

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. XII

AUGUST, 1932

No. 2, Part 2

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PAID-UP ENDOWMENT PLEDGES List No. 5

Previous lists have made public the names of the donors of 1,061 paid-up endowment pledges. Pacific Lutheran College hereby gratefully acknowledges the full payment of 73 additional pledges, which bring the total number of fully paid-up pledges up to 1,134.

Name	Date Paid in Full and Amount of Pledge	Amount	Name	Date Paid in Full and Amount of Pledge	Amount
Abelsch, Rev.	Mar. 30, 1932	\$ 25.00	Lee, P. P.	May 11, 1932	5,000.00
Andersen, Morton	July 25, 1932	25.00	Lenke, Carl F.	Mar. 5, 1932	50.00
Bakke, Mrs. John	Mar. 30, 1932	5.00	Lutheran Ladies' Aid, Aanacortes,	Apr. 9, 1932	50.00
Bakken, Anna	Mar. 16, 1932	120.00	Mathson, John and Ida	July 25, 1932	100.00
Bethlehem Ladies' Aid, Marysville,	Mar. 30, 1932	50.00	Mickelson, John	July 12, 1932	30.00
Bethlehem Lutheran Ladies' Aid,	Santa Rosa, Mar. 16, 1932	50.00	Miller, Mrs. Ella	Apr. 9, 1932	25.00
Brottem, J. L.	Apr. 14, 1932	50.00	Moe, O. S.	Mar. 11, 1932	50.00
Camano Lutheran Ladies' Aid,	Apr. 14, 1932	50.00	Morton, Mrs. Clara A.	July 12, 1932	50.00
Central Lutheran Ladies' Aid,	Everett, Mar. 30, 1932	200.00	Nelson, Rev. Joel E.	July 25, 1932	20.00
De Mees, Mrs. A. J.	July 30, 1932	100.00	Nidaros Young People's Luther League,	New Westminster, Apr. 25, 1932	50.00
Edison Lutheran Ladies' Aid,	Apr. 20, 1932	100.00	Norw. Lutheran Aid, American Central	Church, Bellingham, Mar. 30, 1932	50.00
Erickson, R. W.	July 25, 1932	100.00	Oksness, Syvert S.	July 31, 1932	500.00
First Lutheran Ladies' Aid,	Mt. Vernon, May 27, 1932	50.00	Olberg, Rev. C. J.	Mar. 23, 1932	25.00
First Lutheran Church Ladies' Aid,	Vancouver, B. C., Apr. 20, 1932	50.00	Omdal, Bertha	Apr. 27, 1932	100.00
Flaskerud, Agnes	Feb. 29, 1932	100.00	Onstad, P. H.	June 10, 1932	25.00
Foss, Mrs. L. C.	Mar. 5, 1932	150.00	Oplheim, Mrs. J. O.	Apr. 25, 1932	50.00
Foss, Lillian	May 11, 1932	100.00	Our Saviour's Ladies' Aid, Stanwood,	Mar. 23, 1932	100.00
Fossen, Clara	Apr. 25, 1932	100.00	Paulson, P. A.	June 25, 1932	120.00
Garborg, Mrs. Louise	Mar. 5, 1932	125.00	Pederson, Mrs. J. R.	Feb. 29, 1932	25.00
A. Gehri & Co.	Apr. 20, 1932	100.00	Ramstad, Mammie C.	Mar. 11, 1932	85.00
Guttormson, O. H.	Apr. 20, 1932	15.00	Ramstad, Janna	Mar. 11, 1932	50.00
Halvorsen, L.	June 10, 1932	50.00	Satrem, Ole	May 17, 1932	150.00
Hannum, Andrew	Apr. 9, 1932	50.00	Schtotke, Mrs. Hannah	Mar. 30, 1932	25.00
Hanson, George S.	Feb. 20, 1932	10.00	Schrotke, Wm., Jr.	Mar. 30, 1932	5.00
Haug, Andrew J.	Mar. 16, 1932	25.00	Thoren, C. J.	June 10, 1932	100.00
Holme, Mrs. C. T.	Feb. 29, 1932	15.00	Thorkelson, Arthur	Mar. 23, 1932	50.00
Hussert, A. E.	Apr. 9, 1932	25.00	Trinity Ladies' Aid, Annieville, B. C.	July 9, 1932	50.00
Jensen, Hj.	Apr. 5, 1932	25.00	Tweit, Agnes	Mar. 11, 1932	50.00
Johnson, Adolph	June 27, 1932	500.00	Tweit, Helen	Mar. 11, 1932	30.00
Johnson, Hilda	June 27, 1932	500.00	Wesche, Mrs. P.	Apr. 25, 1932	50.00
Johnson, Mrs. P. H.	Apr. 25, 1932	150.00	Williams, Alva	Apr. 4, 1932	30.00
Johnson, S.	July 9, 1932	25.00	Wold, Ole	May 27, 1932	250.00
Keil, Olga	Mar. 30, 1932	10.00	Women's Missionary Federation, Oregon	Circuit, May 4, 1932	20.53
Kirkebo, B. L.	May 11, 1932	500.00	Pledges paid in full since Feb. 15, 1932	\$ 11,820.53	
Klippert, O. J.	May 17, 1932	50.00	Pledges paid in full to February 15, 1932	83,488.82	
Knutzen, Christina	Feb. 29, 1932	300.00	Pledges paid in full to July 31, 1932	95,309.35	
Ladies' Aid Our Saviour's Lutheran	Church, Everett, July 30, 1932	180.00	Partial payments, all other pledges	45,374.33	
Ladies' Aid Our Saviour's Lutheran Church,	So. Bellingham, Mar. 23, 1932	50.00	Total Paid, July 31, 1932	\$140,683.68	
Larson, Carrie	Mar. 11, 1932	125.00			
Larson, P. T.	Feb. 29, 1932	200.00			

ANNUAL REPORT OF THE PRESIDENT OF PACIFIC LUTHERAN COLLEGE—1932

In submitting hereby his fourth annual report to the Pacific Lutheran College Association, the undersigned recognizes the manifold and undeserved blessings of a gracious God, whose strength is made perfect in human weakness. This year has been a very difficult year, and yet the Lord has made it a good year for Pacific Lutheran College and has pointed out with evident clearness the path He wants us to follow. Such progress as the College has made is definitely due to the desire to do His will. Each year He has made this lesson plain: With Him we go forward, without Him we retrogress.

Neither time nor strength permit a long report. After a brief outline of the year's work, the report will simply indicate the matters requiring the attention of the Association.

This year's enrollment was 262, an increase of 10.55% over that of last year. Last year's increase was 10.75%. The High School enrollment decreased from 106 to 70. The Junior College enrollment, about 2-3 of which was in the Normal Department and 1-3 in the Liberal Arts, increased from 131 to 192. The scope of the College has remained unchanged except for the addition of the third year in the Normal Department. The Board of Trustees has voted that the scope shall remain the same for the coming year, and the entire present staff has been re-elected. Changes in the personnel will accordingly be very few, even as they were few during the year just past.

In the teaching staff there have been but two changes: Mr. Keith Reid took the place of Mrs. Olive Enger Bomstead as teacher of shorthand and typing after Christmas, and Mr. E. Tingelstad, who was elected editor of "Pacific Lutheran Herald" at the last convention of the Pacific District of the Norwegian Lutheran Church of America, taught part-time during the summer session and gave a course in School Administration during the first semester. Dr. H. J. Hoff, after two years' leave of absence, chose to remain at Bethany College.

In the field force, however, the change has been unexpectedly great. Rev. Carl Foss resigned last November to accept the pastorate of Trinity Lutheran Church at Silverton, Oregon. Messrs. Paul A. Preus and Victor A. Elvestrom voluntarily withdrew from the regular payroll last January in order to promote the finance plan now known as the Preus-Elvestrom plan. The one remaining field man, Rev. George O. Lane, will retire on June 15 to accept the pastorate of Phinney Ridge Lutheran Church, Seattle, Washington. The disruption of the field service greatly increased the strain upon the College administration. No matter what people say, such service must be maintained.

The constituency of the College owes a great debt of gratitude to these four field men for their loyal, intelligent, and self-sacrificing service. To them, under God, in very large measure is due the uninterrupted progress, not to say survival, of Pacific Lutheran College through a very trying period.

The members of the faculty and of the administration have continued to show the finest spirit of cooperation, and have sacrificed a considerable portion of their salary. The student body, too, under the able and loyal leadership of Eric Hauke, student body president, and Walter Young, student body vice-president, and associates, has freed the president of the College from the cares which usually shorten the life of that official.

Nevertheless this has been a difficult year. The financial problem has been acute throughout the whole year; and the responsibility of pointing the way to

greater cooperation and closer unity among Lutheran Christians in the matter of Christian education has rested heavily upon our shoulders, even though it has been a blessed burden.

The financial problem presents three aspects that need earnest attention:

1. This year's operating deficit must be met. The prospective shortage is still about \$15,000, exclusive of the Pacific Lutheran Herald deficit. Either this amount must be raised through solicitation, presumably under Development Association auspices, or the Church's emergency resolution of 1930 must again be invoked. In view of the fact that the Board of Trustees of the Church balanced last year's budget of our College by an emergency appropriation of \$16,901.58 under authority of the resolution of 1930, it is very desirable that the College avoid, if possible, any additional appeal to this resolution. But the budget *must be balanced* by July 31, 1932.

2. Next year's budget should be balanced without dependence upon the Development Association. It is hoped that the three largest synods in the American Lutheran Conference will share this burden by adequate appropriations, as petitioned by the Northwestern District of the American Lutheran Church and by the Columbia Conference of the Augustana Synod, thus leaving the gifts of the members of the Development Association available for the constructive purposes for which they are primarily intended.

3. The permanent solution of the main financial problem of Pacific Lutheran College, including the retirement of the present indebtedness, the construction of necessary facilities, and the securing of the endowment funds required for senior college accreditation in the State of Washington, now seems assured through the adoption of the Preus-Elvestrom plan by the Norwegian Lutheran Church of America in convention yesterday afternoon. Only in case the other synods in the American Lutheran Conference, contrary to the recommendation of the Executive Committee of the Conference, should deny the Preus-Elvestrom plan their approval, will this problem again become acute. Thus Pacific Lutheran College has become the testing-ground of the present willingness and ability of the constituent synods of the American Lutheran Conference to engage in effective, constructive cooperation.

The main provisions of the Preus-Elvestrom plan were summarized in the May number of the Pacific Lutheran College Bulletin, as follows:

"1. To secure the cooperative support of the constituent Synods of the American Lutheran Conference, and to ask each congregation therein at some convenient time within the next five years to contribute once, chiefly through its organizations, an amount equivalent to one dollar per member, two-thirds of this amount to be a donation and one-third a loan to Pacific Lutheran College.

2. To pay debts and to provide for the immediate needs of the College through this loan, which will take the form of Certificates of Participation, with 3% interest payable when, as, and if earned, and Certificates of Indebtedness, receiving 3% interest, principal and interest being payable in semi-annual installments of \$25 each.

3. To raise through donations under this plan a Guaranty Fund, which shall match the above-mentioned Certificates dollar for dollar and provide for their retirement through investment income from said Guaranty Fund.

4. To raise through donations under this same plan the endowment fund required for senior college accreditation in the State of Washington."

The same bulletin reports the official progress of the plan in preparation for the 1932 conventions of the Norwegian Lutheran Church of America, the

Augustana Synod, and the American Lutheran Church, in particular, and the American Lutheran Conference with all its constituent synods in general. The resolution adopted yesterday by the Norwegian Lutheran Church of America, as reported in the official minutes, is made a part of this report, as follows:

Resolutions Adopted by the Norwegian Lutheran Church of America, June 3, 1932

"WHEREAS Pacific Lutheran College through the years has proven to be an essential factor in the establishment and development of our Lutheran Church in the West, and

WHEREAS the large mission territory opened to our CHURCH demands an enlightened leadership of consecrated and well-trained youth, and

WHEREAS, in order to insure the permanent maintenance and proper development of said Pacific Lutheran College in a territory rich in promise and as yet unable to fully establish itself financially, it is necessary to ask the aid of the constituency of our Church, and

WHEREAS a feasible financial plan has been suggested whereby the continued maintenance and development of the institution may be secured, and

WHEREAS said plan, known as the Pacific Lutheran College Finance Plan (Preus-Elvestrom Plan), has been submitted and recommended to the Norwegian Lutheran Church of America for adoption by the Finance Board, the Board of Education, and the Board of Trustees of our Church, and

WHEREAS the Executive Committee of the American Lutheran Conference has recommended said plan to the constituent bodies of the Conference for favorable consideration, and

WHEREAS the Northwestern District of the American Lutheran Church and the Columbia Conference of the Augustana Synod have themselves approved said plan and memorialized their respective synods for substantial yearly appropriations and approval of said finance plan;

NOW, THEREFORE, BE IT RESOLVED, that the Norwegian Lutheran Church of America approve the Pacific Lutheran College Finance Plan (Preus-Elvestrom Plan) as published in the Pacific Lutheran College Bulletin for May, 1932, and as approved and recommended by the Board of Education and the Board of Trustees of the Church for the solicitation of gifts throughout the congregations of the Norwegian Lutheran Church of America, with the proviso that it is specifically understood that the Norwegian Lutheran Church of America does not in any way, either morally or legally, assume any responsibility or obligation in connection with any indebtedness of Pacific Lutheran College, either in the form of notes, accounts, certificates of indebtedness, or certificates of participation in connection with the Pacific Lutheran College Finance Plan (Preus-Elvestrom Plan), and with the further provision that all receipts and evidences of indebtedness issued hereunder shall contain the following clause:

'Inasmuch as the Pacific Lutheran College Association has assumed sole responsibility for the fulfillment of all contractual obligations incurred under the Pacific Lutheran College Finance Plan, nothing herein contained shall be construed as binding, as a guarantor, or in any other manner, any Church body or other organization that may have approved the plan in principle.'

BE IT FURTHER RESOLVED, that the funds obtained through the operation of this Finance Plan, as well as all books and accounts pertaining thereto, be subject to audit by a duly constituted representative of each of the

participating Church bodies, at such times and in such manner as the officials thus appointed may direct. It is also understood that any reports called for by the participating synod or synods or their representatives shall be furnished forthwith by said college association.

BE IT FURTHER RESOLVED, that the Church urge all pastors, congregations, members, organizations, and publications to lend all possible support to this undertaking, and

BE IT FURTHER RESOLVED, that the Norwegian Lutheran Church of America extend an invitation to the other synodical bodies of the American Lutheran Conference to co-operate in this enterprise as a joint missionary project, and

BE IT FURTHER RESOLVED, that the Norwegian Lutheran Church of America suggests that a delegation consisting of the President of the Church, the Executive Secretary of the Board of Education, and the President of Pacific Lutheran College present these resolutions and the cause of Pacific Lutheran College to the forthcoming conventions of the other Church bodies."

"Approved by unanimous vote."

The Pacific District owes Messrs. Preus and Elvestrom an expression of gratitude for the unselfish and efficient manner in which they have promoted this very important project. They give God the glory and seek His blessing.

The progress made toward the permanent solution of the financial problem of Pacific Lutheran College has carried with it similar progress in Lutheran cooperation, in harmony with the resolution passed by the Pacific District last year (p. 291). The particular form that this cooperation may take is indicated by the recommendations of the Intersynodical Committee on Cooperation (see May Bulletin) and the action taken by the Northwestern District and by the Columbia Conference, as reported in the May Bulletin.

Meanwhile the corporation, as at present constituted, must elect three trustees as usual. The complicated and important problem of cooperation suggests the desirability of reelecting the members whose terms expire, although Mr. Haukeli has intimated a willingness to withdraw.

Pacific Lutheran College has, by the grace of God, won for itself a place in the sun. This year's graduating class, numbering 73, (9 H. S., 19 L. A., 8 3rd yr. Normal, 37 2nd yr. Normal), is the largest in the history of Pacific Lutheran College. The successful 7000-mile tour of "The Choir of the West" to Chicago and Columbus in the Middle West last summer, the 7500 members of the Development Association (3000 of them active), and other agencies have won for our cause a host of friends. The national scope of our Church work and the perpetuation of a Christian civilization on the West Coast are involved in our work of maintaining and developing Pacific Lutheran College. Ours is in the last analysis a spiritual contest, with the hosts of darkness in fierce battle array. Pray the Lord that He sustain us by His Holy Spirit, that we may not falter nor fail, for Jesus' sake!

Respectfully submitted,

June 4, 1932.

O. A. TINGELSTAD

FINANCIAL STATEMENT FOR 1931-1932

CURRENT EXPENSES FOR THE YEAR ENDING JULY 31, 1932

Teachers' Salaries	\$ 40,425.76	
Office Expense	7,255.35	
Heat, Janitor, Night Watchman	6,050.92	
Advertising	2,908.77	
Light and Water	1,140.58	
General Expenses	717.10	
Repairs and Replacements	713.62	
Insurance	461.45	
Placement Service (net)	296.70	
Board of Trustees	100.99	
Library Expense (net)	93.46	
Taxes	22.88	
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Net Operating Expenses	\$ 60,187.58	
Interest	4,993.60	
Traveling Expenses	3,460.81	
Preus-Elvestrom Campaign	1,639.39	
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Total Current Expenses		\$ 70,281.38

CURRENT INCOME FOR THE YEAR ENDING JULY 31, 1932

Tuition (General and Music)	\$ 19,159.87	
Room Rent	6,323.08	
Board (Net Income)	1,686.35	
Physical Education (Net)	665.41	
Typewriter Rent and Repairs (Net)	266.99	
Laboratory Fees (Net)	243.61	
Sundry Items	225.43	
Piano Rent and Repairs (Net)	62.43	
Book Store (Profits)	19.43	
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Net Operating Income	\$ 28,652.60	
Norw. Luth. Church of Am. Appropriations	24,581.35	
P. L. C. Development Association	9,291.67	
Endowment Interest	2,687.35	
American Luth. Church Appropriation	2,500.00	
15 Per Cent of Endowment Collections	1,642.31	
Real Estate Sales (Profit)	740.70	
Other Donations	185.40	
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Total Current Income		\$ 70,281.38

The year closed technically without a net loss, because the resolution of the Norwegian Lutheran Church of America of 1930, still in force, authorizes an emergency appropriation of \$14,581.35 to meet the year's deficit.

INCREASE IN ASSETS

During the Year Ending July 31, 1932

Furniture and Equipment	\$	1,820.95	
Real Estate		1,341.98	
Library Additions		1,138.27	
Front Entrance Main Building		202.33	\$ 4,503.53
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Emergency Appropriation Receivable		14,581.35	
Net Increase in Other Current Assets		8,923.67	
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		\$ 23,505.02	
Less Decrease in Cash on Hand		16,414.66	7,090.36
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Total Net Increase in Assets			\$ 11,593.89

INCREASE IN LIABILITIES

Increase in Notes Payable	\$	8,849.47	
Increase in Funding Plan Loans		2,348.80	
Increase in Other Current Liabilities		1,891.33	
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		\$ 13,089.60	
Less Decrease in Accounts Payable		\$ 1,495.71	
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Total Net Increase in Liabilities			\$ 11,593.89
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Surplus of Assets over Liabilities			\$167,597.99
Indebtedness Due to Operation Deficit		\$ 25,580.90	
Indebtedness Due to Investment in Assets		92,920.52	
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Total Amount of Indebtedness, July 31, 1932 ..			118,501.42
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Total Valuation of Pacific Lutheran College, July 31, 1932			\$286,099.41
Permanent Endowment Fund, July 31, 1932			119,581.14
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Total Capital Invested in Pac. Luth. College			\$405,680.55
Total Net Increase in Assets		\$ 11,593.89	
Net Increase in Endowment Fund		9,306.45	
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Total Increase in Capital Invested During Year Ending July 31, 1932			20,900.34

With the cooperative support now in prospect on the part of at least three of the constituent synods of the American Lutheran Conference, next year's statement should prove still more gratifying.

STATUS OF ENDOWMENT FUND, JULY 31, 1932

Total Amount Pledged for Five-Year Period Beginning 1927		\$290,000.00
Amount Paid in to July 31, 1931		129,734.92
Amount Paid in During Year Ending July 31, 1932		10,928.76
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Total Amount Paid in July 31, 1932		\$140,683.68
		<hr/>
Transferred to Operation	\$ 21,102.54	
Invested in Bonds	\$58,997.55	
Invested in Mortgage	2,500.00	
Invested in Real Estate	485.78	61,983.33
		<hr/>
Loans to Pacific Lutheran College	24,497.73	
Bond Interest	1,086.01	
Endowment Expense in Process of Amortization	28,698.37	
Cash Awaiting Investment	3,315.70	
		<hr/>
Total Endowment Funds July 31, 1932		\$140,683.68
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Interest Received on Bonds During Year Ending July 31, 1932	4,711.88	
Interest on Loans to Pacific Lutheran College	716.20	
Interest on Real Estate Mortgage	87.50	
Interest on Savings and Loan Account	59.31	
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Total Endowment Interest Income for the Year	\$ 5,574.89	
Earnings Due to Accretion in Value of Bonds Sold	246.47	
		<hr/>
Total Endowment Income for the Year	\$ 5,821.36	
Interest Paid on Annuities	\$ 374.00	
Depreciation in Value of Bonds Sold	72.66	
Applied to Amortization of Endowment Expense	2,687.35	
Applied to Current Operating Expense	2,687.35	
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		\$ 5,821.36

**RESOLUTIONS ADOPTED BY THE AUGUSTANA SYNOD,
FARGO, NORTH DAKOTA, JUNE 11, 1932**

WHEREAS we realize the need of a Lutheran educational institution in the Pacific Northwest, therefore,

BE IT RESOLVED, that

1. The Synod approves the cooperation of the Columbia Conference with the Pacific District of the Norwegian Lutheran Church of America and the Northwestern District of the American Lutheran Church in the support and control of Pacific Lutheran College.

2. That the Synod appropriate \$3,500 for 1933 for Pacific Lutheran College.

3. That we approve the action of the Columbia Conference in endorsing the Preus-Elvestrom plan for the endowment of Pacific Lutheran College, and we hope that our people throughout the Synod will voluntarily come to the assistance of the Columbia Conference and Pacific Lutheran College in realizing the objective of the plan.