

VII. STANDING COMMITTEES

B. Finance, Audit and Facilities Committee

UW School of Medicine—Amending Restriction for the Harry G. Schuck Endowment FundRECOMMENDED ACTION:

It is the recommendation of the administration and the Finance, Audit and Facilities Committee that the University of Washington Petition for Release of Endowment Restrictions with The Superior Court of Washington in and for King County in regard to the Harry G. Schuck Endowment Fund.

BACKGROUND:

Harry G. Schuck founded Schuck's Auto Supply in 1917 and managed the company until its sale to the late Samuel Stroum in 1967. Mr. Schuck died in 1970. Erna M. Jorgensen (B.A. 1928) was Harry Schuck's business partner from 1930 until the company's sale.

In November 1978, Erna Jorgensen made an initial gift of \$30,000 to the UW School of Medicine to establish an endowed scholarship in memory of her friend and business colleague, Harry G. Schuck. The Board of Regents accepted this gift at the February 9, 1979 meeting and established the Harry G. Schuck Endowment Fund, directing that the income from this fund would be administered by the Dean of the School of Medicine to provide scholarships to deserving medical students.

Ms. Jorgensen continued to make gifts to the scholarship until 1985. In a memo dated January 9, 1981 from Marilyn Batt Dunn to Teddy Haslestad, Marilyn Dunn outlined revised specifications requested and approved by Ms. Jorgensen regarding the selection requirements for the Schuck scholarship. In a January 20, 1981 memo to Robert J. Gust, Stephen W. Camp "confirmed that the clarification proposed for the administration of the Harry G. Schuck Endowment fund can be accomplished without regental action, per Teddy Haslestad." The UW School of Medicine has continued to administer the fund based on these requirements since 1981.

The terms of the 1981 "Proposed Revised Specifications for the Harry G. Schuck Memorial Endowment Fund," in relevant part:

Only one scholarship is to be awarded annually with the medical student receiving the full income of the fund up to the maximum monetary needs of the student. Scholarship funds may be used to cover costs of tuition,

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B. Finance, Audit and Facilities Committee

UW School of Medicine—Amending Restriction for the Harry G. Schuck Endowment Fund (continued p. 2)

books, and equipment, laboratory fees, housing, food, etc. up to the maximum sum of \$20,000 annually.

As of April 1, 2011, The Harry G. Schuck Endowment Fund had a market value of \$832,309 and distributes approximately \$30,000 annually. With the restriction that only one (1) scholarship award can be made annually with a maximum award amount of \$20,000, the distribution budget balance has grown over the years to \$225,826 in funds that cannot be awarded. This fund balance will continue to grow without an amendment to this restriction.

The University would seek permission to award multiple scholarships each year, depending on the funds available in the operating account and the needs of the scholarship recipients up to the maximum annual amount for each scholarship of \$20,000. Additionally, based on the anticipated future cost of attending the UW School of Medicine, the University would seek permission to review the maximum award amount every five years and to grant the University the option to increase the maximum award according to the value of the Schuck Endowment and the then-current cost of attending the UW School of Medicine.

Based on Ms. Jorgensen's generous gifts that established both The Harry G. Schuck Endowment Fund and the Erna M. Jorgensen Endowed Scholarship and conversations with surviving family members, including Erna O. Snipes (B.S. 71, B.S. 76'), Ms. Jorgensen's niece and executor of her estate, it is evident that Ms. Jorgensen's intent was to have a significant impact on medical students by providing generous scholarship support. To amend the restriction to expand the number of medical students who can benefit from The Harry G. Schuck Endowment Fund is in the best interest of the UW School of Medicine and will honor Ms. Jorgensen's wish to generously support medical students.

To amend the restriction will require a petition to the Superior Court of Washington in and for King County.

In approving this recommendation, the Board of Regents authorizes University of Washington staff to pursue Petition for Release of Endowment Restrictions with The Superior Court of Washington in and for King County in regard to the Harry G. Schuck Endowment Fund.

VII. STANDING COMMITTEES

B. Finance, Audit and Facilities Committee

UW School of Medicine—Amending Restriction for the Harry G. Schuck Endowment Fund (continued p. 3)

REVIEW AND APPROVAL:

This request is supported by the CEO, UW Medicine, Executive Vice President for Medical Affairs and Dean of the School of Medicine; the Senior Vice President; and the Vice President for University Advancement.

Attachments

1. February 13, 1979 memo from Charlotte V. Berry, Comptroller, to Robert Van Citters, Dean of the School of Medicine, confirming the Board of Regents establishment of the Harry G. Schuck Endowment Fund at its February 9, 1979 meeting.
2. January 9, 1981 memo (with attachment) from Marilyn Batt Dunn to Teddy Haslestad outlining revised specifications for the Harry G. Schuck Memorial Endowment Fund.
3. January 20, 1981 memo from Stephen W. Camp, Executive Director of Development, to Robert J. Gust, Director of Budget and Planning, confirming that the clarification proposed for the administration of the Harry G. Schuck Endowment Fund can be accomplished without regental action.

February 13, 1979

TO: Mr. Robert Van Citters
Dean, School of Medicine

FROM: Charlotte V. Berry
Comptroller

SUBJECT: Schuck Endowment

At their meeting of February 9, 1979 the Board of Regents voted to:

1. accept the gift of \$30,000 from Ms. Erna Jorgenson for the establishment of the Harry G. Schuck Endowment Fund,
2. direct that this money be invested in units of the Consolidated Endowment Fund on the next quarterly evaluation date, and
3. direct that income from this fund be administered by the Dean of the School of Medicine to provide scholarships to deserving medical students.

By a copy of this memo the General Accounting Office and the Scholarship and Loan Fiscal Office are being instructed to establish the appropriate accounts for this fund. The General Accounting Office is further instructed to transfer \$30,000 from the Miscellaneous Suspense Account, budget number 39-5008 to the Schuck Endowment Fund. This fund will be classified as an active endowment fund.

CVB/db

University of Wisconsin - Stevens Point
INTERDEPARTMENTAL

Post-It™ brand fax transmittal memo 7671 # of pages ▶ 3	
To <i>Marilee Nielsen</i>	From <i>Alicia Edgmr</i>
Co.	Co.
Dept.	Phone # <i>3-5086</i>
Fax # <i>3-5651</i>	Fax # <i>5-9889</i>

January 9, 1981

TO: Teddy Haslestad
FROM: Marilyn Batt Dunn
SUBJECT: Harry G. Schuck Memorial Endowment Fund

The proposed revised specifications for the Harry G. Schuck Memorial Endowment Fund have been approved, signed and returned by Ms. Erna Jorgensen who has contributed in excess of \$70,000 to create this memorial to her late business partner. Please review and, if it will be necessary for Regental approval to adopt the revised specifications, I would appreciate your taking the necessary steps to secure such approval.

The original regental agenda item to which you would need to refer for comparison with the revised version is a January 22, 1979 Cabinet Memorandum for the February 9, 1979 Board of Regents Meeting.

Ms. Jorgensen is eager to have an award made from this fund, and Robert J. Gust, Director of Budget and Planning for the School of Medicine is aware of her desire.

I hope to hear from you soon so that I may contact Ms. Jorgensen with assurance that the revised specifications are "in place."

MBD/ss

cc: Erna Jorgensen
Samuel N. Stroum

bcc: Robert J. Gust

Proposed Revised Specifications for the Harry G. Schuck Memorial
Endowment Fund

Ms. Erna Jorgensen gave approximately \$51,500 during 1978-1979 to the University of Washington to be used to establish a scholarship fund in the School of Medicine in honor of her friend and business associate, Harry G. Schuck. On December 2, 1980 she added \$20,000 to this fund, making a present total of roughly \$71,500. This latest check has been given to Steve Camp, Executive Director of Development.

Harry G. Schuck founded Schuck's Auto Supply in 1917 and managed the firm until its sale in 1967 to Samuel Stroum. Mr. Schuck died in 1970. Ms. Jorgensen was a partner of Mr. Schuck in the auto supply business from 1930 to 1967. She graduated from the University of Washington in 1928 with a Bachelor of Arts degree.

No scholarship award has been made to date, and Ms. Jorgensen is anxious to have the first student selected as soon as possible using the following guidelines:

The Dean of the School of Medicine should award the scholarship annually on the basis of a prospective recipient's need as determined by the Dean with advice from the Financial Aid and Academic Affairs Committee of the School of Medicine.

The present corpus, in addition to potential future gifts, should be invested in the University of Washington's CEF. If the University establishes a separate fund, the objective of which is higher yield, rather than income and growth, Ms. Jorgensen requests the Harry G. Schuck Memorial Endowment Fund be transferred from the CEF to such fund.

Only one scholarship is to be awarded annually with the medical student receiving the full income of the fund up to the maximum monetary needs of the student. Scholarship funds may be used to cover costs of tuition, books, and equipment, laboratory fees, housing, food, etc. up to the maximum sum of \$20,000 annually.

No restrictions relative to sex of student, race, creed or color.

The student may be a first-year student or any year; however, once selected, Ms. Jorgensen prefers to have the scholarship follow the same student until graduation. This assumes the continued financial need by the student. Once the cycle is completed, a new student is selected.

The scholarship is to be referred to as the "Harry G. Schuck Memorial Scholarship". Ms. Jorgensen prefers total privacy relative to the use of her name; however, she is to be given the following information each year following selection of the recipient:

- a. Approximate date of Scholarship Award
- b. Name of recipient
- c. Brief history of recipient
- d. Approximate amount of dollars to be awarded

Send information to Ms. Enra Jorgensen, 5636 Beach Drive, S.W., Seattle, Washington 98136.

Any questions regarding this scholarship should be directed to Marilyn Batt Dunn, Director of Annual Giving, University of Washington Development Office, telephone 543-2565.

Prepared by Samuel Stroum December 4, 1980

Accepted by

Erna Jorgensen

1-7-81
(date)

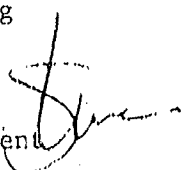
University of Washington Correspondence

INTERDEPARTMENTAL

Office of Development AI-10

January 20, 1981

TO: Robert J. Gust
Director of Budget and Planning
School of Medicine SC-64

FROM: Stephen W. Camp
Executive Director of Development 

This is just to confirm that the clarification proposed for the administration of the Harry G. Schuck Endowment Fund can be accomplished without regental action, per Teddy Haslestad, and we should convey acceptance of these terms to Mrs. Jorgenson as soon as possible.

Since Mrs. Jorgenson is concerned about the administration of this fund, and plans to add to it in the future, I suggest that you or Van write a note reassuring her and stating your acceptance of the guidelines she has proposed. Please send us a copy for the file.

SWC:vad

cc: Marilyn Dunn ✓
Krista Mattox