

Conley Agrees To Promote Brick Sales

MINUTES

October 15, 1993

The Board of Control of the Kentucky High School Athletic Association met at the KHSAA Office in Lexington, Kentucky on Friday, Oct. 15, 1993. The meeting was called to order by President Ray Story at 8:30 a.m. with all Board members present. Others present were Commissioner Billy Wise, Executive Asst. Comm. Louis Stout, Assistant Commissioners Brigid L. DeVries and Larry Boucher, Bus. Affairs Manager Julian Tackett, KHSAA Attorney Danny Reeves and Michael Luscher, representing the State Department of Education. The Invocation was given by Stan Steidel.

Story made opening remarks regarding the procedure for matters to be brought before the Board. He requested that the July minutes be amended to read that emergency action was taken by the Board to accept liability insurance coverage on Board members from National Sports Underwriters until bids could be obtained through the proper procedures. Frank Welch moved that the minutes of the July meeting be amended. Grant Talbott seconded the motion which passed unanimously. Welch then moved to adopt the minutes of the July 16, 1993 meeting as amended. Talbott seconded the motion which passed unanimously.

Appeals heard by the East & West Eligibility Committees were voted on as follows:

East Eligibility on 9/1/93

- 1) Sonja Ritchie - Stan Steidel moved to accept, Cookie Henson second, passed unanimously;
- 2) James William Smith - Hicks moved to accept, Jackson second, passed unanimously;
- 3) David Lindsay - Jackson moved to accept, Hicks second, passed unanimously;
- 4) Kelly Wynn - Held to 10/14 East Eligibility Meeting.

West Eligibility on 10/14/93

- 1) Rafal Turo, Jens Bliemeister - Frank Cardwell moved to accept, Steidel second, passed 11-1;
- 2) Eric Martin - Cox moved to accept, Cardwell second, passed unanimously;

3) Elsa Dahle - Held to 10/15 Regular Meeting;

4) Stephen Wade Lear - Steidel moved to accept, Hicks second, passed unanimously.

East Eligibility on 10/14/93

1) Dantley Long, Darrell Whitenack, Chris Gammon, Wes Johnson - Jackson moved to accept, Cox second, passed unanimously;

2) Joe & Richard Alig - Jackson moved to accept, Henson second, passed unanimously;

3) Kelly Wynn - Welch moved to accept, Hicks seconded, passed unanimously.

President Story then called on Klaus Heberle who requested an appeal before the Board on behalf of his niece, Elsa Dahle, a foreign student desiring to participate in athletics at Atherton. Following his presentation and questions by the Board, James Sexton moved to go into Executive Session to discuss the case. Kathy Hopper seconded the motion which passed. Henson then moved to return to Open Session, Talbott seconded, passed. Hopper made a motion that the Board restore eligibility to Elsa Dahle due to the fact she is living with a relative. Sexton seconded the motion which failed by a vote of 6-6.

Welch made a motion, seconded by Jackson, that all bills of the Association for the period July 1 through Sept. 30, 1993, be accepted. The motion carried unanimously. Following a discussion of the Working Budget for the First Quarter, Steidel moved to accept. Story seconded. Passed unanimously.

Story then called on Lisa VonHalle and Mike Sullivan representatives of Miller, Mayer, Sullivan & Stevens, to discuss the 1992-93 Audit Report. VonHalle pointed out that the paragraph in the 1991-92 Independent Auditors' Report which referred to the KHSAA as a going concern was removed in the 1992-93 Report due to the fact that the Association is substantially stronger financially than in the previous year. Following questions and comments by the Board members, Jackson made a motion that the 1992-93 Audit Report be approved. Sexton seconded the motion which passed unanimously. Story thanked them for their attendance.

Story called on Commissioner Wise to advise the Board of a request from Christian Fellowship School in Benton relative to their appeal to join the KHSAA for the 1993-94 school year. Commissioner Wise advised the Board of the circumstances surrounding their request, his conversation with a State Department of Education official and his recommendation thereof. Following a discussion, Talbott made a motion that the Board waive the penalty for member schools playing Christian Fellowship during the 1993-94 school year and allow CFS to pay 1994-95 dues. Cox seconded the motion which passed 11-1.

Jackson made a motion, seconded by Welch, to go into Executive Session for the purpose of discussing financial matters. Rogers moved to return to Open Session. Steidel seconded the motion which passed. Following a discussion relating to the refinancing of bonds on the KHSAA Headquarters, Jackson made a motion, seconded by Hicks, that the Board approve the expenditure of a maximum of \$3,500 for an appraisal on the new building. The motion passed unanimously. Rogers then moved that the Board approve the continuance of the refinancing process with the following contingencies:

- 1) No appreciable change in interest rates prior to closing;
- 2) Positive review by auditing firm;
- 3) Positive review by legal firm;
- 4) Positive review by independent financial authorities such as a University administrator or State financial advisor and State Department of Education officials;
- 5) Reasonable assurances from the Lexington-Fayette Urban County Government as to approval of the tax-exempt issue.

Cox seconded the motion which passed unanimously.

Commissioner Wise then presented an update of the First Quarter Budget. The Board accepted the Budget with no action taken.

Bus. Aff. Dir. Tackett and Grant Satterly of Krane, Satterly & Davidson, were called on to discuss a proposed rebate policy with regard to member schools dues for the Board's consid-



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(continued)

eration. Steidel moved to table this item until a later date. Jackson seconded the motion which passed unanimously.

Commissioner Wise requested that the Board approve the transfer of \$54,498 from the General Fund to the Retirement Trust Fund and that the RTF Account be moved from Bank One to Montgomery & Traders Bank. This action would allow for sufficient cash in the RTF to cover retirement payments now being made and any payments of accumulated sick leave by retiring employees in the next few years. Talbott moved to accept the Commissioner's recommendation. Steidel seconded the motion which passed unanimously.

The Board then heard again from Ryan Todd of the Flying Zebras who appeared at the April Board Meeting to discuss a Three-on-Three fundraising proposal. The Board voted at that time to allow Todd to proceed with the plans and to report back at a later date. Following further discussion of the proposal and questions and comments by the Board, Sexton made a motion, seconded by Jackson, that the staff investigate the Three-on-Three proposal, seek avenues for the Board to sanction this fund-raiser and to bring back a recommendation for consideration. The motion passed 10-2.

Commissioner Wise requested the Board's acceptance of a loan modification from Montgomery & Traders Bank from a 10% simple interest rate to 9%. Cardwell made a motion to accept the Commissioner's request. Steidel seconded the motion which passed unanimously.

President Story called for a lunch break until 1 p.m.

President Story reconvened the meeting at 1:05 p.m. Board members not in attendance for the afternoon session were Cox and Jackson.

Following a discussion of the new Policy & Procedure Manual which includes the Board of Control Handbook and additional policies recommended in the Management Review, Jackson made a motion, seconded by Welch, that the consideration of the Policy Manual be tabled until the December meeting. The motion passed.

Commissioner Wise gave a progress report on the Management

Review. He advised the Board that he and members of the staff have been meeting with various committees of the Task Force on Interscholastic Athletics. A full report by the Task Force is due in mid-November.

President Story then called on Ray Hornback to introduce Larry Conley, who agreed to chair a Court of Support Campaign for the sale of bricks to help pay for the KHSAA Headquarters and Hall of Fame Museum. Conley accepted the challenge and asked that all persons present work as hard as he will.

Asst. Comm. DeVries presented a recommendation from the Swimming Committee that would require a swimmer/diver to compete in at least two meets to be eligible for state competition. Talbott made a motion that the Swimming Committee's recommendation be adopted effective for the 1994 season. Sexton seconded the motion which passed unanimously.

Cardwell made a motion to authorize Commissioner Wise to issue 250 complimentary tickets each for the boys' and girls' state basketball tournaments and 250 to the state football playoffs. Jackson seconded the motion which passed unanimously.

Commissioner Wise then presented a proposed rental agreement for the use of the KHSAA Museum by the International Book Project, Inc. on March 4 & 5, 1994. Jackson moved to adopt the recommendation of the Commissioner. Henson seconded the motion which passed unanimously. Sexton noted that alcohol should be off limits at the event.

TeleCable representatives Jeff Carter, Dan Williams and John Colson presented a proposal summary for the delayed broadcast rights to the Boys' State Basketball Tournament for 1994. Following questions and comments, Rogers made a motion to accept the recommendation of the Commissioner by extending the contract with TeleCable for the 1994 Boys' BK Tournament. Welch seconded the motion which passed unanimously.

President Story called on Tackett to discuss insurance proposals for liability coverage for tournaments and for the Board of Control and Staff. Following questions and comments on the various quotes submitted, Talbott made a motion to accept the bid of United Community Insurance

through Special Markets for the tournament liability at a cost of \$8,604 through June 30, 1994. Hopper seconded the motion which passed unanimously. For the Board of Control and Staff liability insurance coverage, Hicks moved to accept United Community Insurance through Special Markets Insurance which carries a premium of \$1,441 through 6/30/94. Henson seconded the motion which passed unanimously.

Exec. Comm. Stout reported that he, Asst. Commissioners DeVries and Boucher attended the National Federation Section II Meeting in West Virginia. Items of interest discussed were 1) the National Federation's financial concerns; 2) foreign exchange students; 3) soccer yellow cards; and 4) cost increase in National Federation rule books.

Reports distributed for the Board's information were summaries of the 1992-93 Appeals and the 1993 Boys' and Girls' State Basketball Reports.

In the absence of Football Committee Chair Jackson, Tackett submitted the Committee's recommendation for approval by the Board: 1) Reject a proposal from Knox Central that the pre-season practice schedule be revised. Talbott moved to accept, Sexton seconded, motion passed, 2) Move Class AAA State Football Finals from Saturday to Friday evening, Dec. 3 at 7:00 p.m. due to a conflict with a University of Louisville basketball game. Cardwell made a motion to accept, Hicks seconded, motion passed unanimously. 3) Deny Pike Co. Central's request to move to Class AAA. Talbott made a motion to accept, Cardwell seconded, motion passed 7-3. 4) Deny Middlesboro's request to move to Class A until after 1994. Hicks made a motion to accept, Talbott seconded, motion passed 9-1.

Cardwell made a motion to reconsider Pike Co. Central's request to move to Class AAA. Welch seconded the motion which passed. After further discussion on the matter, Frank made a motion to accept the Football Committee recommendation. Sexton seconded the motion which failed 4-5. The matter was deferred to the Dec. meeting.

Topics of brief discussion followed: KMA Sports Medicine Meeting, pending legal matters discussed by Attorney Danny Reeves, State VB Tournament at Fairdale, letter from Ken-

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Assn of BK Coaches, Louisville Sports Inc. and the East and
West Eligibility Committees.

Commissioner Wise discussed a request to produce a video to be used in the Brick Sales Campaign. Following details outlined for the production of a video, Frank Cardwell made a motion seconded by Bob Rogers that the Board appropriate \$5,000.00 in promotional expenses for the Court of Support Campaign. The motion passed 8-2.

The next meeting of the Board will be held on Friday, December 3, 1993 at the Executive Inn in Louisville for the purpose of hearing appeals. The regular meeting will be held on Saturday, December 4, 1993, at 8:00 a.m.

There being no further business, Stan Steidel moved to go into Executive Session, Frank Cardwell seconded, motion passed. Cookie Henson then moved to return to Open Session for the purpose of Adjournment. Claudia Hicks seconded, motion passed unanimously. The meeting was adjourned at 5:00 p.m.

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