>
<td>40,000</td>
<td></td>
</tr>
<tr>
<td>Student Relations</td>
<td>2,194</td>
<td>5,048</td>
<td>28,000</td>
<td></td>
</tr>
<tr>
<td>Constituent Relations</td>
<td>2,924</td>
<td>1,987</td>
<td>6,500</td>
<td></td>
</tr>
<tr>
<td>Awards and Contributions</td>
<td>3,062</td>
<td>8,022</td>
<td>0</td>
<td></td>
</tr>
<tr>
<td>Operational Support</td>
<td>10,019</td>
<td>10,452</td>
<td>13,500</td>
<td></td>
</tr>
<tr>
<td>Corporate Relations / Sponsorship Development</td>
<td>3,127</td>
<td>6,138</td>
<td>10,500</td>
<td></td>
</tr>
<tr>
<td>Depreciation</td>
<td>15,906</td>
<td>16,232</td>
<td>34,000</td>
<td></td>
</tr>
<tr>
<td>On Campus Programs</td>
<td>15,548</td>
<td>30,984</td>
<td>37,000</td>
<td></td>
</tr>
<tr>
<td>Advocacy</td>
<td>0</td>
<td>0</td>
<td>0</td>
<td></td>
</tr>
<tr>
<td>Professional Development</td>
<td>2,902</td>
<td>10,042</td>
<td>11,000</td>
<td></td>
</tr>
<tr>
<td><strong>Total Expenses</strong></td>
<td><strong>$591,029</strong></td>
<td><strong>$735,377</strong></td>
<td><strong>$1,387,300</strong></td>
<td><strong>0</strong></td>
</tr>
</tbody>
</table>

| Change in net assets | $403,417 | ($569,549) | ($271,000) |
The Association of Alumni, Former Students and Friends of Southern Illinois University, Incorporated
NOTES TO BASIC FINANCIAL STATEMENTS
December 31, 2016

1. SUMMARY OF ACCOUNTING POLICIES

A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statements follows.

A. Organization: The Association of Alumni, Former Students and Friends of Southern Illinois University, Incorporated (the "Association") located in Carbondale, Illinois exists for the primary purpose of cultivating support of Southern Illinois University ("SIU" or "University") in achieving its educational, research, and service goals and responsibilities through membership, alumni events, and keeping alumni informed of development at the University.

Due to the significance of the financial relationship with the University, in accordance with Governmental Accounting Standards Board ("GASB") Statement No. 14, The Financial Reporting Entity, and GASB Statement No. 39, Determining Whether Certain Organizations Are Component Units, the Association is included as a component unit of the University for financial reporting purposes. The financial activities included in the Association's financial statements are reported in a separate column in the University's financial statements to emphasize that the Association is an Illinois not-for-profit organization legally separate from the University.

These financial statements include all financial activities over which the Association exercises direct responsibility.

B. Financial Statement Presentation: Financial statement presentation follows the recommendations of the Financial Accounting Standards Board (FASB) in its Statement of Financial Accounting Standards SFAS No. 117, Financial Statements of Not-for-Profit Organizations. Under those provisions, net assets and revenues, gains, and losses are classified based on the absence or existence and nature of donor-imposed restrictions as follows:

- Unrestricted net assets - Net assets that are not subject to donor-imposed stipulations. The Association's Board of Directors has designated $1,000,000 of the unrestricted net assets for the construction of an alumni center and $3,641,787 of unrestricted net assets as a general operations fund for the Association. In addition, the Association's Board of Directors has designated $1,063,522 of the unrestricted net assets for scholarships as of December 31, 2016.

- Temporarily restricted net assets - Net assets subject to donor-imposed stipulations that can be fulfilled by actions of the Association pursuant to those stipulations or that expire by the passage of time. There were no temporarily restricted net assets as of December 31, 2016 and 2015.

- Permanently restricted net assets - Net assets subject to donor-imposed stipulations that they be maintained permanently by the Association. There were no permanently restricted net assets as of December 31, 2016 and 2015.

C. Cash Equivalents: For purposes of the statements of cash flows, the Association considers all highly liquid investments with an original maturity of three months or less to be cash equivalents. Not included for interim statements

D. Investments: The Association accounts for its investments at fair value. Changes in unrealized gain (loss) on the carrying value of investments are reported as a component of investment income in the statements of revenues, expenses, and changes in net assets.
E. Property and Equipment: Property, plant and equipment are stated at cost less accumulated depreciation. Depreciation is provided for in amounts sufficient to relate the cost of depreciable assets to operations over their estimated service lives, on a straight-line basis. All items exceeding $1,000 are capitalized.

F. Deferred Revenue: Revenue on annual and life memberships is recognized ratably over the membership period. Fees, including activities fees, are recognized when earned and credit card royalties are recognized over the length of the contract. Deferred revenue at December 31, 2016 represents the unexpired portion of memberships, unearned fees and royalties with a remaining contract life. The Association considers all receivables to be fully collectible; accordingly, no allowance for doubtful accounts is considered necessary. If amounts become uncollectible, they will be charged to operations when that determination is made.

G. Revenue Recognition: Revenue is recognized under the accrual basis of accounting. Accordingly, dues are collected annually and are recognized as revenues in the applicable membership period on a monthly pro rata basis.

H. In-Kind Materials, Facilities and Services: Donated supplies and materials are recorded as contributions and as expenses of the appropriate program or supporting service at their determinable fair value at the date of donation.

I. Net Assets: The Association’s net assets are classified as follows:

- **Invested in capital assets, net of related debt:** This represents the Association’s total investments in capital assets, net of accumulated depreciation and reduced by outstanding debt obligations, if any, related to those capital assets.

- **Unrestricted net assets:** Unrestricted net assets represent resources available for transactions relating to the educational and general operations of the Association, and may be used at the discretion of the governing board to meet current expenses for any purpose.

- **Board designated assets:** This represents the Association’s Board of Director’s decision to dedicate funds for operations, scholarships and an Alumni Center.

J. Use of Estimates: The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes.

K. Income Taxes: The Internal Revenue Service (IRS) has issued a determination letter, dated August 20, 1990, indicating that the Association qualifies for federal income tax exemption under Section 501(c)(3) of the Internal Revenue Code except for income taxes associated with unrelated business income. No provision has been made as management does not believe it has significant unrelated business income.

L. Subsequent Events: Management has evaluated subsequent events for recognition and disclosure in the financial statements through January 30, 2017, which is the date the financial statements were available to be issued. Through January 30, 2017 no subsequent events required recognition or disclosure in the financial statements.

M. Prior Period Financial Information: The financial statements include certain prior-year comparative information. Such information does not include sufficient detail to constitute a presentation in conformity with accounting principles generally accepted in the United States of America. Accordingly, such information should be read in conjunction with the Association’s financial statements for the period ended December 31, 2015 from which the summarized financial information was derived.
2. CASH AND CASH EQUIVALENTS AND INVESTMENTS

A. Deposits with Regions Bank: The Association deposits its cash receipts in Regions Bank. At December 31, 2016, the amount on deposit with Regions Bank totaled $139,387 and the carrying amount was $115,084.

Custodial Credit Risk - Custodial credit risk is the risk that in the event of a bank failure, the Association’s deposits may not be returned to it. The cash held by Regions Bank follow strict collateralization requirements that are consistent with the requirements of the State Treasurer’s Collateral Agreement. Deposits are FDIC insured up to $250,000, and deposits above $250,000 are fully collateralized.

B. Investments: The Board of Directors of the Association is responsible for the management of the Association’s investments. The Board, through the bylaws, has given authority to the Investment and Transaction Committees to formulate an investment policy for funds and assets held by the Association. These Committees shall submit that policy to the Board for approval, periodically recommend changes in policy as appropriate, interpret that policy to any of Association’s investment managers, and oversee implementation of that policy. Investment performance is reviewed quarterly and investments are reported at fair value in the Statement of Net Assets.

The Association determines the fair value of investments to be the amount at which financial instruments could be exchanged in a current transaction between willing parties, usually quoted market prices. Also, certain money market investments having a remaining maturity of one year or less at time of purchase and nonnegotiable certificates of deposit with redemption terms that do not consider market rates are carried at amortized cost. Realized gains and losses and the unrealized appreciation (depreciation) of investments are included in the net investment gain (loss) in the Statement of Activities.

C. Investment Risks:

- **Interest Rate Risk** - Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In order to capture the highest yield and due to the fact that a majority of the Association’s investments have a long time horizon, the Association has not set limits on investment maturities.

- **Foreign Currency Risk** – Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. The Association has investments in one mutual fund (American Funds Capital World Growth and Income) that invests in securities of various countries. The Association has not adopted a policy with respect to foreign currency risk.

- **Credit Risk** - Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Association’s general investment policy is to produce the maximum total return consistent with acceptable risk levels. Moderately aggressive investment strategies are utilized to achieve investment goals, as growth of assets, rather than the production of income, is the primary portfolio objective.

- **Concentration of Credit Risk** - The Association has no limit on the amount that can be invested with any one issuer. As of December 31, 2016, the Association did not have more than five percent of the Association’s investments with any issuer.

- **Custodial Credit Risk** - Custodial Credit Risk is the risk that, in the event of failure of the counter party, the Association will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of December 31, 2016, the Association did not have any securities at risk.
The Association of Alumni, Former Students and Friends of Southern Illinois University, Incorporated

NOTES TO BASIC FINANCIAL STATEMENTS

December 31, 2016

3. CAPITAL ASSETS

Following are the changes in capital assets for Fiscal Year 2017:

<table>
<thead>
<tr>
<th></th>
<th>Furniture, Fixtures and Equipment</th>
<th>Less Accumulated Depreciation</th>
<th>Capital Assets, Net</th>
</tr>
</thead>
<tbody>
<tr>
<td>Balance June 30, 2016</td>
<td>$314,446</td>
<td>($209,455)</td>
<td>$104,991</td>
</tr>
<tr>
<td>Additions</td>
<td>0</td>
<td>(15,906)</td>
<td>(15,906)</td>
</tr>
<tr>
<td>Retirements</td>
<td>0</td>
<td>0</td>
<td>-</td>
</tr>
<tr>
<td>Balance December 31, 2016</td>
<td>$314,446</td>
<td>($225,361)</td>
<td>$89,085</td>
</tr>
</tbody>
</table>

4. CREDIT CARD ARRANGEMENT

The Association entered into an agreement with Commerce Bank, effective July 1, 2014. During the year ended June 30, 2015, the Association received a $25,000 advance on royalties, of which $1,341 has been earned as of December 31, 2016.
5. LONG-TERM LIABILITIES

Long-term liabilities consist of deferred revenue. Activity for fiscal year 2017 was as follows:

<table>
<thead>
<tr>
<th></th>
<th>Balance June 30, 2016</th>
<th>Balance December 31, 2016</th>
<th>Amounts due within One Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>Royalties</td>
<td>$23,659</td>
<td>$23,659</td>
<td>$0</td>
</tr>
<tr>
<td>Dues</td>
<td>1,901,572</td>
<td>1,878,417</td>
<td>108,635</td>
</tr>
<tr>
<td>Activities and events</td>
<td>24,548</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>$1,949,779</strong></td>
<td><strong>$1,902,076</strong></td>
<td><strong>$108,635</strong></td>
</tr>
</tbody>
</table>

6. RETIREMENT PLAN

All full-time Association personnel are University employees. Retirement benefits and post-retirement benefits other than pension are available for eligible SIU employees under a contributory retirement plan (the "Plan") administered by the State Universities Retirement System. Participants of the Plan contribute eight percent of their gross earnings, and the University annually contributes an amount determined by the State Legislature from State appropriations and amounts from other current funds based on actuarially determined rates. Information pertaining to the Plan and Plan benefits can be found in the University financial statements. The Association does not own any of the Plan assets and has no responsibility for the Plan obligations.

7. TRANSACTIONS WITH RELATED PARTIES

The Association has entered into a master contract with the Board of Trustees of SIU that specifies the relationship between the two organizations in accordance with the Legislative Audit Commission’s University Guidelines, 1997, as amended. Among the provisions of the contract is a requirement that the Association, in return for staff and use of the facilities, agrees to annually reimburse the University for the proportionate share of costs involved. This reimbursement is computed as the annual salary cost of the University’s Alumni Services Department times a percentage (6.57% in 2016), based on the total number of addressable alumni members divided by the total number of addressable alumni on file. Both the Association and the University agree to the percentage on an annual basis.

The Association recognizes as revenue and expense those on-behalf payments for salaries made by the University for personnel of the Association. For the period ended December 31, 2016 these amounts totaled $228,900 and are included in Budget allocation from SIU and budget expended at SIU in the accompanying Statement of Activities.

The Association uses various services of the University and directly reimburses the University at a cost equal to that charged by the University to other users.
Performance Report  

as of December 31, 2016

<table>
<thead>
<tr>
<th>4th Quarter</th>
<th>Inception to Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>May 21, 2012</td>
<td></td>
</tr>
</tbody>
</table>

| Beginning Value | $7,980,803 | $6,823,072 |
| Transfers In / (Out) | $200,000 | $1,800,531 |
| Capital Appreciation | $50,020 | $2,101,947 |
| Div & Int Income | $88,568 | $918,167 |
| Management Fees | $(9,976) | $(183,260) |
| Ending Value | $7,909,414 | $7,909,414 |

| Investment Gain | $128,611 | $2,886,874 |

| Net Return | $1.7% | 8.6% |
| Benchmark Return (70/30) | .5% | 8.4% |
Investment Balance

December 31, 2016

Inception to Date Account Value vs. Net Investment
BYLAWS OF
THE ASSOCIATION OF ALUMNI, FORMER STUDENTS, AND FRIENDS
OF SOUTHERN ILLINOIS UNIVERSITY, INCORPORATED

We, the graduates, former students, and friends of Southern Illinois University, in order
to give moral and material support to our alma mater in its program of instruction,
research and service, to provide opportunities for individual student development, and to
advance the spirit of fellowship and loyalty among our members, do ordain these Bylaws
for the Association of Alumni, Former Students, and Friends of Southern Illinois
University, Incorporated.

ARTICLE I - NAME AND INCORPORATION

Section 1. Name

The name of this organization shall be The Association of Alumni, Former
Students, and Friends of Southern Illinois University, Incorporated. The
working name shall be the Southern Illinois University Alumni
Association. It shall be hereinafter designated and referred to in these
Bylaws as the Association.

Section 2. Nature

The Association is a wholly not-for-profit corporation, organized under
the laws of the State of Illinois, and its purposes shall be wholly charitable
and educational.

Section 3. Object

A. The Association shall enter into contracts with the Board of Trustees
of Southern Illinois University and other University Related
Organizations (URO) on such matters as, but not limited to:

i. Maintaining, nurturing, and advancing the Association by its
members and, through them, assisting the University in its goals of
instruction, research, and service.

ii. Promoting communication among the graduates, former students,
faculty, staff, and other friends of the University, and among
members of the Association and the University through various
means including, but not limited to, periodic publications.

iii. Promoting and conducting meetings and activities of individuals,
whether by their class year, geographic location, profession,
athletic or other special interests, all in an effort to establish and
maintain ongoing relationships among those individuals or groups
of individuals and the University.
iv. Assisting the University, as mutually agreed upon, by serving as the Office of Record for the data base used in maintaining, updating, and gathering records on graduates and former students.

v. Recognizing, by such means as awards, scholarships, and otherwise, outstanding achievements by graduates and former students, current students, faculty, and friends of the University.

vi. Participating in various University committees, programs, functions, and graduations as invited by the University.

vii. Assisting the Southern Illinois University Foundation in its objectives as a University-related organization.

viii. Soliciting, receiving, and maintaining gifts to be used for and on behalf of the University, its faculty, students, staff, and the Association.

B. To do such other acts and undertake such other enterprises as in the judgment of the Board of Directors shall tend to promote the interest and welfare of Southern Illinois University and the Association.

Section 4. Principal Office and Registered Office

A. Offices of the Association shall be located in Carbondale, Illinois, and such other places as the Board of Directors may determine.

B. The registered office of the Association shall be located in or near the city of Carbondale, Illinois.

Section 5. Seal

The Association shall have a corporate seal which shall have inscribed thereon the name of the corporation, the year of its organization, and the words The Association of Alumni, Former Students, and Friends, 1896.

Section 6. Copy of Bylaws

The Secretary of the Association shall at all times keep in the office of the Association a true and correct copy of the Bylaws.

Section 7. Dissolution

In the event of the dissolution of the Association as a corporation, its assets shall be transferred or conveyed to the Board of Trustees of
Southern Illinois University or its successor to be held in trust for the purposes for which they were received, unless such distribution of particular property is prohibited by the terms of the gifts thereof or the deeds of trust to the Association, in which event said property shall be distributed to one or more corporations, societies, or organizations which are engaged in substantially similar activities for the purposes specified in the original gifts or deeds of trust and which have been determined to be exempt organizations under the appropriate section of the Internal Revenue Code, and to be held in trust for the purposes for which they were received.

ARTICLE II - MEMBERSHIP

Section 1. Eligibility

All persons who have matriculated from Southern Illinois University, all employees of the University, students, and other concerned individuals may be determined as members upon payment of dues or fees as approved by the Board of Directors.

Section 2. Classes of Membership

There shall be three classes of members to be known as Alumni, Friends of Southern Illinois University, and Honorary Members.

A. Alumni. Alumni are graduates and former students of the University. Former students are those who have successfully completed one, full time quarter or semester of academic course work. These individuals have the right to vote on all issues and to hold office.

i. Annual Members - These persons shall be those paying annual dues.

ii. Life Members - These persons shall be those who have completed payments or who are actively making payments on a life membership.

B. Friends of Southern Illinois University. These faculty, staff, and other concerned individuals cannot vote on issues or hold office.

i. Annual Members - These persons shall be those paying annual dues.

ii. Life Members - These persons shall be those who have completed payments or who are actively making installment payments on a
life membership.

C. Honorary Members. These individuals are exempt from payment of dues.

i. If the individual is an alumnus/alumna of the University, then he/she is entitled to the benefits of a member under Section 2 (A) (ii) above. If the individual is not an alumnus/alumna of the University, then he/she falls under Section 2 (B) (ii) above.

ii. Upon conferment of an Honorary Life Membership, the current single payment cost of an Individual or Joint Life Membership will be transferred from the retained earnings equity section to the honorary life membership equity section.

iii. Election of Honorary Members. Honorary membership may be conferred by a majority vote of the Board of Directors.

Section 3. Dues Structure

The Board of Directors shall approve a schedule or dues reflecting annual and life memberships or any subset thereof. Payment for dues shall be made according to established policy.

ARTICLE III - BOARD OF DIRECTORS AND CORPORATE ORGANIZATION

Section 1. General Powers

The affairs of the Association shall be managed in accordance with the policies and directions established by the Board of Directors as constituted pursuant to Section 2 of this Article.

Section 2. Composition

The Board of Directors shall be composed of the following classes and number of directors, all of whom shall be members of the Alumni Association.

A. Directors at Large

There shall be twenty-two (22) alumni elected to serve on the Board of Directors. These directors will be elected by the Association membership and will represent the worldwide alumni body. The slate of candidates will come from the Nominating Committee. Write-in candidates may come from the membership at large. The ballot will be contained in the
winter issue of the Association’s publication, and at the same time will be placed on the Association’s website. Votes may be cast in paper form and mailed to the Association office or may be cast electronically via the Internet or via e-mail to the Association at e-mail address specified in the ballot. Voting by either of the foregoing electronic means shall be considered equivalent to a mailed ballot. All votes shall be received at the Association office fifteen (15) days prior to the Spring meeting of the Board of Directors. The Board of Directors will ratify the election results at the annual Spring meeting.

B. Colleges/Schools Directors

There shall be one alumnus/alumna serving on the Board of Directors for each college/school. Where the College Alumni Society is chartered, the Society Board of that college or school will select an alumni representative to serve on the Board of Directors. Where the College Alumni Society is not chartered, the Dean of that college or school can nominate an alumni representative who must be approved by a majority vote of the Association Board present and voting.

C. Ex-Officio Directors

The following persons shall be ex-officio members of the Board of Directors, do not have the right to vote on issues before the Board of Directors, and do not count toward the quorum:

i. The Board of Trustees of Southern Illinois University may annually designate one of its number to sit as a member of the Board of Directors and another member of the Board to serve as an Alternate Director.

ii. The President of Southern Illinois University is entitled to serve as a member of the Board of Directors. When unable to attend board meetings, the President may designate a person to attend as his/her representative.

iii. The Chancellor of Southern Illinois University Carbondale is entitled to be a member of the Board of Directors. When unable to attend board meetings, the Chancellor may designate a person to attend as his/her representative.

iv. The President of the Board of Directors of the SIU Foundation Carbondale is entitled to be a member of the Board of Directors. When unable to attend board meetings, he/she may designate a person to attend as his/her representative.
v. Student Directors. Three (3) student directors, the President of the Student Alumni Council, the President of the Undergraduate Student Government, and the President of the Graduate and Professional Council—are entitled to be members of the Board of Directors.

vi. Honorary Directors. Honorary Directors are made up of the Past Presidents of the Alumni Association and those former SIU AA Board members/alumni appointed—by a majority vote of the Board of Directors. Honorary Directors typically have institutional/organizational knowledge that is deemed to be of value. They shall have the right to attend meetings and, when appointed, serve on committees.

Nominations for such appointments should be sent to the President for review by the Nominations Committee. Candidates must then be approved by a majority vote of the Board of Directors.

D. Term of Office

The term of office of a director shall commence July 1 of the calendar year in which he/she is elected and serve for a term of four years. An elected director may serve no more than three consecutive terms on the Board, except if elected for a term less than four years; he/she may then be nominated to serve three consecutive terms in addition to the part term to which he/she was elected. The ex-officio director designated by the Board of Trustees may serve as such only for so long as he/she holds the office of Trustee. The Board of Trustees may annually reappoint an individual to serve in this capacity.

The President of Southern Illinois University, the Chancellor of Southern Illinois University Carbondale, and the President of the Southern Illinois University Foundation shall serve only as long as they hold the offices which entitle them to ex-officio membership on the Board. Their successors to those offices shall immediately and automatically succeed them in their capacities as directors.

Student directors shall be re-designated annually and serve for the term of one year.

Honorary directors may serve for life.

Section 3. Powers and Duties of the Board of Directors
The Board of Directors shall exercise its authority by establishing policies and reviewing management to assure compliance with Association policies and directives.

Section 4. Removal of Directors/Officers

Any elected or appointed director who is absent for three (3) consecutive meetings without valid cause, or is subject to removal for any other just cause, as determined by the Board of Directors, may be asked to resign or be removed by majority vote of the members of the Board of Directors, present and voting. Notice of such contemplated action shall be given in writing to that director at least thirty (30) days prior to action by the Board of Directors. The resignation of a Director may be accepted by a majority vote of the Board of Directors.

Section 5. Vacancies

In the event of a death, disability, resignation or removal of a Director, his/her successor shall be promptly appointed by the President and approved by the Executive Committee of the Board of Directors. Such Successor-Director shall serve out the unexpired term to which he/she has been appointed.

Section 6. Parliamentary Authority

All meetings of the Association’s Board of Directors, standing or ad hoc committees, shall use the current edition of Roberts’ Rules of Order.

ARTICLE IV - MEETINGS

Section 1. Board of Directors - Meetings

The Board of Directors shall hold a minimum of two meetings annually. One meeting will be held on the weekend that the University designates as Homecoming, and the second meeting will be held in the spring of the year. The time and place for these semi-annual meetings will be set by the President of the Association, who shall direct the Secretary for the Board of Directors to duly notify the Directors and officers of the Association at least thirty (30) days prior to the scheduled meeting date. In the event that the President of the Association has not so acted, the meeting may be called by the President-Elect, acting alone or by any three Directors acting jointly. The Secretary shall duly notify the Directors and Officers of such action.
Section 2. Board of Directors - Other Meetings

Other meetings of the Board of Directors may be called by the President at such time and location as he/she shall select or by not less than five of the Directors entitled to vote on Board matters. The President or the Board members calling such meeting shall direct the Secretary to duly notify the directors and officers of the Association of such special meetings.

Section 3. Board of Directors - Quorum

Except as otherwise provided by these Bylaws, all actions of the Board of Directors shall be determined by majority vote. A majority vote is defined as a majority of the quorum of voting members present, and a majority of all the voting members of the Board shall be necessary to establish a quorum. The President shall preside at all meetings of the Board of Directors, but when the President and President-Elect are absent, meetings may be chaired by one of the Vice-Presidents. Members of the Board of Directors (or of any committee of the Board of Directors) may participate (and be considered present) in and act at any meeting of such Board or committee through the use of a conference telephone or other communications equipment by which all persons participating in the meeting can hear each other.

Section 4. Mail Ballots

The Board of Directors may act by mail/electronic ballot. Either 
non-electronic ballots or electronic ballots, together with a brief description and rationale of the matter to be voted on, shall be mailed or emailed to each Director. Ballots not returned within the period provided in the notice accompanying the ballot are counted as abstentions. Mail or 
electronic ballots may not be used for removal of Board members or officers.

Section 5. Informal Action by Directors

Any action required to be taken at a meeting of the Directors of this Association, or any other action which may be taken at a meeting of the Directors, may be taken without a meeting if a consent in writing, setting forth the actions so taken, shall be signed by all Directors who are entitled to vote at a meeting of the Board of Directors. Such consent shall have the same force and effect as a unanimous vote.

Section 6. Compensation

Directors and officers of the Association may not receive any
compensation for their services; however, the Board of Directors may establish policies as to reimbursement of expenses incurred in the performance of their duties.

ARTICLE V - OFFICERS

Section 1. Association Officers

The Board of Directors shall have the following officers: President, President-Elect, two (2) Vice-Presidents, Secretary and Treasurer. Each officer shall be elected at the annual Spring meeting of the Board of Directors and shall serve terms of office of one (1) year beginning July 1. The President may serve an additional one-year term. The President, President-Elect, two (2) Vice Presidents, and three (3) directors at large of the Executive Committee must be elected members of the Board of Directors. The secretary and treasurer need not be directors. In addition, there shall be an Executive Director of the corporation selected jointly by the Board of Directors and the Chancellor of Southern Illinois University Carbondale.

No person may serve as President for more than two one year terms, plus any unexpired term of office.

Section 2. Any person elected as a successor President may serve two additional one-year terms following the expiration of the unexpired term of office.

Section 2. Vacancies

In the event of the death, disability, resignation, or removal of any officer from the Board of Directors, the Board shall by majority vote elect a successor to serve out the unexpired term of the office.

Section 3. Removal

Any elected officer may be removed by majority vote of the members of the Board of Directors, notice of such contemplated action having been given in writing at least thirty (30) days prior to action by the Board of Directors. The resignation of an officer may be accepted by a majority vote of the Board of Directors.

Section 4. Powers and Duties of Officers

The respective officers of the corporation shall hold and perform the following powers and duties:
A. President - Association - The President shall be the highest elected officer of the Board of Directors and shall exercise the following powers and duties:

i. Preside at all meetings of the Board of Directors.

ii. In conjunction with the Executive Director, prepare the agenda for the meetings of the Board of Directors.

iii. Sign all corporate documents for which authority has not been delegated to other officers. Serve as alternate authority to sign documents when primary authority is unavailable.

iv. On his/her own authority, appoint such standing and ad hoc committees as deemed appropriate to assist in investigation of matters pertaining to the proper conduct of Association affairs.

B. Immediate Past President:

 Shall act in an advisory capacity on matters of serve on the Executive Committee and Board and:

shall have the power to act in the event of death, disability, or in the absence of a vacancy in the office of the President-Elect.

C. President-Elect - Association - The President-Elect shall have the power to act as President in the event of death, disability, or in the absence of the President.

D. Vice-President - Association - Two Vice-Presidents shall be elected for a term of one year and shall perform such duties as may be assigned to them by the president. In the event the President and President-Elect are absent, meetings may be chaired in order of seniority by one of the Vice Presidents.

E. Treasurer - Association - The Treasurer shall be the officer of the corporation charged with the receipt, care, custody, disbursements, and investment of funds and monies of the corporation, and shall conduct the fiscal affairs of the corporation, except as otherwise assigned to another officer or committee by these bylaws or by the
Board of Directors. The Treasurer shall serve as Secretary of the Investment Committee and may serve in a similar capacity on any committee other than the Executive Committee and Nominating Committee where such committee is specifically charged with the consideration of matters directly relating to the financial affairs of the corporation. The Treasurer shall be supervised by and report to the President and shall advise the Board of Directors and the Executive Committee.

ARTICLE VI - COMMITTEES

Section 1. Executive Committee

The management of the Association shall be vested in the Board of Directors. The Board of Directors shall have the right to delegate to this Committee the power to transact Association business in accordance with the objects outlined herein.

A. Membership - The Executive Committee shall consist of:
   i. President of the Association.
   ii. Immediate Past President of the Association.
   iii. President-Elect of the Association.
   iv. The two Vice Presidents of the Association.
   v. The Secretary of the Association.
   vi. The Treasurer of the Association.
   vii. Three (3) Directors who are elected annually by the Board of Directors.
   viii. The Executive Director of the Association shall attend all meetings of the Executive Committee.

B. Officers - The Executive Committee shall be chaired by the President of the Association and shall serve in that capacity until the reconstitution of the Executive Committee following the next annual Spring meeting of the Board of Directors.

C. Meetings - Meetings of the Executive Committee may be called at any time by the President or President-Elect, Executive Director, or three members of the Committee, by specifying the date, hour, and place of each meeting, to be sent in the Secretary's notice thereof by agreement between the Chairman and the members who called the meeting, or upon the direction of any three (3) members of the Executive Committee. In the event the Board of Directors determines that extenuating circumstances exist which make the holding of the meeting impossible, the meeting may be rescheduled.
D. Quorum - A majority of the voting members of the Executive Committee shall constitute a quorum. The action of the majority of the voting members present at a meeting at which a quorum is present shall be the act of the Executive Committee unless the act of a greater number is required by law.

Members of the Board of Directors (or of any committee of the Board of Directors) may participate (and be considered present) in and act at any meeting of such Board or committee through the use of a conference telephone or other communications equipment by which all persons participating in the meeting can hear each other.

E. Informal Action - Any action required by law, to be taken at a meeting of the Executive Committee, may be taken without a meeting of the Executive Committee if a consent in writing, setting forth the action so taken, shall be signed by all the members of the Executive Committee.

F. Powers and Duties - Between meetings of the Association’s Board of Directors, the Executive Committee shall possess and shall exercise all the powers and duties of the Board of Directors with respect to the affairs of the corporation except alteration of the bylaws of the Association of Alumni, Former Students, and Friends of Southern Illinois University, Incorporated or those acts forbidden by law.

G. Mail Ballots - The Executive Committee may act by mail ballot in the same manner as provided in Article IV, Section 4.

Section 2. Budget Committee

The Executive Committee of the Board of Directors shall act as the standing Budget Committee and shall have primary responsibility for the preparation of the annual Association budget for submission to the Board of Directors. Such a budget shall be adopted for the upcoming fiscal year upon approval of the Board of Directors at the annual Spring meeting. This committee shall conduct periodic review of the budgetary transactions pertinent to the Association.

Section 3. Investment Committee

The Board of Directors shall have a standing committee of at least three (3) members, plus the Association’s Executive Director, Treasurer, and such other persons as may be determined by the Executive Committee, to be known as the Investment Committee. This Committee shall be appointed annually by the President of the Board of Directors. Upon the approval of the Board of Directors, the Investment Committee shall
formulate an investment policy for funds and assets held by the Association for approval by the Board of Directors and shall interpret that policy and oversee its implementation.

Section 4. Nominating Committee

The Association shall have a Nominating Committee to be comprised of:

A. The President of the Association
B. The President-Elect of the Association
C. The Immediate Past President of the Association
D. The Executive Director of the Association, non-voting

This committee shall be responsible for

i. nominating qualified alumni to stand for election and reelection as directors to replace those directors whose terms expire on June 30 of the upcoming calendar year, with Board elections to be ratified at the Spring Board of Directors meeting.

ii. submitting nominees to the Board of Directors to serve on any committee or posts to be filled by the Board of Directors on a regular basis.

iii. submitting nominees for election to fill the unexpired terms of all directors or officers who have died, become disabled, resigned, or who have been removed from the office since the last meeting of the Board of Directors. The Nominating Committee shall select its own Chair and Vice-Chair. The Executive Director of the Association shall serve as the Committee’s secretary.

Section 5. Other Committees

The President of the Association has the authority to establish other standing and ad hoc committees that are deemed beneficial for the Association. These committees will be reviewed annually with regard to current goals and objectives of the Association.

Section 6. Committees may be made up of such persons as the Board deems necessary and appropriate, whether or not the member is an elected or appointed member of the Board. However, the majority of the committee must be composed of current Board members.

ARTICLE VII - APPOINTED OFFICERS OF THE BOARD
Section 1. Executive Director

The Executive Director shall hold office at the pleasure of the Board of Directors and of the Chancellor of the University, but shall not be removed save for cause. The Executive Director is the chief executive officer of the SIU Alumni Association and is responsible for the day-to-day operations of the Association, reporting to the Association President. The Executive Director shall be an ex-officio, non-voting member of all standing committees and ad hoc committees established under the powers delegated in these Bylaws. The Executive Director also serves as Associate Vice Chancellor of Alumni Services. As Associate Vice Chancellor, he/she reports to the Vice Chancellor of Southern Illinois University Carbondale.

Section 2. Corporate Secretary for the Board of Directors

The Corporate Secretary shall be the recording officer and custodian of the records of the Board of Directors. As such, the Secretary shall have all powers and duties normally incidental to the office of the secretary of a corporation, except as otherwise provided by law or the Articles of Incorporation, or as assigned to another officer or committee by these Bylaws. These powers and duties shall include, but shall not be limited to, the following enumerated list:

A. Give all notices required by statute, bylaw, or resolution.

B. Record the minutes of all meetings of the Board and Executive Committee and perform such other duties as the Board of Directors may direct.

C. Safely keep custody of the Seal of the corporation and affix same to all instruments proper to the conduct of business or legal transactions of the corporation. Be supervised by and report to the President.

Section 3. Assistant Corporate Secretary for the Board of Directors

The Assistant Corporate Secretary shall be an officer of the corporation charged, in the absence of the Secretary, to act as the recording officer and custodian of the records of the Board of Directors. As such, the Assistant Secretary, during the absence of the Secretary, shall have all powers and duties normally incident to the office of Secretary of the corporation, except as otherwise provided by law, the Articles of Incorporation, or assigned to another officer or committee by these Bylaws.
Section 4. Assistant Treasurer/Controller for the Board of Directors

The Assistant Treasurer/Controller shall be an officer of the corporation charged, in the absence of the Treasurer, with the receipt, care, custody, disbursement, and investment of funds and monies of the corporation, and shall, in the absence of the Treasurer, conduct the fiscal affairs of the corporation, except as otherwise assigned to another officer or committee by these Bylaws or by the Board of Directors. The Assistant Treasurer/Controller, in the absence of the Treasurer, shall be a non-voting member of the Executive Committee, and all other standing or ad hoc committees established and charged with consideration of matters directly relating to financial affairs of the corporation at all said committee meetings at which the Treasurer is unable to attend. The Assistant Treasurer/Controller shall be supervised by and report to the Treasurer or, in his/her absence, to the President.

Section 5. Legal Counsel

An independent Legal Counsel shall be retained by the Board of Directors. Such Counsel must be a licensed, practicing attorney in Illinois and will advise and counsel the Board of Directors on all matters of law affecting the Association and perform such other duties as specified by the Board of Directors.

ARTICLE VIII - FINANCES

Section 1. General Policy

The Board of Directors shall have the authority to hold, control, manage, and expend all funds, securities, properties, and assets of the corporation.

Section 2. Funds and Securities

Funds of the Association shall be managed in accordance with the Investment Policy established by the Investment Committee and adopted by the Board of Directors. The interest income from both designated and undesignated funds may be placed in the Association’s Operational Fund for the current year.

Section 3. Auditing of Accounts

The accounts of the Association shall be audited and examined each year by and under the supervision of the Executive Committee, which reports at least annually to the Board of Directors. Such audit shall be conducted
by an independent external auditor.

Section 4. Fiscal Year

The fiscal year of the Association shall begin on the first day of July and terminate on the last day of June.

Section 5. Surety Bonds

The Executive Committee shall have the authority to purchase and maintain on behalf of the Association, if it deems necessary, fiscal protection against employee or Director dishonesty, misconduct, or negligence in an amount deemed prudent for the protection of the Association.

ARTICLE IX - TRAVEL EXPENSES OF DIRECTORS, OFFICERS, EMPLOYEES, AND AGENTS

The directors, officers, employees, and agents of the Association may be reimbursed for reasonable and necessary travel expenses when conducting business on behalf of the Association.

ARTICLE X - CONSTITUENT ORGANIZATIONS

Section 1. The Association encourages the formation of Constituent Organizations which shall consist of:

College Alumni Societies
Chapters
Affiliate Groups

The recognition of Constituent Organizations shall be based upon affiliation with a school, college, or division of Southern Illinois University Carbondale, or upon geographic or other special interests acceptable to the Board of Directors of the Association.

Section 2. For the purpose of these Bylaws, College Alumni Societies, Chapters, and Affiliate Groups are defined as follows:

A. College Alumni Societies - A group of graduates, former students, and friends of a particular college or school of Southern Illinois University Carbondale.
B. Chapters - A group of graduates, former students, and friends of Southern Illinois University Carbondale who are located in a geographical area where a sufficient concentration of interested alumni or former students reside.

C. Affiliate Group - A group of graduates, former students, and friends of Southern Illinois University Carbondale (which is not a College Alumni Society or Chapter) who, because of their special mutual interests, gather as a body.

Section 3. Application to organize a College Alumni Society, Chapter, or Affiliate Group shall be made to the Associations Board of Directors on petition of not less than twenty-five (25) alumni who are annual or life members of the Association. They shall be alumni of the specific college or school or alumni who reside in a geographical area, or alumni who have mutual interest in serving the Association. Upon approval, the Board shall issue a Charter which will be subject to periodic review by the Board of Directors.

Any activities of a College Alumni Society, Chapter, or Affiliate Group which violate the Association’s Bylaws, or which jeopardize the Association’s corporate or tax exempt status, shall be immediately remedied or the Charter be revoked.

Section 4. Each member of the Association shall be a member of the appropriate College Alumni Society, Chapter, or Affiliate Group where one is chartered. The Board of Directors of the Association may annually provide financial support, including accounting services as requested. No dues may be charged by any Constituent Organization. The Board of the Association will determine and allot to each College Alumni Society, Chapter, or Affiliate Group a proportion of the membership dues. For the mutual benefit and to stimulate future activities, Constituent Organizations shall submit to the President of the Association, an annual report of activities of the organization by August 15th of each fiscal year. The fiscal year of Constituent Organizations shall coincide with that of the Association.

Section 5. College Alumni Societies, Chapters, and Affiliate Groups shall hold at least one meeting per year and shall communicate with their members at appropriate intervals. In the event the Constituent Organizations’ officers determine extenuating circumstances exist which make the holding of the meeting impossible, the meeting may be rescheduled.

Section 6. College Alumni Societies, Chapters, and Affiliate Groups may be encouraged to participate in lobbying (so far as allowed by law), student
recruitment, placement, and fund-raising activities for the general support of Southern Illinois University that are consistent with the policies of the SIU Alumni Association.

Section 7. The Board of Directors, or their designee, shall promulgate Operating Policies and Procedures for Constituent Organizations.

ARTICLE XI - STUDENT ALUMNI COUNCIL

Section 1. The Board of Directors shall charter a Student Alumni Council for the purposes of:

A. Educating current students about the goals and mission of the Alumni Association.

B. Encouraging future participation in Alumni Association activities.

Section 2. No dues shall be charged by the Student Alumni Council. The Board of Directors may annually provide financial support to help underwrite Council activities. The Council is encouraged to participate in fund-raising activities.

ARTICLE XII - INDEMNIFICATION OF DIRECTORS, OFFICERS, EMPLOYEES, AND AUTHORIZED AGENTS

The Association will indemnify its directors, officers, employees, and authorized agents to the fullest extent permitted by the laws of the State of Illinois for civil, criminal, administrative, or investigative proceedings in which the director, officer, employee, or authorized agent is made a part of threatened to be made a part by reason that he/she is or was a director, officer, employee, or authorized agent or is or was serving at the request of the Association as a director, officer, employee, or authorized agent of another corporation, partnership, joint venture, trust, or other enterprise.

Section 1. The Association shall purchase and maintain through an insurance company licensed to transact business in Illinois, insurance on behalf of any person who is or was after the enactment of these Bylaws, a director, officer, employee, or authorized agent of the Association; or who is or was after the enactment of these Bylaws, serving at the request of the Association as a director, officer, employee, or authorized agent of another corporation, partnership, joint venture, trust, or other enterprise, against any liability asserted against him/her and incurred by him/her in any such capacity, or arising out of his/her status as such, whether or not the Association would have the power to indemnify him/her against such liability under the laws of the State of Illinois.
Section 2. A. Upon notice that a director, officer, employee, or authorized agent of the Association is a party or is threatened to be made a party to any threatened, pending, or completed action of suit (civil, criminal, administrative, or investigative) by reason of the fact that he/she is or was a director, officer, employee, or authorized agent of the Association, the Association may indemnify the said director, officer, employee, or authorized agent against expenses (including attorneys' fees), judgments, fines, amounts paid in settlement actually and reasonably incurred by him/her in connection with such action, suit, or proceeding, if he/she acted in good faith and in a manner reasonably believed to be in, or not opposed to, the best interests of the Association; and, with respect to any criminal action or proceeding, if he/she had no reasonable cause to believe his/her conduct was unlawful.

B. Any indemnification under Section 2 A above (unless ordered by a court) shall be made by the Association only as authorized in the specific case, upon receipt of an undertaking by or on behalf of the director, officer, employee, or authorized agent to repay such amount, unless it shall ultimately be determined that he/she is entitled to be indemnified, and upon a determination that indemnification is proper in the circumstances because he/she has met that standard of conduct set forth in section 2 A above. Such determination shall be made (i) by the Board of Directors by a majority vote of a quorum consisting of directors who are not parties to such action, suit, or proceeding, or (ii) if such a quorum is not obtainable, or even if obtainable, a quorum of disinterested directors so directs, by independent legal counsel in written opinion.

ARTICLE XIII - AMENDMENT TO BYLAWS

The Bylaws may be amended by a majority vote of the directors present at a regularly scheduled meeting. The subject of the amendment must have been included in a notice of the meeting mailed to each director not less than ten (10) working days prior to the scheduled date.

Adoption - June 08, 1963
Revision - June 13, 1964
Revision - June 12, 1965
Revision - June 14, 1969
Revision - June 06, 1970

Revision - October 18, 1986
Revision - May 01, 1987
Revision - October 16, 1987
Revision - April 29, 1988
Revision - October 14, 1994
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Date of Revision to be added – or date of approval added?
Master Contract

THIS AGREEMENT, entered into this 4th day of May, 20 1987, by and between the BOARD OF TRUSTEES OF SOUTHERN ILLINOIS UNIVERSITY, a body politic and corporate of the State of Illinois, for Southern Illinois University at Carbondale, hereinafter referred to as “University,” and THE ASSOCIATION OF ALUMNI, FORMER STUDENTS, AND FRIENDS OF SOUTHERN ILLINOIS UNIVERSITY, an Illinois not-for-profit corporation, hereinafter referred to as “Association.”

WHEREAS, the Association is a separate (501c) (3) corporate entity and exists for the principal purpose of providing moral and material support to Southern Illinois University and its program of instruction, research and service, and to provide opportunities for individual student development, and to advance the spirit of fellowship and loyalty among the members of the Association; and

WHEREAS, the Association as a separate not-for-profit corporation assists the University by providing alumni services and programs to graduates, former students and friends of the University and further has cooperated with the University in its efforts to meet its education, research and service goals; and

WHEREAS, the parties hereto University desires to the continued assistance of the association through these cooperative efforts, and further desire to cooperate in expanding alumni service and programs; and

WHEREAS, the Legislative Audit Commission (LAC) has established a set of guidelines, a copy of which is attached hereto, which requires the University to adhere to the same if it is to continue in a cooperative relationship with the Association; and

WHEREAS, the Guidelines refer to recognize the Alumni Associations as University Related Organizations and further establish that, in order to accept the aid, assistance, and cooperation of maintain such recognition by the Association, the University shall require the Association to adhere to these guidelines, as they relate to University related organizations, unless they are in conflict with law; and
WHEREAS, the Association as a separate, not-for-profit corporation, with 501c3 tax 
exempt status, after discussion and approval by its Board of Directors, agrees to adhere to the 
existing Guidelines unless otherwise prohibited by law.

NOW, THEREFORE, witness this agreement:

1. It is mutually agreed by and between the parties that:
   a. The University will continue to maintain an Alumni Service Office which is 
      recognized by both parties as a University unit. The Alumni Services Office will 
      serve as the University’s office representing the University’s involvement with the 
      Alumni Association, graduates, former students and friends of Southern Illinois 
      University. In order to maintain this function, the University agrees to:
         1) Provide adequate staffing to insure the capability of meeting the goals and 
            objectives of both the University and Alumni Association.
         2) Provide the necessary facilities, equipment, supplies and services to allow staff 
            members to accomplish the established goals and objectives.
   b. The Association will continue to function as a separate not-for-profit corporation in 
      performing the function and duties specified in its charter and by laws, and further to 
      perform services for the University as herein specified.
   c. Both will operate from one office located on the campus of Southern Illinois 
      University at Carbondale and styled the SIU ALUMNI ASSOCIATION OFFICE.
   d. The Director of Alumni Services shall also be the Executive Director of the Alumni 
      Association. The said director should be acceptable to the University and to the 
      Alumni Association.
   e. The Director of Alumni Services shall, in his/her role as a University employee, 
      report to such officer as the University may designate. He/she shall, in his/her role as 
      Executive Director of the Alumni Association, report to its Board of Directors and 
      may confer directly with the Chancellor of the University President of the 
      University, or his/her designee, when performing his/her duties.
   f. The Association in return for salaries and use of the facilities provided through to the 
      Alumni Services Unit agrees to reimburse annually the University for the 
      proportionate share of costs involved. The payback formula shall be as follows:
Total Number of Addressable Alumni Members

Divided by  Total Number of Addressable Alumni on File = Percentage of Payback

Definitions:

**Total Number of Addressable Alumni Members:** This would be made up of living Association members who are graduates and former students of Southern Illinois University at Carbondale. This does not include Friends, Honorary or Complimentary membership. It does not include members with bad addresses.

Total Number of Addressable Alumni on File: This is the total living addressable graduates and former students of Southern Illinois University at Carbondale as shown in the general records of the University.

(Based on December 31 report of each year)

This does not include Friends, Honorary or Complimentary individuals on the data base.

Records of Membership in the Association, including those of current and former members, are owned by the Association. General records of alumni, former students and friends maintained by the University are records belonging to Southern Illinois University and shall be managed by the Association in behalf of the University. Both Parties grant to the other reasonable access to the Association membership and University alumni records. **The Association will generally provide access to data and records to the University on a need to know basis in accordance with applicable laws, association policies, and guidelines. The Association will provide copies of its annual report and other information that may be publicly released.**

h. The Association will utilize the University Risk Management office for the Preparation of insurance specifications, selection of brokers/agents, and acquisition of all Association insurance policies and bonds. The University Risk Management Office will also provide risk management consulting services as needed. In return for these services, the Association shall pay the University Risk Management Office a

-3-
fee equal to ten percent (10%) of the total annual insurance and bond premiums paid by the Association.

2. The Association agrees to provide for the University the following services:
   a. To maintain, nurture and advance the Association by its members, and through them assist the University in its service goals.
   b. To promote communications among the graduates, former students, faculty, staff and other friends of the University, and between members of the Association and the University through various means including but not limited to periodic publications.
   c. To promote and conduct meetings and activities of individuals whether by their: class of graduation, geographical location, profession, athletic or other special interests, and all in an effort to establish and maintain ongoing relationships between those individuals or groups of individuals and the University.
   d. To assist the University, as mutually agreed upon, in maintaining, updating, and gathering records on former students.
   e. To recognize, by the way of awards, scholarships, and otherwise outstanding achievements accomplished by alumni, former students, present students, faculty/staff and friends of the University.
   f. To participate in various appropriate University committees, programs, functions, and graduations as invited requested by the University.
   g. The Association, through its alumni publications, agrees to promote communications between the University, its alumni, former students, friends and the Southern Illinois University Foundation. At the request of the University and upon consent of the Association’s Board of Directors, the Association agrees to allocate up to one-half (1/2) of the discretionary content of its major periodical publications to content which may be provided by the University for alumni interest. Such interest is to be determined by the Association. The association agrees to maintain a high journalistic standard for its periodicals.
   h. To support the Southern Illinois University Foundation in its objective as a University-related organization.

3. Publications of the Association, including the Alumnus, Alumnus Too, or its successor publications, are owned by the Association and shall exist for the primary purpose of
communicating to alumni, former students and friends of Southern Illinois University. The Association shall exercise the authority for content and editorial policy of its publications, except that the University shall be granted rights of access as specified above.

4. The Association agrees that it shall be subject to the applicable Legislative Audit Commission guidelines adopted November 30, 1982 in effect at the time of the signing of this agreement, pertaining to “University-related organization” at all times during the performance of this contract unless otherwise prohibited by law.

5. The University agrees to pay the Association annually for the above services a sum which shall be in accordance with an annual budget approved by both parties for the specified services performed. In the event the Association is called upon by the University to perform other services not contemplated in such annual budget, the parties will mutually agree on an additional payment to be made to the Association for such additional services. The payment of the University shall not include an allowance for risk or profit, and the University shall not pay any indirect costs to the Association.

6. For all services performed by the Association for the University hereunder, the Association shall maintain sufficient records, including cost allocation detail, time records, and records of supplies and materials consumed, to enable a post-audit review of the contract. At the request of the President of SIUC Chancellor, or the Treasurer of the Board of Trustees, the Association agrees to make records available for inspection and otherwise cooperate in any inquiry into the proper stewardship of funds or property held by the Association for the benefit of the University.

7. If the Association performs an auxiliary enterprise or activity function pursuant to contract with the University, the Association may retain non-gift monies to the extent permitted by the working capital and capital reserves provisions of the LAC Guidelines. Any monies received in excess of these amounts shall be returned to the University for deposit in the Income Fund of the State Treasury.

8. The University and Association agree that any direct or indirect subsidies of the Association from the University will be eliminated no later than the date specified by the LAC Guidelines. The term “subsidies” shall be used in the LAC Guidelines and shall not include consideration pursuant to contracts for services. The University shall not make
any subsidies to the Association from University or appropriately funds so long as the Association has unrestricted money to support itself. Any subsidies from the University to the Association shall be accounted for and recorded and the University shall obtain reimbursement from the Association of subsidies on the accrual basis of accounting to the extent that the Association receives funds not restricted by an external party.

9. The Association, as an independent, not-for-profit corporation, shall not be financially liable for any activities or costs incurred solely by University activities regardless of whether or not said activities are directly or indirectly related to the Association.

10. In addition to the provisions of Section 1 above, the following provisions apply to the receipt, a retention and use of donated assets of the proceeds of assets donated to the Association:

   a. Any University funds advanced to the Association or receivables from the Association shall be repaid to the source from which obtained within one year of the date of the transaction.

   b. The University shall in its budget and accounting process identify expressly all support provided the Association. Revenue accounts shall identify all payments received from the Association for repayment of funds advanced and reimbursement for the use of University assets, facilities or services. The Association will maintain separate financial records which will include companion entries.

11. The Association shall report to the University at the earliest practical time the planned purchase or other acquisition by the Association of any real estate. The University, in accordance with the LAC Guidelines, shall within 90 days from the day of closing report to the leadership of the General Assembly, the Board of Higher Education and the Legislative Audit Commission the purchase by the Association of any real estate in excess of $100,000. The University shall make a similar report of the Association’s acceptance of any gifts of real estate estimated to have a fair market value in excess of $250,000.

12. The Association Board of Directors shall be solely responsible for the control and management of all assets of the Association, including the prudent management of all gifts consistent with the donor’s intent. It is understood by both parties to this agreement that the Alumni Association is responsible for the performance and
oversite of all aspects of its operations based on a comprehensive set of by-laws that clearly address the Board’s fiduciary responsibilities, including expectations of individual Board members based upon ethical guidelines and policies.

13. Nothing in this agreement shall limit the Association, as a not-for-profit corporation, in performing functions under its charter. The Board of Directors of the Association shall be solely responsible for establishing its programs, deciding policy, concluding more detailed agreements, and interpreting the propriety of its actions within the law and the charter of the Association.

14. The parties further mutually agree:

a. The term of this contract shall begin on July 1, 1987 and extend through June 30, 1988, and shall continue thereafter from year to year unless either party shall give notice of termination to the other party in writing at least ninety (90) days prior to the expiration of the original term, or any extended term of this agreement. In the event this agreement, or any extension thereof, is terminated by either party, the Association shall continue to administer any contracts in effect at the time of termination, or in the alternative, provide for the orderly transfer of such responsibilities to the University.

b. This Agreement may not be assigned without prior written consent of both parties.

c. That specific projects or activities may be agreed upon between the parties in writing, and such agreement shall be identified as addenda to this Agreement and when executed by the parties shall constitute a portion of this agreement as though originally contained herein.

d. This contract shall inure to the benefit of and be binding upon the successors of the parties.

IN WITNESS THEREOF, the parties have caused this agreement to be executed by their duly authorized representatives as of the day and year first above written.
LEGISLATIVE AUDIT COMMISSION GUIDELINES

VI. UNIVERSITY-RELATED ORGANIZATION

This section outlines the relationships to be followed between universities and university-related organizations (URO’s).

A. Definition

University foundations, athletic association, alumni association and corporate outgrowths are “university-related organizations” (URO’s).
B. Relationship to the university.

University-related organizations are subject to the Guidelines.

C. Relationship of university and URO.

The relationship of a university to a URO shall be specified by these Guidelines and contained in a written contract between the university and each URO. Consideration for the contract shall not exceed the cost of providing the services and shall not include an allowance for risk or profit. Universities shall not pay indirect costs to a URO.

D. Use of university name.

The University may, upon approval of the appropriate governing board, permit the URO to use the university’s name or the initials of such name as a part of the URO’s name.

E. Use of university facilities.

The university may allow the URO to use university facilities, assets, services and resources, provided that such use is supported by consideration at rates charged other university users, if such charges are regularly made, or at the cost of furnishing such services if no internal charges are in existence.

F. Elimination of subsidies.

Each university shall eliminate any direct or indirect subsidies of URO’s from university or appropriated funds not later than June 30, 1987. In the interim, subsidies shall be accounted for and recorded and the university shall obtain reimbursement from the URO of subsidies on the accrual basis of accounting to the extent that the URO receives funds not restricted by an external party. The university shall not enable or permit the expenditure of appropriated or university funds at any time when the URO is in the possession of funds not restricted by an external party. These provisions shall not apply to funds received by the university which are restricted for the benefit of the URO.

The term “subsidy” shall not be interpreted to include contracts for services as provided for in Section C and I of this chapter.

The university budget processes or the contract will expressly identify all support provided to the URO. Revenue accounts will be maintained to identify all payments
received from the URO for repayment of funds advanced and as reimbursement for the use of university assets, facilities or services. If the URO maintains separate financial records, companion entries will, of course, appear in these records as well.

G. Donated assets.

The following provisions apply to the receipt, retention and use of donated assets or the proceeds of assets donated to the URO.

1. URO’s may receive, administer and use donated assets or the proceeds of donated assets, subject to restrictions, if any, imposed by donors.
2. URO’s are permitted to retain all such donated funds as local funds.
3. Any university funds advanced to a URO or receivables from a URO shall be repaid to the source from which obtained within one year of the date of the transaction.
4. The university budget and accounting processes must identify expressly all support provided the URO. Revenue accounts must be maintained to identify all payments received from the URO for repayment of funds advanced and as reimbursement for the use of university assets, facilities or services. If the URO maintains separate financial records, companion entries will, of course, appear in these records as well.

H. Creation of debt.

Universities may create debt only as authorized by law pursuant to Article IX, Section 9 of the Constitution. The university shall not enter into agreements with their URO’s to avoid this Constitutional provision.

I. Transactions between the university and URO’s.

   a. The university shall not enter into an agreement with a URO in which the URO conducts any transaction for the university in violation of the university’s statutory and regulatory compliance requirements.
   b. The university may purchase property from a URO, but no profit shall inure to the URO as the result of such transactions. The purchase price shall be limited to the lower of cost or market. Cost is defined as the amount paid by the URO including appropriate and reasonable direct costs of the acquisition. No indirect or overhead allowance may be included. The university may not purchase from the URO any property which the URO received by donation.

2. Real estate.
The university shall, within 90 days from the date of closing, report to the leadership of the General Assembly, the Board of Higher Education and the Legislative Audit Commission the purchase by the URO of any real estate in excess of $100,000. The University shall make a similar report of the URO’s acceptance of any gifts of real estate estimated to have a fair market value in excess of $250,000.

3. Personal property.

Universities are required to adhere to the Illinois Purchasing Act in the acquisition of personal property. Any personal property purchased by the university from the URO must have been acquired by the URO in accordance with the Illinois Purchasing Act. Otherwise, the university must adhere to the competitive procurement requirements of the Act in making the purchase.

4. Services performed by URO’s.

   a. A university may contract with a URO for the provision of services by the URO. Consideration shall not exceed the cost of providing the services, and shall not include an allowance for risk or profit.

   b. The URO shall maintain sufficient records, including cost allocation detail, time records, and records of supplies and materials consumed, to enable a post audit review of the contract by the Auditor General.

   c. Where a URO performs an auxiliary enterprise or activity function pursuant to a contract with the university, the contract may permit the URO to retain non-gift monies to the extent permitted by the working capital and capital reserves provisions of these Guidelines. The contract shall provide for the return of monies in excess of these amounts to the university for deposit in the Income Fund in the State Treasury.

5. Prohibited transactions.

As of the date upon which these Guidelines are adopted, any new installment, capital lease or contract for deed transaction between the university and the URO is prohibited. Capital lease transactions include any transaction required to be capitalized by generally accepted accounting principles or the State Comptrollers procedures for the preparation of GAAP financial statements.
ADDENDUM TO MASTER CONTRACT

This addendum is added to and shall constitute a part of the Master Contract by and between the SIU Alumni Association ("CONTRACTOR") and the Board of Trustees of Southern Illinois University, a body politic and corporate of the State of Illinois ("UNIVERSITY"). The Parties further agree:

Family Educational Right to Privacy: The UNIVERSITY agrees that in order for CONTRACTOR to perform its functions as outlined in the Contract, CONTRACTOR needs access to student records which are protected from disclosure by the Family Educational Right to Privacy Act ("FERPA"). UNIVERSITY agrees to provide access to such records in UNIVERSITY'S possession to the extent CONTRACTOR advises is necessary to carry out its functions as outlined in the Master Contract. In the event a dispute arises between UNIVERSITY and CONTRACTOR regarding whether specific information should be disclosed, the Chancellor of Southern Illinois University Carbondale shall be authorized to make the decision on disclosure of the information at issue.

CONTRACTOR hereby agrees to comply with FERPA in the handling of educational records of students currently or previously enrolled at UNIVERSITY. CONTRACTOR shall thoroughly orient its employees, agents and subcontractors of its obligation under FERPA and shall maintain its practices in strict accordance with the requirements of the Act. CONTRACTOR shall not be permitted to authorize any further disclosure of educational records of students of the UNIVERSITY to persons or entities not a party to this agreement without first having received permission of the UNIVERSITY and student. CONTRACTOR hereby agrees to indemnify and hold harmless the UNIVERSITY from any claims, complaints and/or causes of action arising from an alleged violation of FERPA by CONTRACTOR and/or any of CONTRACTOR'S subcontractors or their employees, agents, or assigns.

SIU ALUMNI ASSOCIATION

By: ______________________________
    , President

Date: ______________________________

BOARD OF TRUSTEES OF SOUTHERN ILLINOIS UNIVERSITY

By: ______________________________
    Randy Dunn, President

Date: ______________________________
SIU Alumni Association

Board Ballot

Re-election:

Scott Moller   MCMA '85
Britten Follett MCMA '02

Election to first term:

Forrest Fairall  CoLA '81
Darzel Price    CoEHS '80
INTRODUCING THE 2017 SIU DISTINGUISHED ALUMNI

The SIU Alumni Association will honor four individuals during the annual SIU Distinguished Alumni Ceremony April 28. Each year the Association awards alumni in the areas of Career Achievement, Humanitarian Efforts, Cultural Impact, and Young Alumni Achievement. This year’s ceremony is set for 3:30 p.m. in the John C. Guyon Auditorium of Morris Library. A reception will immediately follow in the Hall of Presidents and Chancellors.

JOHN HUBERT DUNN
B.S., Education and Human Services ‘43
Career Achievement

John Hubert Dunn is recognized as the father of gymnastics in the Pacific Northwest, and he began his involvement with the sport at SIU, as a team captain and six-time championship winner. Born in Pickneyville, Illinois, Dunn earned his bachelor’s degree in education from SIU in 1943, before entering the U.S. Navy as a communications officer and anti-submarine warfare officer aboard the destroyer, U.S.S. Shubrick. He participated in the Invasion of Normandy. After the war, he accepted a teaching position at Washington State University in Pullman, Washington, where he established a varsity gymnastics team and directed about 150 clinics and exhibitions in the region, which culminated in him setting up the Pacific Northwest College Gymnastics Meet, as well as the Washington State High School Gymnastics Meet.

In 1962 Dunn accepted a teaching and coaching position at Northern Illinois University in DeKalb Illinois. There, he taught courses in kinesiology, physiology, and bio-mechanics and produced eight winning seasons in gymnastics out of ten. Dunn retired in 1986 and established an endowed scholarship for bio-mechanic students at NIU. Dunn has held positions in several national offices for collegiate athletics and has received numerous awards, including inductions into six halls of fame for his work in gymnastics. He was recently inducted into the SIU Athletic Hall of Fame for 2017.

GILBERT KROENING
B.S., Agricultural Sciences ‘59
M.S., Agricultural Sciences ‘60
Humanitarian Effort

Gilbert Kroening is a professor emeritus of SIU, having served in various capacities – including as dean of the School of Agriculture for 12 years – from 1969 until his retirement in 1999. His final appointment was as professor and chair of Animal Science, Food and Nutrition. A native of Altamont, Illinois, Kroening was the youngest of four children and the first in his family to go to college. After completing both his bachelor’s degree (‘59) and master’s degree (‘60) in animal industries at SIU, he went on to earn a Ph.D. in animal nutrition from Cornell University in 1965.

During his tenure, Kroening led SIU in efforts to alleviate famine and world hunger, with successful projects for the United Nations in Brazil, USAID in Zambia, Africa and Peshawar in the Northwest Frontier Province of Pakistan. After stepping down as dean in 1986, Kroening became director of the
Office of International Agriculture, where he supported faculty in additional aid projects across the world. He was also active in the Association of International Agriculture and Rural Development and served on the Joint Committee on Agriculture Research and Development for the Board of International Food and Agriculture Development. Kroening, along with his wife, Jean (Engel) Kroening ’60, currently sponsor a lecture series with the Paul Simon Public Policy Institute. All three of their children attended SIU, and the couple are life members of the SIU Alumni Association.

HARRISON SCOTT KEY  
Ph.D., Mass Communications & Media Arts ’03  
Cultural Impact

Harrison Scott Key is the author of “The World’s Largest Man: A Memoir,” named by Kirkus Reviews as one of the best nonfiction books of the year and winner of the 2016 Thurber Prize in American Humor. A native of Mississippi, Key earned his doctoral degree in speech communication at SIU in 2003, concentrating in playwriting and performance studies. Prior to that, Key earned a bachelor’s degree in psychology from Belhaven University in Jackson, Mississippi, an master’s degree in theater from Texas A&M University-Commerce, and a master of fine arts in writing from the Savannah College of Art and Design in Savannah, Georgia.

Key has taught English, communications, and creative writing at Tulane University, Mississippi State University, Chamberlain-Hunt Academy, and the Savannah College of Art and Design, where he currently teaches nonfiction, memoir, and humor writing. His writing has been featured in such publications as The New York Times, Southern Living, Reader’s Digest, and Oxford American.

JEFF ROSE  
B.S., Business ’02  
Young Alumni Achievement

Jeff Rose is a certified financial planner and CEO of Alliance Wealth Management. He is a nine-year veteran of the Army National Guard, which included a 17-month deployment to Iraq to support Operation Iraqi Freedom. He earned a bachelor’s degree in finance in 2002. Since then, Rose has authored the best-selling book, “Soldier of Finance,” and founded the award-winning personal finance blog GoodFinancialCents.com.

CNBC has nominated Rose to be part of the Digital Financial Advisor Council, and Financial Advisor Magazine pegged him as one of the “Top 10 Young Advisors to Watch.” In addition, he currently contributes to Forbes, CNBC, Business Insider and HuffingtonPost.com. Rose is a life member of the SIU Alumni Association.