

Pacific Lutheran College Bulletin

Published quarterly by Pacific Lutheran College at Tacoma and Parkland, Washington. Entered as second-class matter April 26, 1927, at the postoffice at Tacoma, Washington, under the Act of August 24, 1912.

VOL. XX

AUGUST, 1940

No. 2, Part 2

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PAID-UP ENDOWMENT PLEDGES

List No. 14

Previous lists have made public the names of the donors of 1,240 paid-up endowment pledges. Pacific Lutheran College hereby gratefully acknowledges the full payment of eighteen additional pledges, which bring the total number of fully paid-up pledges to 1,258.

Name	Date Paid in Full	Amount of Pledge
Breavei, Mrs. Marie.....	November 15, 1939.....	\$ 25.00
Edsberg, S. J.....	March 23, 1940.....	500.00
Ellas, L. A.....	December 16, 1939.....	50.00
Ericsson, Olga C.....	November 14, 1939.....	50.00
Gulhaugen, Rev. T.....	December 6, 1939.....	100.00
Hjorten, John.....	December 14, 1939.....	50.00
Holter, Mr. and Mrs. A. M.....	November 13, 1939.....	25.00
Johnson, Erick.....	May 27, 1940.....	100.00
Johnson, Ingwold.....	November 12, 1939.....	50.00
Langlien, Helga.....	November 20, 1939.....	120.00
Moe, Carl M.....	May 18, 1940.....	25.00
Nilsen, Ommund.....	January 11, 1940.....	50.00
Nyland, Mr. and Mrs. M. A.....	February 17, 1940.....	50.00
Opland, O.....	November 13, 1939.....	50.00
Rhea, Mrs. C., and Carver, Mrs. Carl.....	November 18, 1939.....	25.00
Vigness, Paul G.....	November 17, 1939.....	75.00
Vroman, Amanda.....	October 24, 1939.....	50.00
Wick, O. O.....	October 24, 1939.....	25.00
Pledges paid in full since July 31, 1939.....		\$ 1,420.00
Pledges paid in full to July 31, 1939.....		106,456.69
Pledges paid in full to July 31, 1940.....		\$107,876.69
Partial payments, all other pledges.....		40,223.43
Total paid, July 31, 1940.....		\$148,100.12

Remember Pacific Lutheran College Rally Day, Sunday, October 13!
The Pacific Lutheran College Development Association must raise at least \$9,000 for current expenses this year. Respond to Roll Call!

ANNUAL REPORT OF THE PRESIDENT OF PACIFIC LUTHERAN COLLEGE — 1940

"Wherefore lift up the hands which hang down, and the feeble knees; and make straight paths for your feet, lest that which is lame be turned out of the way; but let it rather be healed. Follow peace with all men, and holiness, without which no man shall see the Lord."—Hebrews 12:12-14.

In this year's Pacific Lutheran College yearbook, the 1940 *Saga*, the undersigned has written: "In face of wars and intrigue we pledge devotion to the Prince of Peace. We seek God's answer to the question of how to deal with the perversity of man. Knowing that the wages of sin is death, we humbly rejoice that the gift of God is everlasting life through Jesus Christ. We owe allegiance to the Triune God and to the powers ordained of Him. We praise God for His mercy and His revelation of the truth in His only-begotten Son; in the strength of His unfailing friendship we, by grace forgiven, seek to exemplify good will among men."

In spite of all wars and hatreds, misconceptions and misunderstandings, we believe that good will actually does exist among men who profess allegiance to the Prince of Peace. The reputation of Pacific Lutheran College rests upon its actual exemplification of such good will. By virtue of our faith we *must* "follow peace with all men." Our very loyalty to our government in times of war intensifies the plea of our hearts for sympathetic understanding of the needs of weak and sinful men: the need of straight thinking, devotion to principle, "straight paths" for our feet; the need of healing for wounded hearts; the need of daily re consecration to God's service and the pursuit of "holiness, without which no man shall see the Lord." This is no time to curtail the work of the Church or to forsake Christianity, but rather to endure God's chastening and to "lift up the hands which hang down, and the feeble knees."

Pacific Lutheran College continues to grow in size, in influence, and in opportunities for service. Its present facilities are taxed to the utmost. People continue to move into our beautiful Pacific Northwest because of the lure of "the land of the future." But when the College asks for cooperating Church groups to help cope with the enlarged task through increased support of home missions and the College, the answer is not always in the affirmative.

The concrete developments in this matter during the past year have been as follows. The Augustana Synod at its 1939 convention for the first time failed to match fully the appropriation of its Columbia Conference. The American Lutheran Church and the Norwegian Lutheran Church of America made no increase in their appropriations. The Intersynodical Advisory Committee, meeting at Chicago on November 29, 1939, simply advised self-help through "a renewed and greater emphasis on the Pacific Lutheran College Development Association" (whose membership slogan is "at least a dollar at least once a year."). Prominent leaders have urged limitation from above to reduce the College to the two-year junior college level; others have urged the gradual or immediate elimination of the high-school foundation. This spring the sentiment in the cooperating groups to date has been revealed in resolutions adopted by the Northwestern District of the American Lutheran Church at Spokane, Washington, on April 17, 1940, and by the Columbia Conference of the Augustana Synod at Astoria, Oregon, on April 26, 1940. The North-

western District adopted the following committee report in the matter of support: "We recommend that the Northwestern District petition the American Lutheran Church for an appropriation of \$6000.00 per year for Pacific Lutheran College" (as compared with \$5000 at present.) The Columbia Conference adopted the following resolution: "That the Conference appropriate \$2500.00 for the year 1941, and request the Synod to appropriate a like amount." This request, if granted, will mean an increase of \$500 in the appropriation of the Augustana Synod. In the matter of scope, the Columbia Conference made no definite recommendation beyond what is implied in the following resolution: "That, in view of the pagan philosophy of life developing so rapidly in our day, we call the attention of our constituency to the increased need for Christian education." The resolution of the Northwestern District in this matter reads as follows: "We continue to recognize the urgent necessity of expansion and we approve the steps taken to establish a 4-year Normal Course."

Our Pacific District, which by virtue of ownership has the primary responsibility for the College, at its 1939 convention at Los Angeles, California, unanimously adopted four resolutions which no servant of the College can set aside. The first of these resolutions outlines seven steps to be taken in the establishing of senior college status for Pacific Lutheran College. These seven steps were originally formulated in conference with the highest accreditation authority in the Pacific Northwest. The second resolution, taking cognizance of several factors, including the fact that "the stage of development of cooperation from the Augustana Synod and the American Lutheran Church has not reached a point where they can assume equal responsibility for the operation of Pacific Lutheran College, but have expressed willingness to follow the leadership of the Norwegian Lutheran Church in developing the College," petitions the Norwegian Lutheran Church of America for approval of senior college status, an adequate annual subsidy, and approval of a financial campaign in the District "for the improvement of the financial stability of the College, at the discretion of the College Board of Trustees." The third resolution continues the Pacific District allocations for the present, and the fourth resolution inaugurates an annual Roll Call Sunday under Pacific Lutheran College Development Association auspices, in which Roll Call the Northwestern District of the American Lutheran Church and the Columbia Conference of the Augustana Synod are asked to cooperate. Several pastors and congregations in these groups did give such cooperation last fall; and the Northwestern District also passed a specific supporting resolution in April, as follows: "We urge the congregations of the Northwestern District to take a more active part in the P. L. C. Development Association, and suggest that wherever feasible the annual Roll Call Sunday be inaugurated."

Why did the Pacific District unanimously pass these resolutions last June? The immediate practical reason, outlined in detail in the first resolution, is summarily stated in the second: "While senior college status has long been recognized as the eventual destiny of Pacific Lutheran College, the marked growth and other developments beyond the control of the College have brought about the need for this status sooner than anticipated by many." The specific reason is the inauguration of the required four-year teacher-training program in the State of Washington, which affects about 70% of the students enrolled at Pacific Lutheran College as at present organized. This reason could no

longer be ignored. No responsible board or committee has denied the urgency of this factor. But any actual increase in support in the form of appropriations is not yet assured. Even the Board of Education of the Norwegian Lutheran Church of America, meeting at Minneapolis, Minnesota, on April 10, 1940, went no farther than to adopt the following resolution: "Whereas the budget of the Norwegian Lutheran Church of America does not permit additional appropriations, be it recommended that Pacific Lutheran College Corporation for the present carry out its plan for state accreditation of a four-year teacher-training course." What the three cooperating bodies will do in this matter in this year's convention is a momentous question. It is not only the welfare of the College that is at stake; the fair name of the Church and the noble cause of fraternal cooperation are also involved.

Pursuant to the resolutions of the College Corporation, the College added minimum fourth-year offerings to its teacher-training curriculum last fall; the President and the Dean of the College submitted a revised four-year program to the State Board of Education in September for approval; inspection of the College followed in November, and the report of the three inspectors is scheduled to come before the state board at its annual meeting on June 17 or 18. The inspectors comment on the College's use of the Tacoma public school system as a satisfactory substitute for a model training school under the College's own control, point out the need of additional income, suggest the desirability of separate dormitory facilities, recommend modification in the health program, indicate the need of more room and equipment for the science laboratories, and especially urge the early completion of the library-classroom building. Some progress is being made accordingly, but much hard work still remains to meet fully the accreditation requirements.

From the standpoint of the Church, of course, the development of a full four-year Liberal Arts curriculum should not be long delayed. This year's organization of Pacific Lutheran College comprises a four-year College of Education, enrolling 312 students, a two-year Junior College of Liberal Arts, enrolling 103 students, and a three-year Senior High School, enrolling 30 students. (Total enrollment for the year, 445, again a new high.) It is no reflection on the public school system to call attention to the secular character and influence of this system; in a land of religious liberty this cannot well be otherwise. Therefore the state system needs and in large measure welcomes the leaven of Christian character among its teachers. On the other hand, this Christian leaven can not be adequately developed or preserved in an institution like Pacific Lutheran College unless the welfare and needs of the Church hold first place in the College and dominate its program and inner spirit. The undersigned therefore views with grave alarm the effort to eliminate the high-school division and the proposed postponement of the development of the Junior College into a Senior College of Liberal Arts on a parity with the present four-year College of Education. On the basis of convictions developed through many years and confirmed by observations throughout the current year the undersigned, as a servant of the Church, must urge that the resolutions adopted by the Pacific District at its 1939 convention be allowed to remain in force, that the present scope of the work at Pacific Lutheran College be not curtailed, but that the liberal arts courses be developed to a parity with the College of Education as early as possible, and that the following request of the

Board of Trustees of the Church, adopted February 28, 1940, be referred back for further consideration: "Whereas Pacific Lutheran College through its President, Dr. Tingelstad, has presented the question of a four-year liberal arts college at Parkland, Washington, and whereas this program involves an additional appropriation of \$8,000 and a possible canvass of the Pacific District for about \$150,000 by 1944, Therefore Be It Recommended: That the Pacific Lutheran College Corporation be requested to discontinue its plans for expansion for the time being and to attempt to carry on its present program on its present appropriation."

The College Board of Trustees, on May 27, 1940, made reply to the above recommendation, in the form of a plea that has been transmitted to the President of the Church by the President of the Pacific District. The original plea, motivated by the findings of the State inspectors, and drawn up by the Board on February 6, 1940, in response to the request of the Intersynodical Advisory Committee for a five-year plan, enumerated as urgent development needs the immediate completion of the library building, the erection of a girls' dormitory, a heating plant, and an athletic field, and the early inauguration of a Pacific Campaign to yield \$150,000 by 1944, the golden anniversary year of the College. Mindful of the need of uninterrupted development of the liberal arts work toward full senior college scope on the educational side, the Board on May 27, 1940, in an effort to meet the financial requirement of such a forward move, also agreed to increase the tuition on the College level from \$120.00 to \$135.00 per year if the third year of liberal arts is added this fall and if the 1939 resolutions remain unchanged. The assumption is that the addition of the fourth year of liberal arts a year hence will be accompanied by a further tuition raise of \$15.00 a year to the \$150.00 figure at present in force at the other senior colleges of the Church.

The standards which Pacific Lutheran College is required to meet as a four-year teacher-training institution are in effect the same as those set up by the American Association of Teachers Colleges. These standards cover the following points: 1. Definition of a Teachers College as distinguished from a Normal School; 2. Requirements for admission; 3. Standards for graduation; 4. Preparation of faculty; 5. Teaching load of faculty; 6. Training school and student teaching; 7. Organization of the curriculum; 8. Student health and living conditions; 9. Library, laboratory and shop equipment; 10. Buildings and grounds; 11. Financial support; 12. Administrative stability. The standard dealing with financial support reads as follows: "The determination of the adequacy of financial support should be made on the basis of such items as,— stability and regularity of income sufficient to maintain intact the program from year to year; expenditure per student; extent to which the institution is dependent on student fees; avoidance of burdensome indebtedness; sound procedures of accounting; standards of compensation for administrative staff. A regular income of less than \$50,000 a year will be considered as raising serious question as to the adequacy of the institution's program. If the teachers college is a private incorporated institution, it should have sufficient income exclusive of student fees to avoid such evils as overcrowding of facilities and overloading of teachers caused by the necessity of securing a large number of students."

It is evident from the facts in the case 1) that Pacific Lutheran College must have additional facilities now, 2) that the regular income must be

augmented, especially from non-student sources, and 3) that accreditation as a four-year teacher-training institution is so nearly equivalent to accreditation as a senior college of liberal arts that the Church, in consideration of its own primary interest in the matter, will be "penny-wise and pound-foolish" if it withholds its approval and support of senior college status for Pacific Lutheran College. It is difficult to see, in view of the extant approval of the four-year teacher-training program at Pacific Lutheran College (said approval having been voted by both the Intersynodical Advisory Committee and the N. L. C. A. Board of Education), how the Church can afford to deny the Pacific District's petition of last year for approval of senior college status, budget parity with the other senior colleges, and approval of a financial campaign in the Pacific District for the improvement of the financial stability of the College.

In this connection reference may properly be made to the indebtedness of the College and to the cash situation. The total indebtedness of the College on July 31, 1939, was \$151,291.70, of which amount \$90,646.57 was due to investment in assets and \$60,645.13 due to operation. Freedom from indebtedness has been recognized since 1937 as the next major objective in the development program of the College. The College has not been in position to operate on a cash basis since 1932. It should be possible to get away from this annoying situation now, even though the effort to refinance (as authorized by the special meeting of the College Corporation last August) has not been successful. It should be possible to liquidate the whole indebtedness and thus make more than \$6000.00 per year (now spent in interest) available for operating purposes. The Pacific District has a record for synodical loyalty that on the one hand entitles the District to synodical support and encouragement and on the other hand offers the best answer to those who advise discontinuance of expansion during the period of collection of Centennial pledges to the Church. Only one of the nine districts of the Church made a better record than the Pacific District last year in support of the regular synodical budget; the Church as a whole raised 84.5% of its budget, the Pacific District 92.3% of its quota. The Pacific District pledged about \$5.70 per soul to the Centennial Fund for every \$4.30 per soul pledged by the Church as a whole. It has also been stated that the Pacific District is making a better showing in the payment of these Centennial pledges than the Church as a whole. Therefore it would seem that the Church and its officials should at least allow the Pacific District to discharge its duty toward its College as the District sees this duty, without hindrance or discouragement, even if it be true that "the budget of the Norwegian Lutheran Church of America does not permit additional appropriations." It is only a forward-looking institution, conscious of its mission and in tune with its constituency, that can reasonably hope to make a successful appeal for discharge of indebtedness.

In the matter of expenditures per student (or per student college outlay) we now know, from information supplied by Hurt's College Blue Book (1940 Edition), that the median college outlay per student per year in the 21 regionally accredited Lutheran Colleges of the United States is \$345.00, the highest figure in the list being \$800.00, and the lowest \$193.00 (Pacific Lutheran College). In the American Lutheran Conference the highest figure is \$430.00, the median \$314.00. In Iowa the state median for all senior colleges of liberal arts, including the State University, is \$406.00; in Minnesota, \$357.00; in Washington, \$330.00.

The latest data for the colleges of the Norwegian Lutheran Church of America are available in the 1940 Annual Report, Part I, pp. 56, 60, 65-66, 71-72, 75, and 77-79.

This year's enrollment of 445 marks the fourteenth successive annual increase at Pacific Lutheran College. The class of 1940, the largest to date, numbered 99, distributed as follows: Bachelor of Arts (College of Education) 4 (first degrees ever granted at P. L. C.), Third Year Normal 71, Junior College of Liberal Arts 15, Senior High School 9. Rev. Walter H. Hellman, of Portland, Oregon, delivered the baccalaureate sermon on May 26; Mr. N. N. Ronning, of Minneapolis, Minnesota, the commencement address on June 1. For the ninth time in the past twelve years the College will balance its operating budget by drawing on Development Association income.

In addition to the matter relating to fourth-year accreditation and senior college status, discussed above, the following items require the attention of the Pacific Lutheran College Association, in Corporation meeting assembled:

1. The election or re-election of three members of the College Board of Trustees for a term of three years. The members whose terms now expire are the Reverend Alf M. Kraabel, of Portland, Oregon, Mr. F. C. Mason, of Tacoma, Washington, and the Reverend L. Rasmussen, of Burlington, Washington.

2. In this connection, the report of the special committee on revision of the Articles of Incorporation and the By-Laws of the Pacific Lutheran College Association. This Committee was set up by action of the Corporation at its special meeting Aug. 29, 1939.

3. The election or re-election of the auditing committee.

4. The report and election or re-election of the Board of Visitors.

5. The report on the study of the High School question. Pertinent data are available through the valuable assistance of Dr. O. M. Norlie and Acting Principal A. G. Sannerud.

6. A report on plans for the 1940 Summer Session.

7. The recognition of special events: faculty exchange, civil aeronautics, losses by death, special gifts.

Internally Pacific Lutheran College continues to be a good school, a happy and relatively harmonious institution, respected in its home community as well as in wider circles. The efforts of the various extra-curricular activity groups have won unusual recognition and commendation from the public. People speak well of Pacific Lutheran College and its product. The faculty serves loyally from year to year. An experiment in exchange of professors for the current year, the men involved being Dr. O. M. Norlie and Prof. David T. Nelson of Luther College (Decorah, Iowa) and Prof. Paul R. Highby and Prof. E. Tingelstad of Pacific Lutheran College, has been a success, satisfactory to both institutions. Other valuable additions to the staff this year have been Miss Anna M. Nielsen, who gave up her important position at Iowa State Teachers College to become Supervisor of Teacher Training at Pacific Lutheran College; Mr. Arling G. Sannerud, who came from the High School at Shelton, Wash., to become Acting Principal of our High School Division; Miss Grace Blomquist (A. B., Concordia College, M. A., Syracuse University), Assistant Dean of Women; Miss Jane Haugen (A. B., Luther College), Library Assistant; and Mrs. Irene Dahl Hageness, Alumni Secretary (part time); also our former Business Manager, Mr.

Ludvig Larson, who gave valuable office assistance during the partial incapacitation of the President through the winter, and the Reverend George O. Loftness, who has given part-time service in the field this spring in the interest of our Development Association. On leave of absence this year were, besides the two exchange teachers at Luther College, the following: Mrs. Louise S. Taylor, Miss Vivian Johnson, and Miss Gladys Gilbertson. Miss Johnson's leave has been continued for another year; Mrs. Taylor is a candidate for the position of State Superintendent of Schools in Washington; Prof. Highby became State Mammalogist in Minnesota on June 1, 1940. Miss Jane Haugen plans to marry this month; on June 1 her place was taken for the summer by Mrs. Eleanor Morgan Barofsky.

Pacific Lutheran College is near neighbor to McChord Field and Fort Lewis, which together constitute the largest military establishment on the North Pacific Coast. Our Prof. A. W. Ramstad has given the ground course in the Civilian Pilot Training Program of the Civil Aeronautics Authority to ten Pacific Lutheran College students with very satisfactory results. For the summer session Pacific Lutheran College has agreed to accept a quota of twenty students on this program, beginning June 15, 1940, in further cooperation with our national government.

The death of Prof. Nils Joseph Hong, on Sept. 11, 1939, removed a great pillar of strength from the institution which he loved and served through decades. In the absence of a ready publisher for his poems and translations, the College devoted its November Bulletin to his memory and published therein selections from his works. The College also mourns the death of the Reverend C. R. Swanson, senior Augustana Synod member on the College Board of Trustees, the Reverend Dr. Jos. A. Anderson and Mr. Knute B. Norswing, former members of the College Board; John C. Goplerud, Pacific Lutheran Academy graduate and father of four Pacific Lutheran College graduates; Daniel T. Flotre, Pacific Lutheran College graduate and organizer and first manager of the Gold Run Mining Company; four students, victims of automobile accidents, namely Jack Frost, Samuel Hanson, Martin Holm, and Mae Johnson Carson; two young friends, dear to the College, namely Miss Grace Nesvig and Miss Sylvia Stub; Mrs. Minnie Holte, former member of the College Board of Visitors; Rev. H. Rogen and Mrs. Oluf Asper, parents of graduates; Dr. P. O. Holland, and others. In no previous year has God spoken so earnestly and so repeatedly in this manner to the Pacific Lutheran College family. The final chapel hour of this year, on May 31, took the form of a special memorial service, led by Vice President Lono, at which the President of the College spoke, Pastor M. L. Nesvig led in prayer, and beautiful paintings were received by the College in memory of Grace Nesvig and Martin Holm. Let us, not least in these perilous times, remember that Christians may say with Paul, "Our citizenship is in heaven," and that "the heavenly vision" will ultimately triumph.

Yours in the Master's service,

O. A. TINGELSTAD.

Minneapolis, Minn., June 8, 1940.

NOTES ON THE PRESIDENT'S REPORT

1. In the matter of expansion into a four-year collegiate institution and accreditation as such, the Board of Trustees of Pacific Lutheran College on May 27, 1940, as indicated in the above Report, adopted the following resolution, which was approved by the meeting of the Pacific District on June 8, 1940, in Minneapolis, Minnesota: "Whereas the Board of Education of the Norwegian Lutheran Church of America has recommended that the Board of Trustees of Pacific Lutheran College proceed with its plans of seeking accreditation as a four-year College of Education, and Whereas one of the conditions for gaining such accreditation is the erection of a girls' dormitory, or at least very definite steps in this direction, and Whereas the plans of the Board included the inauguration of a financial appeal within the bounds of Pacific District for funds for a girls' dormitory and for other needs, Therefore be it resolved, that the Board of Trustees of Pacific Lutheran College petition the Norwegian Lutheran Church of America for permission to launch the contemplated appeal as a feature of the golden anniversary celebration of Pacific Lutheran College, the progressive steps of the campaign to be: a) immediate working out of detailed aims and plans of procedure, b) private solicitation of larger gifts, commencing now and continuing for the duration of the appeal, c) launching of the general solicitation at the discretion of the Board of Trustees of Pacific Lutheran College in consultation with the officers of the Pacific District, d) culmination of the entire effort in 1944, the anniversary year."

On June 10, 1940, the Board of Education of the Norwegian Lutheran Church of America took the following action in this matter: "Resolved, that the whole matter of expansion of Pacific Lutheran College, involved in plans for accreditation as a four-year teacher college, be deferred to the Pacific District in consultation with Dr. A. J. Bergsaker with power to act," and "Resolved, further, that this action does not contemplate additional current annual support from the N. L. C. A."

A special resolution, which embodied within itself the three resolutions cited above, was adopted by the Norwegian Lutheran Church of America later on June 10, 1940. On the next day, that part of the resolution which dealt with consultation with Dr. Bergsaker was, at his request, taken up for reconsideration, with the result that a substitute motion that the Board of Trustees and the Board of Education be substituted for Dr. A. J. Bergsaker in this resolution was carried.

On June 10, 1940, the Pacific District, in its corporate capacity as the Pacific Lutheran College Association, referred this whole matter to the Pacific Lutheran College Board of Trustees or its Executive Committee with power to act.

2. On June 18, 1940, the Washington State Board of Education, on the recommendation of its committee on inspection, approved Pacific Lutheran College as a four-year teacher-training institution, subject to another examination on or before June 1, 1941, and June 1, 1942.

On June 19, 1940, the Executive Committee of the Pacific Lutheran College Board of Trustees, by virtue of its power to act in the matter of expansion necessitated by accreditation, directed its chairman to appoint a preliminary golden jubilee committee of five to work out detailed aims and plans of procedure in connection with the appeal involving the dormitory for girls. Appointed were: Rev. M. Lono, Rev. H. L. Foss, Dr. K. S. Michelsen, Mr. Paul A. Preus, and Mr. Theodore Nelsson. This committee made its detailed report to the College Board of Trustees on August 20, 1940. The Board resolved that the President of the College and the President of the Board should select a Steering Committee of seven to have charge of the golden jubilee of 1944. The Board further resolved that the report of the preliminary golden jubilee committee should be referred to the Steering Committee together with the President of the College and the President of the Board

for review and report to the next meeting of the Executive Committee of the Board.

The members of this Golden Jubilee Steering Committee are Rev. M. Lono, convener, Mr. H. L. J. Dahl, Mr. Karl Gerstmann, Mr. N. N. Hageness, Rev. Elmer M. Johnson, Mr. Theodore Nelsson, and Prof. J. P. Pflueger.

3. In the matter of pledges per soul to the Centennial Fund of the Norwegian Lutheran Church of America, Dr. A. J. Bergsaker supplied the following statement under date of July 12, 1940: "Instead of putting in \$5.70 per soul it should be \$4.80 per soul for the Pacific District. Instead of \$4.30 per soul pledged by the Church as a whole it should be \$4.35 per soul."

4. In regard to the scope of the High School Division of Pacific Lutheran College the College Corporation postponed action till 1941.

5. The Pacific Lutheran College Association, on June 8, 1940, elected Mr. N. N. Hageness, of Tacoma, Washington, and re-elected Rev. Alf M. Kraabel, of Portland, Oregon, and Rev. L. Rasmussen, of Burlington, Washington, as trustees for a term of three years, and re-elected the present members of the auditing committee and of the Board of Visitors. The Board of Trustees, meeting at Parkland, Washington, on August 20, 1940, chose its officers for the year 1940-41, as follows: President, Rev. Alf M. Kraabel (re-elected); Vice-President, Mr. A. A. Mykland (re-elected); Secretary, Rev. S. J. N. Ylvisaker (re-elected); Treasurer, Mr. N. N. Hageness (replacing Mr. F. C. Mason after six years of faithful service); Executive Committee, Rev. Alf M. Kraabel, Rev. S. J. N. Ylvisaker, Mr. H. L. J. Dahl, Rev. L. Ludwig, and Rev. Elmer M. Johnson (all re-elected, Rev. Johnson having replaced the late Dr. C. R. Swanson earlier in the year).

6. By action of the Corporation the report of the special committee on revision of the Articles of Incorporation and the By-Laws of the Pacific Lutheran College Association will be a regular item of business at the 1941 meeting of the corporation.

7. The 1940 Summer Session, June 10 to August 9, under the direction of Dean Philip E. Hauge with the assistance of Miss Anna Marn Nielsen, enrolled 137 students, as compared with 51 in the 1939 Summer Session. Special appointees for the Session included, besides the two exchange professors from Luther College (Dr. O. M. Norlie and Professor David T. Nelson), Miss Dora A. Berg of Concordia College (Moorhead, Minn.) in art, Mr. Donald L. Kruzner of the Fife (Washington) Public Schools in visual education, and Miss Berenice Olson of Tacoma in home economics.

8. Chiefly because of the expansion into a four-year teacher-training institution the following changes in the teaching and administrative staff become effective for the coming year: Miss Dora A. Berg, M.A., University of Chicago, comes from Concordia College to head the art department; Miss Mary A. Botten, a graduate of Concordia College and the Wisconsin University Library School, replaces Miss Jane Haugen as Library Assistant; Dr. Olaf M. Jordahl comes from Northwestern University to take charge of physics and mathematics; Mr. Theodore O. H. Karl, with first and second degrees in his field from Gustavus Adolphus College, organizes a department of speech and also serves as Dean of Men; Dr. Herbert Ranson comes from the Department of English at the University of Washington to replace Miss Gladys Gilbertson, who accepted a teaching fellowship in English at the University; Dr. Harold G. Ronning, for the past four years chaplain at the Lutheran Deaconess Home and Hospital at Brooklyn, comes from New York University to teach education and Christianity in relation to social studies, and his wife, Mrs. Gudrun Ness Ronning, a graduate of St. Olaf College, to teach voice; and Mrs. Ellen Hunter West, R. N., replaces Miss Katherine Hoffman as nurse and instructor in nursing education.

BIENNIAL REPORT TO THE AMERICAN LUTHERAN CHURCH

In response to official request the Board of Trustees of Pacific Lutheran College respectfully submits the following report for the biennium 1938-1940. God's blessing has continued to rest upon Pacific Lutheran College and its efforts. To Him be all the glory!

1. Personnel

The Northwestern District of the American Lutheran Church is represented on the Board of Trustees of Pacific Lutheran College by the Reverend L. Ludwig (since 1930, with term expiring in 1946), the Reverend E. C. Knorr (since 1934, with term expiring in 1944), and the Reverend A. R. M. Kettner (since 1936, with term expiring in 1942). The Columbia Conference of the Evangelical Lutheran Augustana Synod is represented by the Reverend Elmer M. Johnson (since 1935), the Reverend Paul V. Randolph (replacing the Reverend C. S. Odell since 1939), and Mr. R. F. Engvall (replacing the Reverend Dr. C. R. Swanson, deceased, since 1940). The Pacific District of the Norwegian Lutheran Church of America is represented by District President H. L. Foss, *ex officio*, (since 1939), the Reverend L. Rasmussen (since 1931), the Reverend S. J. N. Ylvisaker (since 1933), the Reverend A. M. Kraabel (since 1934), Mr. M. T. Hokenstad (since 1934), Mr. A. A. Mykland (since 1935), the Reverend M. K. Hartmann (since 1938), Mr. H. L. J. Dahl (since 1938), Mr. Olaf Halvorson (replacing the Reverend P. J. Luvaas since 1939), and Mr. N. N. Hageness (replacing Mr. F. C. Mason since 1940). Mr. F. C. Mason is still serving as Treasurer of the Board (and of the Corporation), however, till August 20, 1940, when the regular election of officers is scheduled to take place; at which time President, Vice President, and Secretary, also the Executive Committee of five members, come up for election or re-election, the present incumbents being, respectively, the Reverend A. M. Kraabel, 1317 N. E. Grand Ave., Portland, Oregon, Mr. A. A. Mykland, Issaquah, Washington, and the Reverend S. J. N. Ylvisaker, Stanwood, Washington; the members of the Executive Committee are the Reverend A. M. Kraabel, the Reverend L. Ludwig, the Reverend S. J. N. Ylvisaker, the Reverend Elmer M. Johnson (replacing the Reverend Dr. C. R. Swanson), and Mr. H. L. J. Dahl.

2. Activities

The present scope of the work at Pacific Lutheran College includes the three upper years of high-school work, two years of Liberal Arts in Junior College, and four years of teacher-training in the College of Education. On June 18, 1940, the State Board of Education approved Pacific Lutheran College as a four-year teacher-training institution. The College has also continued its summer session and its one-year pre-nursing course each year of the past biennium; has developed an extension department; and, since the fall of 1939, has given the civilian pilot training authorized by the Civil Aeronautics Authority of the United States Government.

The enrollment continued its growth (uninterrupted since 1926) during the biennium, the figure for 1938-39 being 414 and, for 1939-40, 445. The net operating expense for 1937-38 proved to be \$62,435.99 and, for 1938-39, \$64,618.92; supplementary budgets for interest and traveling expenses increased these figures to \$70,221.49 and \$72,355.72 respectively. Income to match for the two years was \$70,221.49 the first year and \$73,627.59 the second. For 1939-

1940 the figures will be considerably higher, because of the addition of the fourth year of teacher training to meet new state requirements; but the financial statement for the fiscal year ending July 31, 1940, now in preparation, will again show a balanced budget. The problem of open accounts, acute since 1932, finally gives promise of early solution through refinancing, authorized to the extent of \$75,000.00 by the College corporation (The Pacific Lutheran College Association) in special meeting last August.

From July 31, 1937, to July 31, 1939, the total capital invested in Pacific Lutheran College increased from \$424,464.37 to \$491,332.26; the indebtedness increased from \$137,863.64 to \$151,291.70; and the surplus of assets over liabilities grew from \$139,038.23 to \$142,756.07. The financial statement for 1939-40 will show further improvement.

In the matter of intersynodical cooperation progress has been made toward a revision of the Articles of Incorporation to make the intersynodical relationships and responsibilities more clear and definite; the College corporation will, God willing, act on the report of the committee in this matter in 1941. The so-called "Chicago Conference Plan" for closer cooperation in the maintenance and development of Pacific Lutheran College was approved by each of the three cooperating synods in 1938. The synodical presidents meet *ex officio* with the Advisory Committee set up by this plan; the voting members of this Committee are the Reverend N. A. Menter (replacing the Reverend Dr. H. F. Schuh) of the American Lutheran Church, the Reverend Dr. Victor Spong of the Augustana Synod, and the Reverend Dr. J. C. K. Preus of the Norwegian Lutheran Church of America.

Important matters now before the authorities responsible for the development of the College include the earliest possible development of the Liberal Arts side of the College program to parity with the teacher-training aspect, the meeting of requirements for regional accreditation as a Senior College of Liberal Arts at the hands of the Northwest Association of Secondary and Higher Schools (in 1941, if possible, otherwise in 1942), and the formulation and execution of plans for the celebration of the golden jubilee of the College in 1944. A preliminary committee will present plans to the Board of Trustees on August 20, 1940. These plans will include a dormitory for girls, a heating plant, adequate facilities for physical education, and increased financial stability, and should include at least two additional buildings. Apparently near at hand is the day when the cooperating synods will be obliged to decide whether or not each synod will make a substantial capital investment in Pacific Lutheran College, for example, in the form of a building apiece.

Notable events of the binennium 1938-40 also include the dedication of the Pacific Lutheran College Library building on May 1, 1939, on which date a part of the building was taken into use; the inauguration of a Roll Call Sunday in 1939 in connection with the Pacific Lutheran College Development Association (slogan: "At least a dollar at least once a year"), the Sunday nearest October 14 being officially designated as Roll Call Sunday; the dual interchange of professors with a sister institution (Luther College) in 1939-40, in harmony with a resolution of the Norwegian Lutheran Church of America in 1936 in recommendation of such exchange professorships; the acquisition of the Paul A. Preus residence as an auxiliary dormitory for girls, at the initiative of the Pacific Lutheran Dormitory Auxiliary No. 1, in 1938; and the enroll-

ment of the 10,000th member in the Pacific Lutheran College Development Association on January 5, 1940.

The College lost by death one of its most valued and honored members, namely Professor Nils Joseph Hong, on Sept. 11, 1939. He served Pacific Lutheran Academy 1897-1918, as principal, and Pacific Lutheran College 1928-1938, as professor of English and as principal of the High School Division. His memory remains a blessing. Other faculty changes during the biennium: Paul R. Highby resigned in 1940 to become state mammalogist in Minnesota; Mrs. Katherine Grimstead, acting normal supervisor, was succeeded by Miss Anna Marn Nielsen, supervisor of teacher training, in 1939; Carl Solling-Fynboe, financial field agent, Miss Rhoda Mae Hokenstad, assistant dean of women and director of physical education for women, Mrs. Alice Spencer Weiss, part-time assistant in piano, and Miss Katherine Janet Hoffman, part-time instructor in nursing, were added in 1938; Dr. Olaf Morgan Norlie and Prof. David T. Nelson of Luther College served as exchange professors in 1939-40 in exchange for Paul R. Highby and Edvin Tingelstad; and Arling Gustav Sannerud, acting principal of the High School Division, Miss Grace Eleanor Blomquist, assistant dean of women, Miss Jane Elizabeth Haugen, library assistant, Mrs. Irene Dahl Hageness, part-time alumni secretary, Miss Berenice Nellie Olson, part-time instructor in home economics, and Mrs. Eleanor Morgan Barofsky, part-time summer library assistant, came to the College during the past year. Two or three members of the staff will probably not continue in 1940-41, and two, who have reached retirement age, will continue on part time. Resultant replacements and additions because of the growth factor will include Miss Dora A. Berg, art, Dr. Harold G. Ronning, education and Christianity, Mrs. Gudrun Ness Ronning, voice, Theodore O. H. Karl, speech, Miss Mary A. Botten, library assistant, Dr. Olaf M. Jordahl, physics and mathematics, and a registered nurse. It is therefore most highly desirable that the cooperating synods increase their support in proportion to the factor of growth, for it appears very clear that God has indeed set before Pacific Lutheran College an open door.

Respectfully submitted on behalf of the Board of Trustees of Pacific Lutheran College.

O. A. TINGELSTAD.

August 8, 1940.

FINANCIAL STATEMENT FOR 1939-1940
Current Income for Year Ending July 31, 1940

Tuition (General and Music)	\$40,086.13
Room Rent	11,856.90
Physical Education	1,517.21
Book Store	911.07
Placement Service	272.53
Sundry	221.79
Laboratory Fees (net)	119.24
Transcripts and Credentials	116.50
Net Operating Income	\$55,101.37

Norwegian Luth. Church of Am. Appropriation	10,000.00	
P. L. C. Development Association:		
Pacific District Allocation		
Congregations	\$1,310.66	
Organizations	130.00	\$1,440.66
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Other Dev. Assn. Members	4,560.68	6,001.34
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American Lutheran Church Appropriation	4,427.33	
Endowment and Trust Fund Interest	2,948.86	
Columbia Conference (Augustana) Appropriation	1,675.00	
Augustana Synod Appropriation	1,559.53	
Preliminary Partial Evaluation of		
\$3,000.00 C. T. Ostlund Legacy	1,159.65	
Eggen Estate	689.68	
Athletic Field Fund	620.00	
Profit on Real Estate	406.60	
15% of Endowment Collections	196.54	
Norwegian Department Interest	25.00	
Brown Legacy Interest	5.13	
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Total Current Income		\$84,816.03

Current Expenses for Year Ending July 31, 1940

Teachers' Salaries	\$49,832.80
Office Expense	8,552.59
Heat, Janitor, and Night Watchman	5,648.11
Advertising	2,718.07
Retirement Insurance	1,208.79
Repairs and Replacements	1,130.44
Light and Water	1,086.56
Campus Up-Keep	944.07
General Expense	631.65
Campus Improvement Project	628.00
Golf Course Up-keep	600.00
Board of Trustees	559.08
Auxiliary Hall Expenses	501.39
Insurance	391.56
Taxes	383.80
Typewriter Rent and Repairs	290.94
Library Expenses	156.87
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Net Operating Expenses	\$75,264.72
Interest	6,386.10
Traveling Expenses	2,963.32
Doubtful Accounts Written Off	201.89
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Total Current Expenses	\$84,816.03

Increase in Assets

During the Year Ending July 31, 1940

Increase in Current Assets:

Increase in Cash	\$ 2,131.20	
Increase in Inventories	333.14	

Total Increase in Current Assets	\$ 2,464.34
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Less Decrease in Current Assets:

Accounts and Notes Receivable	\$ 532.06	
Deferred Items and Student Organizations	95.92	627.98

\$ 1,836.36

Less Increase in Fund Assets	3.06
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\$ 1,833.30

Increase in Fixed Assets:

Furniture, Fixtures, and Equipment	\$ 1,043.23	
Library Additions	800.75	
Buildings and Real Estate	1,621.49	3,465.47

Total Net Increase in Assets	\$ 5,298.77
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Increase in Liabilities

During the Year Ending July 31, 1940

Increase in Accounts Payable	\$ 1,671.57	
Increase in Notes Payable	5,501.07	
Increase in Other Liabilities	51.38	

Increase in Liabilities	\$ 7,224.02
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Less Decrease in Liabilities:

Decrease in Mortgages Payable	\$ 1,748.46	
Decrease in Funding Plan Loans	176.79	1,925.25

Total Net Increase in Liabilities	\$ 5,298.77
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Surplus of Assets over Liabilities, July 31, 1939	\$142,052.94
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No change

Surplus of Assets over Liabilities, July 31, 1940	\$142,052.94
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Indebtedness Due to Investment in Assets	\$ 94,620.68	
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Indebtedness Due to Operation	61,969.79	
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Total Indebtedness, July 31, 1940	156,590.47
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Total Valuation of Pacific Luth. College, July 31, 1940	\$298,643.41
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Permanent Endowment Fund, July 31, 1940	146,246.07
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Library Building Fund, July 31, 1940	79,068.80
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Other Funds	596.95
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Trust Fund Investors	\$ 19,293.83	
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Ferris & Hardgrove (Loan)	1,067.14	20,360.97
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Total Capital Invested in Pacific Lutheran College	\$504,194.26
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Status of Endowment Fund, July 31, 1940

Total Pledged for Five-Year Period Beginning 1927	290,000.00
Less Pledges Converted to Library Building Fund	20,126.89
	<u>\$269,873.11</u>
Amount Paid In, July 31, 1939	\$146,789.87
Amount Paid in During Year Ending July 31, 1940	1,310.25
	<u>\$148,100.12</u>
Total Amount Paid in	\$148,100.12
Loans to Pacific Lutheran College	\$ 64,620.40
Mikkel Lono—Real Estate	1,350.50
Invested in Bonds	57,614.02
Endowment Expenses in Process of Amortization	22,263.67
Transferred to Operation (15%)	22,215.02
Cash Awaiting Investment	397.48
	<u>\$168,461.09</u>
Less Other Funds Invested:	
Trust Fund	\$11,739.32
Pacific Lutheran College	7,554.51
Ferris & Hardgrove	1,067.14
	<u>20,360.97</u>
Total Endowment Fund, July 31, 1940	<u>\$148,100.12</u>
Interest Received on Bonds During Year	
Ending July 31, 1940	\$ 328.75
Interest on Loans to Pacific Lutheran College	3,236.91
Interest on Lono Note	82.50
Interest on Saving & Loan Accounts	7.15
	<u>\$ 3,655.31</u>
Distributed to Trust Fund Investors	230.31
Total Endowment Income for Year	\$ 3,425.00
Interest Paid on Annuities and Loan	\$ 325.00
Applied to Payment of Life Insurance Premium	184.32
Repairs on Xavier Property	33.00
Applied to Current Operating Expenses	2,882.68
	<u>\$ 3,425.00</u>