Present: Barb Brattin, Nancy Gauss, Jimmy Thomas, Eve Tallman, Gayle Gunderson, Sherry Holland and Mary Vernon

Eve called meeting to order at 10:20am with a quorum of Gayle, Eve, Nancy and Jimmy. Barb arrived at 10:30am. Sherry joined by Webex at 11:30am and logged out at 1:30pm

1) Minutes of June 16, 2011: Eve, Barb, Nancy and Gayle approved minutes by email; Sherry approved minutes at this Board meeting.

2) Motion to change FY had been passed by email (moved by Gayle; seconded by Eve; Nancy, Eve, Barb, and Gayle voted yes) prior to this Board meeting.

Action item: Jimmy will poll Council to approve FY change. [IN PROCESS]

3) Budget drafted for Oct 2011-Sep 2012 was approved.

Motion: Eve moved to approve the budget with changes. The motion was second by Barb, and approved unanimously.

This budget is largely status quo, based on the FY2010/11 budget. It can serve as a 3-month placeholder budget until bylaws are changed to allow for a new budget year starting in January. These are the changes approved at this Board meeting:

<table>
<thead>
<tr>
<th>Code</th>
<th>Description</th>
<th>Amount</th>
<th>Notes</th>
</tr>
</thead>
<tbody>
<tr>
<td>4400-05</td>
<td>Staff Sessions</td>
<td>639,900</td>
<td>key charge</td>
</tr>
<tr>
<td>4600-05</td>
<td>Sales-Barcode Labels</td>
<td>0</td>
<td>discontinue</td>
</tr>
<tr>
<td>4600-06</td>
<td>Sales-OverDrive Titles</td>
<td>67,641</td>
<td>current pledges</td>
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<tr>
<td>5600-05</td>
<td>COSales-Barcode Labels</td>
<td>0</td>
<td>discontinue</td>
</tr>
<tr>
<td>5600-06</td>
<td>COSales-OverDrive Titles</td>
<td>67,641</td>
<td>current pledges</td>
</tr>
<tr>
<td>5000-06</td>
<td>III Software add-on products</td>
<td>33,021</td>
<td>balanced budget</td>
</tr>
<tr>
<td>6000</td>
<td>Wages &amp; Salaries</td>
<td>586,843</td>
<td>RIF=1 FTE</td>
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<tr>
<td>8002</td>
<td>Auditing</td>
<td>5,000</td>
<td>FY change, two Form 990s</td>
</tr>
<tr>
<td>8007-03</td>
<td>ILS Evaluation</td>
<td>0</td>
<td>Ref site visits</td>
</tr>
</tbody>
</table>

Action item:
#1- Jimmy – draft a new budget for Jan-Dec 2012, comparing budget allocations side-by-side as much as possible with Jan-Dec 2011.
#2- survey directors to find out how many staff sessions they need.
#3- work with Finance Committee to develop fair cost sharing models for staff sessions.
#4- email directors the vendor information for barcode labels:
Watson Label Products (314) 493-9300 http://www.wlp.com
Budget Library Supplies (866) 545-1112 http://www.budgetlibrarysupplies.com
Comments:
A. Jimmy - Currently, Prospector is included with Marmot membership for 14 “vested” members. New “non-vested” members will pay both an entry fee and an annual fee for Prospector. One special case is CMU, whose membership in the Alliance includes Prospector. Another special case is CCU, whose entry fee for Prospector was covered by the LSTA grant. Otherwise CCU now pays the same annual charge as non-vested members will pay.
B. The new budget does not include potential new sales.
C. Jimmy - Summon is a new account. In May 2012, members will renew and pay for Summon themselves. It will be a pass through (COGS) selling at cost.
D. Eve noted that 8007-01 Next Gen OPAC is a new charge in the budget every year.

4) Jimmy reviewed proposals by DW&C and CSD for audit and 990 services related to normal FY ending Sep 2011 and short FY ending Dec 2011.

Motion: Barb moved that Marmot go with the Chadwick compilation model $5000 which includes two 990s for the 2011 year-end. The Motion was second by Eve and approved unanimously.

5) Tasks to be delegated to the Finance Committee:
A. Jimmy - The work ahead for the Finance Committee will be to work up a new 12-month budget to become effective January 1, 2012. This will supersede the budget approved above (agenda item #3).
B. Barb - Develop fair cost sharing models for staff sessions.

6) Decision regarding ILS evaluation.

Motion: Barb moved to adopt the recommendation of TAC to stay with Millennium until 2013. The motion was second by Nancy and approved unanimously.

Action item: Barb will propose membership policy models at MUG and report to the Policy Committee. Policy Committee will meet with Technical Services Task Force at MUG.

Action item: Jimmy will draft a letter by Sept 12, 2011 to all members regarding the board decision to adopt the recommendations from TAC to stay with Millennium until 2013. [DONE]

Action item: Members of the board will contact directors to explain details of the decision to stay with Millennium. [DONE]

7) MUG agenda was reviewed and updated. (http://www.marmot.org/node/30)
Action item: Jimmy will report to the board on where Marmot is as far as the strategic plan

Meeting was adjourned at 2pm by Board President Barb Brattin.
Minutes by Mary Vernon / Jimmy Thomas