



**Joint Meeting of
Compliance, Audit, Risk Management and Legal Affairs (CARL) Committee
and Athletics Committee**

**August 27, 2024
11:00 a.m.**

DRAFT MINUTES

CARL COMMITTEE MEMBERS PRESENT: Anita Bachmann (Committee Chair), George Hoyle, Dale Phipps, Dean Priddy

CARL COMMITTEE MEMBERS ABSENT: Margaret Benjamin

ATHLETICS COMMITTEE MEMBERS PRESENT: Dr. Ernest Grant (Committee Chair), David Brown, George Hoyle, Dale Phipps, Tim Sessoms, Amber Fairchild (SGA President)

ATHLETICS COMMITTEE MEMBERS ABSENT: None

OTHERS PRESENT: Chancellor Franklin Gilliam; Jerry Blakemore, Vice Chancellor for Institutional Integrity and General Counsel; Murphie Chappell, Associate General Counsel; Brian Mackin, Director of Athletics; Jody Smith, Executive Associate Athletics Director and Senior Woman Administrator; Beth Fischer, Vice Chancellor of University Advancement; Bob Shea, Vice Chancellor for Finance and Administration; Waiyi Tse, Chief of Staff; Kelly Harris, Associate Chief of Staff and Assistant Secretary to the Board of Trustees; and other members of the administration and staff.

PROCEEDINGS:

Anita Bachmann, Chair of the CARL Committee, served as Chair of the Joint Meeting and called it to order at 11:05 a.m. She reminded the CARL and Athletics Committee members of their duty under the State Government Ethics Act to avoid conflicts of interest and advised that any conflict of interest or appearance thereof with respect to any matter before the Board of Trustees or the Committees needed to be raised at that time. None were identified.

Quorum was confirmed through roll call.

Discussion Item:

CARL/ATH-1 NIL and NCAA Litigation Update

Vice Chancellor for Institutional Integrity and General Counsel Jerry Blakemore and Associate General Counsel Murphie Chappell provided a summary of the history of the National Collegiate Athletics Association (NCAA) and its significant growth in revenue. They also gave an overview of recent litigation against the NCAA around Name, Image, and Likeness (NIL) compensation, the known and unknown financial implications of the various litigation matters, and a major settlement that is in development.

Director of Athletics Brian Mackin discussed the possible impact of the litigation on college athletics programs generally and the expected impact on UNCG. There is a pending \$2.8 billion settlement that, if approved by the court, may bring significant changes to the University's revenue sharing structure and athletic scholarship program. In particular, the cost of the settlement to UNCG is likely to be about \$275,000 in lost NCAA revenue per year for the next 10 years. It may also bring changes to "Spartans Unite," an NIL Collective, which is a third-party entity that raises money that can be paid to student-athletes as NIL compensation. The University continues to monitor the litigation and will work to make decisions that are in the best interests of its student-athletes. The General Counsel's office will provide a summary of the approved settlement once the court has taken final action on the proposed settlement.

With no further business before the Committees, the meeting was adjourned at 11:55 a.m.

Respectfully submitted,

Kelly Harris
Assistant Secretary to the Board of Trustees