

LEGAL SERVICES CORPORATION  
BOARD OF DIRECTORS

MEETING OF THE  
FINANCE COMMITTEE

OPEN SESSION

Monday, October 17, 2011

2:15 p.m.

American Bar Association Offices  
321 N. Clark Street  
Chicago, Illinois 60601

COMMITTEE MEMBERS PRESENT:

Robert J. Grey, Jr., Chairman  
Sharon L. Browne  
Martha L. Minow  
Father Pius Pietrzyk, O.P.  
John G. Levi, ex officio  
Robert E. Henley, Jr., Non-Director Member

OTHER BOARD MEMBERS PRESENT:

Charles N.W. Keckler  
Harry J.F. Korrell, III  
Victor B. Maddox  
Laurie I. Mikva  
Julie A. Reiskin  
Gloria Valencia-Weber

## STAFF AND PUBLIC PRESENT:

James J. Sandman, President  
Kathleen Connors, Executive Assistant to the President  
Victor M. Fortuno, Vice President for Legal Affairs,  
General Counsel, and Corporate Secretary  
Mattie Cohan, Senior Assistant General Counsel,  
Office of Legal Affairs  
Atitaya Pratoomtong, Staff Attorney, Office of Legal  
Affairs  
David L. Richardson, Comptroller and Treasurer, Office  
of Financial and Administrative Services  
John Constance, Director, Office of Government  
Relations and Public Affairs  
Stephen Barr, Communications Director, Office of  
Government Relations and Public Affairs  
Jeffrey E. Schanz, Inspector General  
Joel Gallay, Special Counsel to the Inspector General,  
Office of the Inspector General  
Thomas Coogan, Assistant Inspector General for  
Investigations, Office of the Inspector General  
David Maddox, Assistant Inspector General for  
Management and Evaluation, Office of the  
Inspector General  
Herbert S. Garten, Former LSC Board member and ex  
officio member, Institutional Advancement Committee  
  
Terry Brooks, American Bar Association Standing  
Committee on Legal Aid and Indigent Defendants  
(SCLAID)  
Robert E. Stein, American Bar Association SCLAID  
Bev Groudine, American Bar Association Commission  
on IOLTA/SCLAID

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## P R O C E E D I N G S

(2:15 p.m.)

CHAIRMAN GREY: Ladies and gentlemen, I'd like to call the Finance Committee meeting to order and ask for approval of the agenda.

## M O T I O N

DEAN MINOW: So moved for approval of the agenda.

MS. BROWNE: I'll second it.

CHAIRMAN KECKLER: Without objection, the agenda is approved.

There are a series of minutes from July 20th, August 1st, and September 13th. I'd like to entertain a motion for the acceptance of the minutes.

## M O T I O N

MS. BROWNE: I'll move.

DEAN MINOW: And I second.

CHAIRMAN KECKLER: Without objection, they are approved.

I'd like to ask David Richardson on a presentation of LSC's financial reports for the period ending August 31, 2011. Mr. Richardson?

1           MR. RICHARDSON: Thank you. For the record, my  
2 name is David Richardson, Treasurer of the Corporation.

3           The presentation in your board book begins on  
4 page 43 with the memorandum in regards to the  
5 expenditures through the 11-month period ending in  
6 August. We are very much within budget.

7           I have broken down, as I have done in the past,  
8 the budget into two categories. The first, with Roman  
9 numeral -- with the two boxes, we present the budget for  
10 the year for the grants. For basic field programs, we  
11 have a budget of \$379,500,000. Spent to date is \$377.7  
12 million, and we have 1.7 in the carryover or remaining  
13 funds. That money is earmarked for three areas that  
14 we're holding aside money. It's earmarked for Louisiana,  
15 Wyoming, and American Samoa.

16           The Court of Veterans' Appeals, we have made a  
17 grant in the month of September for \$475,000. That will  
18 be reflected in the next report. And also, we hope to  
19 get the expenditures for the administrative aspect of the  
20 program in. So while this shows \$495,000 of remaining  
21 funds, there has been a grant of \$475,000. So there's

1 basically \$20,000 before those administrative expenses  
2 are shown.

3           Within the grants from other funds -- this is  
4 money that we've collected from grant recoveries and so  
5 forth -- we have a budget of \$644,000. We've spent this  
6 year \$111,000. There's 533 remaining.

7           There are a couple of grants that I understand  
8 are in the pipeline for Joplin, Missouri with the recent  
9 hurricanes that they had there, tornadoes. And there may  
10 be an additional grant, but the President will report on  
11 that, probably, with his presidential report tomorrow.  
12 Just know that they're in the process, and they'll be  
13 expended in the next year.

14           Your technology grants, there is remaining  
15 funds there of \$2.9 million from the annual budget of  
16 6.7. The awards are going to be made in the next few  
17 weeks, so they will not be expended in this year's  
18 budget. They will be a part of the carryover.

19           The area that we look at the most is in the  
20 next section, your grants and management oversight. And  
21 we do show these expenses on a pro rate basis. So while

1 we show the annual budget and we show the expenditures to  
2 date, our comparison is against 11/12ths of the budget.

3 So while we have actual expenses of  
4 \$15,490,000, that compares to an 11-month budget of 19  
5 million 6. Of course, our annual budget is 21-4. So at  
6 this time we have \$4.1 million of a variance.

7 In the memorandum, I lay out the reasons for  
8 this. We do continue to have a number of open positions.  
9 We have the contingency funds that are shown in the  
10 salaries. The largest amount of the carryover, 2.6, is  
11 for salaries and personnel compensation.

12 There is additional money for consulting. Our  
13 litigation costs are somewhat down this year, which is a  
14 good thing. We also at this point had not completed a  
15 couple of the board projects. The Fiscal Oversight Task  
16 Force, that has now been paid, so that will be shown in  
17 the September report.

18 And the strategic planning, of course we had a  
19 session yesterday, and that'll be ongoing. So there will  
20 be some money carried into the next year for that  
21 particular project.

1           There's additional travel money. We have money  
2 set aside for a couple of travel initiatives that were  
3 not undertaken. So that will be a part of the carryover  
4 also.

5           Within the LRAP, we have a budget of \$3.1  
6 million for the year as compared to 2.89 for the 11-month  
7 period. We have expended \$866,000. That is from the  
8 LRAP expenditures or loans that were forgiven this year  
9 for 2010.

10           At the bottom of the page, you'll see that  
11 there's an asterisk. It shows \$581,000 LRAP accounts  
12 receivable. That is the loans that were made this year.  
13 I actually got, right before I left Friday, a memorandum  
14 with a request for a payment of 152 additional LRAP  
15 payments, which will be shown as an expense, or shown as  
16 a receivable, and then will be forgiven next year.

17           So our process is make the loans. We make the  
18 payments every six months. And then we review if they're  
19 in good standing, and then we forgive the loans. So  
20 that'll take place hopefully before December, so that'll  
21 be in a report some time later this year.

1                   Within the Inspector General, there's a budget  
2 of \$6.3 million. The spending so far is 3.698. That's  
3 shown against an 11-month budget of \$5.8 million. And  
4 that also shows that we have a variance of \$2.1 million  
5 in that particular line.

6                   I hope the memorandum is set out in a fashion  
7 that it was easy enough to understand for you. If there  
8 is any particular questions, I'd be glad to go through  
9 them. I should say, within the OIG, the biggest variance  
10 that they have is again also salaries and compensation in  
11 the reportable lines. They do have money. I shouldn't  
12 say the largest, \$325 million -- or \$325,000.

13                   They have \$675,000 in consulting, and then they  
14 have a large variance in the other operating of 836. And  
15 that's where they were holding the money for their two-  
16 year spend-down program.

17                   CHAIRMAN KECKLER: Ms. Browne?

18                   MS. BROWNE: On the first page of your memo,  
19 Mr. Richardson, on one you mention that there are funds  
20 remaining that have been not allocated to Louisiana,  
21 Wyoming, and American Samoa. And this is the 11th money.

1           So if the money is no allocated to those three  
2 entities, will it be carried over to next fiscal year in  
3 the same amount?

4           MR. RICHARDSON: Yes, it will. And actually,  
5 they are earmarked for those areas. In particular, the  
6 Louisiana program, that money will be awarded before  
7 December because we do have the two programs there that  
8 were splitting the money for.

9           There is an amount of money for Wyoming that  
10 our legal counsel is looking at and we will probably,  
11 although it's not definitive yet, hold some money of that  
12 for the new Wyoming program. And perhaps some of it will  
13 go to support the basic field funding for next year.

14           American Samoa, we have two and a half years of  
15 money there for American Samoa. And we're going to hold  
16 one year back and put the remaining under that into the  
17 basic field funding. So it will be paid to the basic  
18 field on the formula basis next year.

19           MS. BROWNE: Thank you.

20           CHAIRMAN KECKLER: Ms. Reiskin?

21           MS. REISKIN: That was my question.

22           CHAIRMAN KECKLER: Madam Vice Chair?

1           DEAN MINOW: I have asked Jim about this. My  
2 understanding is that regardless of the cuts that we may  
3 be facing from the Congress, that the funding for the  
4 central office will persist. Just in thinking about the  
5 future staffing is really where my question is coming  
6 from.

7           MR. RICHARDSON: We show in the next  
8 presentation -- our temporary operating budget, and I'll  
9 be glad to walk through that at that time -- it does look  
10 like, just as a general question, we had \$16.9 million  
11 We did get a \$250,000 cut, and we were able to absorb  
12 that without affecting any staff at this point.

13           PRESIDENT SANDMAN: If I could elaborate. The  
14 continuing resolution that's in effect from October 1st  
15 through November 18th did encompass a 1-1/2 percent  
16 across-the-board reduction. And that applied to every  
17 line of LSC's budget, including management and grants  
18 oversight, which is the headquarters office.

19           Other proposals that we've seen earlier this  
20 year to reduce LSC funding took the entirety of the  
21 reduction out of basic field grants. We can't make any  
22 assurance about what might happen in the future, but I

1 think there has been a pattern with recent cuts to do  
2 them entirely at the basic field grant line.

3 CHAIRMAN KECKLER: Questions?

4 (No response.)

5 CHAIRMAN KECKLER: Thank you. Mr. Constance?

6 By the way, Mr. Henley is also at the table, who is a  
7 nonvoting member of the committee and provides expert  
8 financial advice to the committee. And so I want to  
9 recognize his present.

10 Mr. Constance?

11 MR. CONSTANCE: Thank you, Mr. Chairman. For  
12 the record, I'm John Constance, director of government  
13 relations and public affairs. Let me expand a little bit  
14 on what is in your agenda and talk both about the FY 2012  
15 appropriations process and just a little bit about the  
16 2013.

17 As you will recall, on July 20th the House  
18 Committee on Appropriations recommended \$300 million for  
19 LSC for fiscal year 2012, this amount being 26 percent  
20 less than the FY 2011 enacted amount. The Senate, on  
21 September 15th, Senate Committee on Appropriations,  
22 recommended \$396.1 million for LSC. That is 32 percent

1 more than the amount recommended by the House and a 2  
2 percent reduction from our current funding, our 2011  
3 enacted amount.

4 In addition, in report language, the committee  
5 recommended that all restrictions on the use of private  
6 funds for LSC except those associated with abortion-  
7 related cases and representation of prisoner cases be  
8 eliminated.

9 Right now, as Jim mentioned, on September 29th  
10 there was a CR that's effective through November 18th  
11 reducing funding across the board for 1.5 percent for all  
12 federal accounts.

13 This week, in fact, at about a half an hour  
14 from now on East Coast time, the Senate will be taking up  
15 what they are referring to as the first minibus. We're  
16 all familiar with the omnibus; this is a new iteration.  
17 And our appropriation has caught, as it were, the first  
18 minibus.

19 (Laughter.)

20 MR. CONSTANCE: It is a small bill that will  
21 incorporate the appropriations for the Agriculture  
22 Committee, CJS Committee, our committee, and

1 Transportation. There is an expectation that the bill  
2 could be enacted by the end of this week.

3 I have some information regarding the amendment  
4 process, but the good news at this point is we have seen  
5 no amendments filed as yet that would affect the Legal  
6 Services Corporation. Amendments will be in order within  
7 the various accounts -- in other words, within the  
8 agriculture bill they can basically offer amendments to  
9 do offsets and increases and decreases, the same for CJS,  
10 and the same for transportation. But in the new rules of  
11 engagement for this minibus iteration of law, there won't  
12 be any allowances for amendments across those account  
13 lines.

14 Well, we will be obviously in close touch with  
15 the staff individuals that are managing this bill on the  
16 floor, and we'll keep everybody informed going forward  
17 this week as to whether the bill is successfully passed  
18 by the Senate. Again, this is the bill that contains the  
19 \$396 million amount for the Legal Services Corporation.

20 As to the House side of this equation, there  
21 was a press conference last Thursday where the House  
22 leadership indicated that they would be willing to

1 consider minibus bills essentially through this same  
2 process.

3 It is unclear at this point as to whether the  
4 House is merely going to wait for these bills to pass the  
5 Senate and then take them up and amend them in the House,  
6 or whether they'll have their own parallel process going  
7 forward. They were not ready to answer that question.  
8 So stay tuned. We'll be keeping everyone informed of  
9 that.

10 I would say this regarding the 2012 process.  
11 It has been -- to use the term "frustrating" would be an  
12 understatement in terms of the challenges that the  
13 current budget reductions are causing everyone. I would  
14 say this, that the Senate bill that reduced us by 2  
15 percent, all of the accounts in that CJS bill were  
16 reduced by at least 2 percent. They then cut, more  
17 deeply than that, certain accounts.

18 So we were not singled out in that bill in the  
19 Senate. I would say we were probably singled out in the  
20 bill in the House when you look at comparable accounts.

21 As to those others that are toiling in the  
22 vineyard along with us, I want to point out that again,

1 the American Bar Association, NLADA and CLASP, the  
2 Brennan Center, Barbara Somson at UAW -- these folks have  
3 been doing yeoman's work on a daily basis to support LSC  
4 and to do everything within their professional  
5 capabilities to see that our funding and our  
6 appropriations get an appropriate level.

7 Everyone is frustrated at the result. But our  
8 colleagues in other programs across government are no  
9 less challenged by this year's effort.

10 Very briefly, on the FY 2013 budget request,  
11 following this Board's approval of that request,  
12 including the legislative changes that were recommended  
13 on the census issue, we have submitted our information to  
14 the Office of Management and Budget. My staff and I have  
15 had a meeting with the OMB examiners to answer their  
16 questions and provide additional information about the  
17 request.

18 We are now beginning the process of preparing  
19 our congressional justification. There will be a line  
20 item, as there is every year, for LSC in the President's  
21 budget that will go up the first of February, and we will

1 make every effort to have our information up there a  
2 little bit earlier than that, by the end of January.

3 So that's where we stand, Mr. Chairman.

4 CHAIRMAN KECKLER: Thank you, Mr. Constance.

5 Any questions?

6 (No response.)

7 CHAIRMAN KECKLER: I appreciate it. Please let  
8 us know what we can do to help you whenever --

9 MR. CONSTANCE: Thank you. Everyone here at  
10 the table has been enormously helpful going forward in  
11 the process, and we thank you for that. And I think even  
12 those who were getting ready to leave to go as far away  
13 as Rome were most helpful in terms of reaching out to  
14 members of Congress, and we thank everyone for their  
15 assistance.

16 DEAN MINOW: I don't know who that could be.

17 (Laughter.)

18 CHAIRMAN KECKLER: He does have a special  
19 touch.

20 Let's see. We are at item No. 7, and David,  
21 are we ready to consider the resolution for the temporary  
22 operating budget?

1 MR. RICHARDSON: Yes.

2 CHAIRMAN KECKLER: All right.

3 MR. RICHARDSON: On page 52 of your board book  
4 is a memorandum in regards to our 2012 temporary  
5 operating budget. The Board, on August 1st, passed a  
6 temporary operating authority with the proviso, of  
7 course, that we come back and present you a budget at  
8 this meeting.

9 With the information that John has just  
10 provided to you, this shows that our continuing  
11 resolution is based on last year's funding, the \$404  
12 million minus 1.5 percent. So it's total new money at  
13 this point of \$398,127,000.

14 We have also the Court of Veterans' Appeals.  
15 We've been notified that their money will also be  
16 subjected to the 1.5 percent budget reduction. So that  
17 comes down to \$2,280,000. At this point we are showing  
18 our anticipated carryover of \$50,081,000. So the budget  
19 that's before you is for \$415,489,220.

20 I have, in the memo, gone over basically how we  
21 spend our money. The basic field will be spent on the  
22 formula; approximately a third of our grants are competed

1 each year, and then we have renewal grants. The U.S.  
2 Court of Veterans' Appeals was awarded on a competitive  
3 basis last year, and they received a multi-year grant.

4 The grants from other funds are grant  
5 recoveries. If you'll recall, when I just spoke a minute  
6 ago, I said that there was \$544,000 remaining in the  
7 other funds. This budget shows that there is \$725,000.  
8 That's because we had grant recoveries of \$180,000 last  
9 year that we add to this year to support the emergency  
10 and one-time grants.

11 The technology initiative: The grants will be  
12 made for 2011 in 2012. So the full amount is shown as a  
13 carryover at this point, \$3.8 million.

14 And the next big line that we have that you're  
15 more concerned with is the management and grants  
16 oversight. What I have done is I've broken down as to  
17 how much the staffing is. I have increased the number of  
18 days that we're funding for board meetings. In the past,  
19 it's been five two-day meetings, but I've gone to five  
20 three-day meetings because we seem to be -- we're a more  
21 active board than we've had in the past. So we've  
22 increased that.

1           The travel and consulting has been increased to  
2 include money for the additional processes needed for the  
3 strategic planning, fiscal oversight, and the  
4 institutional advancement. If there is additional funds  
5 that's needed, there's funds set aside for that.

6           CHAIRMAN KECKLER: And pro bono. Right?

7           MR. RICHARDSON: And pro bono. Yes. Actually,  
8 the next will show that because in the board of  
9 directors, I've budgeted 30 guests attend, 30, the  
10 different meetings that we have. So I've got 30 guests  
11 to attend and 30 additional trips for the board members  
12 as you come to Washington, as you go to different  
13 regional meetings, and so forth. So there's money there  
14 for that.

15           This budget calls for 102 employees, broken out  
16 as it does shown on page 53 and 54. I've got a little  
17 footnote there that we have the Office of Program  
18 Performance, who is actually going to be down three  
19 people. We have people that are leaving the Corporation  
20 to take on another chapter of their life. This memo was  
21 written originally in September and dated October 4th,  
22 but when I wrote it, they were leaving in September. So

1 my apologies there. I should have corrected that. But  
2 they are now not at LSC. We have another one leaving in  
3 October, and another one leaving in December.

4 The positions that are open, I've shown there  
5 in the executive office. By the way, when you look at  
6 the institutional advancement -- I don't know what you're  
7 going to call that particular position. That's something  
8 that, in talking with staff, I just sort of came up with  
9 as far as chief advancement officer or whatever; we can  
10 change that as we go.

11 Government affairs has a position open.  
12 Information technology. Program performance will now  
13 have -- instead of the one program counsel, will have  
14 four positions available there. And then the director of  
15 compliance and enforcement, that position remains open.

16 There's money set aside for the executive  
17 office for travel. We've set up some money for some  
18 focus groups, and of course Jim is traveling more. So  
19 we've put some money aside for that.

20 The legal affairs, the biggest item there  
21 besides staffing is their outside use of law firms. And  
22 that is down, so we've budgeted \$350,000 there.

1           The human resources, there's some money there  
2 as far as for consulting.

3           The biggest thing within my budget, financial  
4 and administrative services, is the rent, \$1.75 million.  
5 And then we have \$360,000 for other operating expenses,  
6 and that's where the directors and officers liability  
7 insurance and the corporate insurance is charged.

8           Information technology, there's money set aside  
9 for the maintenance of the computer systems, \$200,000.  
10 Capital expenditures, continuing to update our systems  
11 within information technology to the tune of \$400,000.

12           And then I've broken up how much money we have  
13 as far as temporary employees and travel for the Office  
14 of Program Performance and Compliance and Enforcement.  
15 There's a contingency amount here of \$1.4 million that is  
16 not earmarked at this point for any particular  
17 activities. It'll either go to help something that you  
18 might identify this year, or go to support the next  
19 year's budget.

20           The next area, of course, is the IG. The  
21 information has been provided by Mr. Schanz and Mr.  
22 Maddox to support their \$6.3 million budget that supports

1 28 positions. It goes through their statutory  
2 requirements that they will be undertaking. They've set  
3 aside money for consulting, \$240,000, and \$80,000 for  
4 their grantee oversight of independent auditors.

5 They've got some routine quality control visits  
6 that are included there. They've got an upgrade of their  
7 information management systems to the tune of \$250,000.  
8 And then he's got a note here as far as his IG-mandated,  
9 \$12,000 to the Council of Inspectors General on Integrity  
10 and Efficiency, and \$60,000 for staff training.

11 I'd be glad to answer any particular questions.  
12 And if there's questions of the IG, we'll have them come  
13 forward and answer those also.

14 MS. REISKIN: Is there any line for staff  
15 training for -- like are staff allowed to go to training  
16 either that their supervisors tell them to do or that  
17 they can choose?

18 MR. RICHARDSON: Yes. Within each budget,  
19 there is basically \$1,000 set aside for each staff member  
20 for training for professionals. And a lot of the offices  
21 set aside \$500 for administrative staff also. But that  
22 is set up in travel and transportation because there's

1 normal travel involved with the training. So it's within  
2 the travel budget.

3 MS. REISKIN: It pays for tuition, too? Like  
4 if they wanted to go to a conference or something, it  
5 would be the tuition and the travel, and it's just --

6 MR. RICHARDSON: That's correct.

7 MS. REISKIN: -- budgeted there? Okay.

8 Thanks.

9 CHAIRMAN KECKLER: Father?

10 FATHER PIUS: This might be redundant. My  
11 apologies for coming in a little bit late. So since  
12 we're in the new fiscal year, starting October 1st, we're  
13 under a continuing resolution. And so that's what -- on  
14 page 59, that's what the first column is, is the current  
15 fiscal year 2012 continuing resolution?

16 MR. RICHARDSON: One and two.

17 FATHER PIUS: One and two. And the 1.5 percent  
18 reduction is the proposed Senate reduction?

19 MR. RICHARDSON: No, no, no.

20 MR. CONSTANCE: No, no, no. That's --

21 FATHER PIUS: That is -- okay. So the  
22 continuing resolution reflects the 1.5 percent reduction.

1 MR. CONSTANCE: That's correct.

2 FATHER PIUS: And this does not incorporate the  
3 proposed Senate 2 percent reduction?

4 MR. CONSTANCE: Right.

5 FATHER PIUS: But I assume that there have been  
6 contingency plans on what to do if there's a 2 percent  
7 reduction, there's a further 2 percent reduction?

8 MR. RICHARDSON: Yes. We've looked at it, and  
9 as Jim had said before, what had happened in the past --  
10 we don't know if it'll happen in the future -- is that  
11 they took the full 2 percent out of the basic field line.

12 CHAIRMAN KECKLER: Further questions?

13 (No response.)

14 CHAIRMAN KECKLER: Let's entertain a motion to  
15 recommend to the Board the resolution for the temporary  
16 operating budget --

17 M O T I O N

18 FATHER PIUS: So moved.

19 CHAIRMAN KECKLER: -- for 2012.

20 DEAN MINOW: Second.

21 CHAIRMAN KECKLER: All in favor say aye.

22 (A chorus of ayes.)

1                   CHAIRMAN KECKLER:   Opposed, no.

2                   (No response.)

3                   CHAIRMAN KECKLER:   We now have reached the  
4 point of public comment, and would invite any member of  
5 the public to share their thoughts about the budget.

6                   (No response.)

7                   CHAIRMAN KECKLER:   Without any comment being  
8 made, then is there consideration of other business?

9                   MR. LEVI:    I just wanted to thank Mr. Henley.  
10 I think Mr. Henley has now spent a year with us.  He  
11 didn't have to do that.  And having this committee have  
12 his expertise, the benefit of it, is a terrific thing and  
13 a model for other committees.  And we want to thank him  
14 for his service.

15                  CHAIRMAN KECKLER:   Thank you, Mr. Henley.

16                  MR. LEVI:    And you're not going anywhere, I  
17 hope.  But I just wanted to note that.

18                  (Laughter.)

19                  CHAIRMAN KECKLER:   Thank you, Mr. Chairman.  
20 Without any other business being considered, I'd  
21 entertain a motion to adjourn the Finance Committee  
22 meeting.

1 MS. BROWNE: I have a question. We have closed  
2 session. Is that going to take place following the open?

3 DEAN MINOW: A closed session for this  
4 committee?

5 MS. BROWNE: I thought it was.

6 CHAIRMAN KECKLER: I don't have --

7 DEAN MINOW: Or a closed session for the board  
8 meeting?

9 MS. BROWNE: No. It says Finance Committee,  
10 and then on the back, on page 32, it says closed session.

11 CHAIRMAN KECKLER: We do need a vote of the  
12 Board to allow the Development Committee to have a closed  
13 session.

14 MS. BROWNE: Okay. Well, this is on page 32 of  
15 the board book.

16 CHAIRMAN KECKLER: No, no. You're right.  
17 You're right. I'd have an item for a closed session.  
18 I'd be happy to entertain one if you --

19 FATHER PIUS: Well, it's on the agenda.

20 MR. LEVI: There isn't one?

21 MS. BROWNE: There isn't one?

1           CHAIRMAN KECKLER:  There is not one.  I don't  
2           have any information.

3           MR. LEVI:  But I think that -- will you guys  
4           allow us to -- we need a vote informally to have a closed  
5           session of the Development Committee.

6           MR. FORTUNO:  It's not a committee vote,  
7           though.  It's not on your agenda.  What has to happen is  
8           that at some point before a committee can go into closed  
9           session, the Board has to vote --

10          MR. LEVI:  Yes.  But this is not this  
11          committee.  This committee is done.

12          DEAN MINOW:  This committee's over.

13          MR. LEVI:  We have to close this committee out,  
14          and then we'll do that.

15                                   M O T I O N

16          FATHER PIUS:  So I move to adjourn this  
17          committee meeting.

18          MS. BROWNE:  Second.

19          CHAIRMAN KECKLER:  All in favor say aye?

20                                   (A chorus of ayes.)

21          CHAIRMAN KECKLER:  All opposed, no.

22                                   (No response.)

1 CHAIRMAN KECKLER: The motion carries.

2 MR. LEVI: Thank you.

3 MS. REISKIN: Mr. President, were you looking  
4 for a motion?

5 MR. LEVI: Yes. We just need a motion.

6 FATHER PIUS: We just need a vote.

7 M O T I O N

8 MS. REISKIN: I'll move that the Development  
9 Committee meet in closed session, or be allowed to meet  
10 in closed session.

11 MR. LEVI: Second.

12 PROFESSOR KECKLER: Second.

13 MR. LEVI: All in favor?

14 (A chorus of ayes.)

15 (Whereupon, at 2:47 p.m., the committee was  
16 adjourned.)

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