


Georgia Southern University
Intracampus Memo
Office of the President

Post Office Box 8033
Marvin Pittman Administration Building

TEL 478-5211
FAX 478-0598
TDD 871-1454

<http://welcome.georgiasouthern.edu/president/>

TO: Dr. Fred Mynard, Chair, Senate Executive Committee
FROM: Brooks A. Keel, President 
DATE: October 19, 2012
SUBJECT: **October 18, 2012, Faculty Senate Recommendation
University Club to move funds to gain higher interest rate**

This resolution has been received by the President. As this is a resolution, and not a formal recommendation, no approval is required.

RESOLUTION:

The Faculty Senate supports the proposal of the board of the University Club to move \$120,000 of the Faculty Club funds from a restricted foundation account where it currently is to an interest bearing CD at a private bank.

RATIONALE:

Currently your University Club has \$141,000 in a restricted foundation account at GSU bearing no interest. The University Club board proposes to move the bulk (\$120,000) of your money to two interest bearing FDIC insured CDs at Queensborough Bank which currently pays 1.25% on a 3 year CD. The choice of bank was made based on the highest interest rate being offered and a desire to keep the money in a local bank. Interest accruing on the CD will be used to at least partly cover the costs of such recent University Club events as the August Art Museum and Sept. 40 East Grille gatherings. Putting money in a CD will also better protect your money from being eroded by inflation over time. Once the money is in the CD, a copy of the statement will be given to both bodies to be entered in to their permanent records. We seek full transparency with this money and a higher return to enable the club to fund more faculty/staff events, as this money is "owned" by all the faculty/staff of GSU. This resolution has been approved by the board of the University Club.

gm

c: Dr. Jean Bartels
Dr. Diana Cone
Ms. Candace Griffith