

Minutes of the Special Meeting of the Board of Trustees of the University of Kentucky on Tuesday, November 19, 1968

In accordance with action taken at the May 7, 1968 meeting, the Board of Trustees of the University of Kentucky met in special session on Tuesday afternoon, November 19, 1968, at 2:00 o'clock, Eastern Standard Time, in the Board Room of the Administration Building on the campus of the University with the following members present: Dr. Ralph J. Angelucci, Vice Chairman, Mr. Sam Ezelle, Secretary, Mr. William R. Black, Mrs. Rexford S. Blazer, Mr. Smith Broadbent, former Governor A. B. Chandler, Mr. Richard Cooper, Dr. Harry Denham, Mr. George W. Griffin, Mr. Robert Hillenmeyer, Dr. N. N. Nicholas, non-voting faculty members Professor Paul Oberst and Dr. Robert W. Rudd, and non-voting student member Mr. Wallace Bryan. Absent were: Governor Louie B. Nunn, Mr. Wendell P. Butler, Mr. J. Robert Miller, and Mr. Hudson Milner. The administration was represented by Interim President A. D. Kirwan and Vice Presidents A. D. Albright, William R. Willard, Robert F. Kerley, Glenwood L. Creech, Lewis W. Cochran and Stuart Forth. In addition, representatives of the news media were present.

A. Meeting Opened

Dr. Ralph Angelucci, Vice Chairman, presiding in the absence of Governor Nunn, called the meeting to order at 2:15 p. m. Following the invocation, pronounced by Mr. Black, the secretary reported a quorum present and Dr. Angelucci declared the meeting officially open for the conduct of business at 2:17 p. m.

B. Minutes Approved

On motion by Mr. Ezelle, seconded by Mrs. Blazer, the reading of the Minutes of the October 22, 1968 special meeting of the Board of Trustees was dispensed with and the Minutes were approved as published.

C. President's Report to the Trustees

Dr. Kirwan discussed briefly some of the items contained in PR 1. He mentioned one item not contained in the written report, namely the contribution made by Mr. Robert F. Kerley at the recent meeting in Washington of the National Association of State Universities and Land-Grant Colleges. Mr. Kerley reported to the Council on Business Affairs of the Association on the entire legislative program of the Association to be addressed to the next Congress. Included in his presentation were reports on Tax Credit for Educational Costs, indirect cost on programs funded by the Federal government, the Educational Opportunity Bank

proposal, the College Housing Act, the Higher Education Facilities Act and Student Aid Programs. He also made a brief presentation to the Senate of the Association on changes in the Association's Legislative posture as determined by the Council on Business Affairs. The interest subsidy program was of particular interest since under this program institutions may sell bonds on the market and receive Federal funds in an amount each year to reduce the interest cost of borrowing down to an effective interest cost of 3%.

Dr. Angelucci, having determined that there were no other items to be added, accepted the report and ordered it filed.

D. Recommendations of the President (PR 2)

The Board members indicated they had no questions relative to the appointments and other staff changes and, on motion by Governor Chandler, duly seconded, and passed, PR 2 was approved as presented and ordered made an official part of the Minutes of the meeting. (See PR 2 at the end of the Minutes.)

E. Director of Public Relations Named (PR 4)

Dr. Glenwood L. Creech gave a brief report on the role of public relations in the University and the method used to select a candidate to recommend to the Board of Trustees for the position of Director of Public Relations to fill the vacancy created by the resignation of Mr. Gilbert Kingsbury. He called attention to the biographical material relative to the candidate which had been sent to the Board members in advance of the meeting and said it gave him great pleasure to recommend the appointment of Mr. Frederick A. Woodress as Director of Public Relations, effective December 1, 1968.

On motion by Governor Chandler, seconded by Mr. Ezelle, and passed unanimously, the appointment of Mr. Frederick A. Woodress as Director of Public Relations, effective December 1, 1968, was approved. (See PR 4 at the end of the Minutes.)

F. 1968-69 Budget Revisions (PR 5)

Dr. Albright explained the sources of funds which would require approval for re-allocation from the Board of Trustees before expenditure authorization could be made. He noted that the item of \$1,600,000 realized from fund balances resulted from "prudent stewardship" during the past year.

On motion by Mr. Hillenmeyer, and seconded by Mr. Black, the proposed budget revisions for 1968-69 as shown in PR 5 were approved. (See PR 5 at the end of the Minutes.)

G. Finance Committee Reports (FCR's 1-10)

Dr. Angelucci suggested that the Finance Committee Reports numbered 1-10 be presented and acted upon in one motion. Mr. Kerley and Dr. Denham explained briefly FCR 2, FCR 3, FCR 4, FCR 7, and FCR 10, and indicated that FCR's 1, 5, 6, and 8 were routine. In connection with FCR 9, Mr. Kerley explained that the policy statement regarding assignment of students to University residence halls was necessary to protect the \$35,000,000 bonded indebtedness on the housing and dining facilities. He felt that students should be aware of the fact that in order to provide reasonable room and board rates for those living in the residence halls and to protect the credit of the University, the policy statement to assure full occupancy of housing facilities was essential.

Mr. Ezelle went on record as opposing an earlier decision relative to the Council of State Governments project (FCR 7) when there are retarded children who are not properly taken care of.

Dr. Denham recommended approval of FCR's 1-10 and so moved. His motion was seconded by Mr. Hillenmeyer and passed without dissent. (See FCR's 1, 2, 3, 4, 5, 6, 7, 8, 9 and 10 at the end of the Minutes.)

H. Adjustment of Housing and Board Rates (FCR 11)

After calling attention to the proposed adjustments in room and board rates to become effective in the summer and fall of 1969, Mr. Kerley explained that the increases recommended amounted to approximately 4% for the undergraduate students. He said that higher labor costs and higher food costs which the University could not absorb because of the fixed bonded indebtedness, necessitated the recommended increases. Dr. Angelucci asked Dr. Forth if student reaction to the increase would be serious and Dr. Forth replied that there would be some negative reactions but, if the students clearly understand the reasons for the increase, he felt they would accept the situation gracefully.

On motion by Dr. Denham, seconded by Mr. Black, the recommended adjustments in room and board rates as proposed in FCR 11 were approved and ordered effective with the Summer Session and Fall Semester of 1969. (See FCR 11 at the end of the Minutes.)

I. Committee Reports

The Hospital Committee indicated it had no report. Dr. Kirwan pointed out that the Joint Trustee-Faculty Committee appointed to codify the Governing Regulations had a vacancy in the Trustee membership of the committee due to the expiration of Dr. Stephen Diachun's term on the Board. He recommended that the vacancy be filled immediately.

Mr. Ezelle moved that the Vice Chairman name a Board member to fill the existing vacancy on the Joint Trustee-Faculty Committee on the Codification of the Governing Regulations. His motion was seconded by Dr. Angelucci and passed. Dr. Angelucci indicated that Governor Nunn had suggested Mr. Richard E. Cooper to replace Dr. Diachun on this committee, and he, therefore, named Mr. Cooper to the committee on behalf of Governor Nunn.

J. Committee Named to Study Senate Policy Statement Governing Off-Campus Speakers

Dr. Kirwan said the secretary of the University Senate had sent to him copies of a policy statement adopted by the Senate on September 9, 1968 for distribution to members of the Board of Trustees. He said the copies would be mailed following the meeting and recommended that the Vice Chairman name a committee to study the policy statement and make recommendations to the Board of Trustees at as early a date as possible. Governor Chandler so moved. His motion was seconded by Mr. Ezelle and passed. Dr. Angelucci named Mr. George Griffin, Mrs. Rexford S. Blazer, and Dr. N. N. Nicholas to the committee with Mr. Griffin designated as chairman.

K. University Exceeded Goal in United Community Fund Drive

Dr. Kirwan noted that the University had exceeded its quota in the recent United Community Fund drive and pointed out that Dr. Robert W. Rudd had served as Chairman of the drive on the campus. Dr. Angelucci thanked Dr. Rudd on behalf of the Board of Trustees.

L. Meeting Adjourned

The Vice Chairman, having first determined that there was no further business to come before the meeting, called for a motion for adjournment. The motion was duly made, seconded, and carried, and the meeting adjourned at 3:20 p. m.

Respectfully submitted,

Sam Ezelle
Secretary, Board of Trustees

(PR 2, PR 4, PR 5, FCR 1, 2, 3, 4, 5, 6, 7, 8, 9, 10 and 11 which follow are official parts of the Minutes of the Board of Trustees on Tuesday, November 19, 1968.)

PRI

PRESIDENT'S REPORT TO THE TRUSTEES

November 19, 1968

1. INFORMATION TEAM TO FEATURE SPRING TOUR

The University's annual Information Team tour, sending representatives of several University divisions each Fall throughout the state for the purpose of talking with interested students, parents, and friends, will feature a Spring tour next year. The tour, scheduled for the latter part of next April, will cover the entire state within a two-week period, and will be aimed at the high school junior. The Information Team will include University faculty and administrative personnel, and will be scheduled to enable members of the team to meet with individual students and their parents. The schedule within each area will be arranged so that any interested family or student will be less than an hour's drive from any meeting site. The meetings will be held in a high school or a community college.

2. ALUMNI HONOR MEMORY OF GEORGE WARWICK

A resolution adopted by the Board of Directors of the Alumni Association pays tribute to the late George W. Warwick, a graduate in the Class of 1916 who was founder of the UK Senior Associates, made up of alumni who graduated 30 years or more ago. Mr. Warwick died in Lexington while here to attend an advisory committee meeting for the University project CEAL--Colloquium by Elder American Leaders--on October 8. William Woodson, another alumnus who has returned to Kentucky after a successful career as a patent attorney in Chicago, introduced the resolution in memory of Mr. Warwick. The resolution, adopted unanimously, states in part: "During his long and useful life he was one of the greatest benefactors that the University of Kentucky ever had in the devotion of his means, time and energy to the welfare of the University and this Association. The time was never too short nor the distance too long for him to attend the board meetings and the meetings of the numerous committees on which he so ably served."

3. LAW STUDENTS WORKING WITH INDIGENT OFFENDERS

Success in helping several hundred people who otherwise could not afford legal counsel not only has been personally rewarding to College of Law students, it has given them experience in better understanding the law as well. "Our students cannot give legal advice since they are not licensed attorneys," says Robert G. Lawson, assistant professor of law, who teaches a course in legal aid and serves as advisor to the students, adding that the students' work with the indigent is largely investigative. For example, they may interview an accused person, determine his history of involvement with the law, contact witnesses in the case and type up this information for the lawyer who will be defending the accused person.

Student participation in legal aid was begun in Fayette county in 1963. At that time results of investigative work was turned over to one of some 50 lawyers who agreed to give part of their time to legal aid work for which they received no fees. Last year the City of Lexington and Fayette county each appropriated \$5,000 for use by the Fayette County Bar Association. The Association sought a practicing attorney who would agree to work approximately 20 hours a week on legal aid. Arrangements were made with Attorney Scottie Baesler, who now provides legal services to eligible persons and also helps direct the work of the students. Two students work in Baesler's office.

Five students are specializing in work with juvenile delinquents, doing what they can to help rehabilitate the young offenders. Typical among those being helped are parolees from Kentucky Village. Each student in the legal aid class works with various phases of the program and usually spends about three weeks in each category. Some problems of a non-criminal nature which require the help of law students and legal aid are landlord-tenant differences, consumer credit disputes, and other civil cases.

The number of cases involving student participation in a calendar year is estimated by Prof. Lawson at 600-800. He said investigative work and the legal work performed by members of the Fayette County Bar Association total thousands of hours annually. A practicing attorney doing the same work would charge a minimum of \$20 an hour, he added. "Our students do a good job on the cases. This gives them experience which is different from the classroom situation and is valuable to him by underlining some of the theory of law he has learned in class." Student participation in legal aid is directed by Donnie Murray, senior law student from Bow (Cumberland county), Ky.

4. CHANGES IN EXTENSION SERVICE EMPHASIS DESCRIBED

How the University has up-dated the extension service was described by Dr. A. D. Albright at a recent conference. Citing rapid change as a key factor in American life, several spokesmen for the Cooperative Extension Service noted the many areas in which the service and its agents will be involved in the future.

During the recent five-day conference on the changing role of the University extension agent, Dr. George W. Schneider, associate director of extension, remarked that "change has many faces: it frees us from much labor, but makes us slaves to gadgets and new ways of doing things." Dr. Schneider went on to say that today's needs and tomorrow's needs always will be the concern of extension people. "If we are to communicate successfully, it is not sufficient merely to increase the number of volumes--we must know the people to whom the messages are directed."

Dr. Albright, executive vice president, emphasizing the new role of agricultural agents, commented that education today almost appears to be "post-dated," preparing youth to live in an age which already has passed. "We are uneasy with the future, uncomfortable with the present, and not satisfied with the past," Dr. Albright said, listing these innovations: a 24-hour poison control center for Kentucky physicians; legal service to the state's indigent and underprivileged, and a special service program to business and industry in each geographical area of the state.

Five areas of concern for extension agents were listed by Dr. Lloyd Davis, administrator of the Federal Extension Service: community needs; peace and economic development on both the domestic and international scene; all aspects of crime; the changing of old institutions and traditions to involve new concepts, and equal opportunity for all people. "The local extension office is becoming a contact point for people in areas other than agriculture and development," Dr. Davis said.

Clarence P. Bayes, University area extension agent specializing in resource development, told the 500 extension workers at the conference that people who live in rural areas "need and demand the same services (as those) in urban areas, such as facilities for water and sewage systems, community centers and recreation areas." An interest in the economic growth of the area led the Blue Grass area agents to help organize the East Central Kentucky Development Council in Clark, Estill, Madison and Powell counties. "This council will work through four main committees consisting of: (1) business and industrial development; (2) manpower development; (3) public facilities, and (4) natural resources," Bayes said.

5. MOVEMENT OF OHIO RIVER SEDIMENT BEING STUDIED

Dr. Bruce R. Moore, assistant professor of geology and native of Australia, came to the University at the beginning of the Summer Session and is already at work on a contract with the U.S. Corps of Engineers on the probable movement of sediment on the Ohio River. His speciality is sediment transport and the use of hydraulics in geology.

"If my theory is good, by using the river and hydraulic devices to keep them clean, river locks and dams can be kept free, supplementing the present dredging method," Dr. Moore said. "We have to study where the sediment goes." He said the whole idea is related to the transport of ancient sediments "which is still not clearly understood in relation to present-day sedimentation." Dr. Moore has built a device called a flume tank in a laboratory of the College of Engineering. The college cooperates in the research. Water and sand can be run through the tank under ideal conditions so that movement can be studied. A 75-foot tank soon will be constructed in the lab, providing more depth to the study of the problem. Dr. Moore makes frequent visits to the Ohio River in the Louisville area to gather more information concerning the sediment problem, but he is not a stranger to the Falls City. He taught geology at the University of Louisville during the 1966-67 academic year, and then returned to the University of Melbourne where he has received all his academic degrees. Dr. Moore calls Melbourne his home university. He says research programs in U. S. universities are much better organized and funded than in Australia. "Openings there are few. There are only 10 universities in Australia, a country with a small population."

Dr. Moore conducts the geology department's evening classes, and works mostly with graduate students since the geology graduate program is rapidly expanding.

6. MINING ENGINEERING PROGRAM UNDERWAY AT MADISONVILLE

The University is providing a service to the state's mining industry through a new program established at Madisonville Community College. Students in the new study course may earn an associate degree in engineering. David Fackler of the Madisonville faculty said 18 students are currently enrolled. Seventeen others are studying pre-engineering for the baccalaureate program. The holder of the associate degree is described as a technician and his work is directed more to the practical application of engineering, as compared to the technical work of the graduate engineer, Fackler said. The associate degree is based on a two-year study program. Emphasis is placed on mining engineering because of the community college's proximity to the state's western coalfields.

7. DEAN STRESSES SOCIOLOGY, PSYCHOLOGY IN DESIGN

Architectural students should be taught principles and methodology at least 20 years ahead of their time, believes Dr. James P. Noffsinger, acting dean of the School of Architecture, who recently spoke to about 100 architects and engineers--mainly from the telephone industry--at the second of a series of Systems Building Seminars sponsored by the University at Lexington. Discussing the architectural school's response to the growing interest in systems building, he pointed out that in the school's eight year history, three different curriculums have been utilized. "We try to employ the latest methods available," he said. He added that all architectural classes at the University have been integrated, each stressing "the sociological and psychological factors as well as the mechanical aspects involved in building." Dr. Noffsinger warned that if systems building is to produce beneficial results, it must be started in the right direction. He noted that the Eskimo hut and the Japanese lantern were successful ideas which resulted in better designs.

8. DR. OWEN STAFFING ETV FOR JANUARY OPENING

The University is moving rapidly to staff its new educational television studios in order to meet a production schedule starting in January. Dr. Paul H. Owen, director of Media Services, announced this week that he is looking for qualified technical and production specialists to complete the staff in the very near future. Among the newcomers who have joined the new venture in ETV on the campus is Miss Shirley Boyd, who graduated from the University in 1961. Miss Boyd received her MA in communications at the University of North Carolina in 1964. While there she received a research grant to prepare a guide to personnel policies and career requirements for TV stations in that state. Prior to coming to UK as executive assistant to Dr. Owen, Miss Boyd worked for two years as coordinator for the West Virginia Educational Broadcasting Authority. Miss Boyd and Dr. Owen predicted that closed circuit television would bring the community colleges and the Lexington campus closer together, "both in fact and in spirit." They believe ETV holds the prospect of "more exciting classroom situations and more efficient use of professors."

9. LAW JOURNAL DEDICATES ISSUE TO MISS SALMON

The current issue of Kentucky Law Journal, published by the College of Law, is dedicated to the college's former law librarian who died last summer. Miss Dorothy Salmon served as librarian from 1945 until her death in August. The current issue of the quarterly publication features a full-page picture of Miss Salmon and a eulogy written by Dean W. L. Matthews Jr. Miss Salmon was a native of Paducah. She graduated from the University in 1933 with a BS in commerce and received the LL.B degree in 1938. At the time of her death she was associate professor of law.

10. UNIVERSITY HOSTS LARGEST FOREIGN STUDENT GROUP

The international flavor of the University is sharper this year than ever. Foreign students and exchange-visitors who come here to study, teach and do research have reached a record number of 301 this semester. They come from 49 countries--from Afghanistan and Argentina, from Czechoslovakia and Sweden, Greece, Gabon, Ireland, Malaysia, Syria, France, Vietnam. The University's international program has grown steadily from 31 participants in 1949-50. It reached 115 in 1959-60; 221 by 1964-65, and was at 231 last year. In the group presently on campus, the largest contingent--43--came from India. Twenty-nine live in the Republic of China--Taiwan; 28 in Thailand, and 23 in Indonesia.

Large national groups have prompted the formation of the Chinese Student Association, the India Association, the Indonesian Student Association and the Latin American Student Association as well as the older Cosmopolitan Club, which bring foreign and American students together socially. The biggest academic category among the foreign students is engineering, with 72 international students enrolled. Thirty-eight are in various phases of agriculture, and 25 study medicine. More than 80 per cent--242--are men. In the group of 301, 85--63 men and 22 women--are married, and 45 of the married students brought their spouses to the University with them. Seventy-three are undergraduates, 190 are graduate students, 38 are exchange-visitors and 16 are special or unclassified students.

11. JEFFERSON MOTIVATION PROGRAM CALLED SUCCESSFUL

A motivation program for high school students in Jefferson County who had "a fear of college" has proved successful at Jefferson Community College. The 24 high school graduates participated during the summer in an eight-week experiment called the College Opportunity Program, designed to "motivate high school students whose college futures seem doubtful." Only two of the program selectees had made definite plans to enter college in the fall. After completing the training program, all 24 enrolled in a college, most of them at Jefferson. Financed by a \$5,000 grant from the University, the students spent mornings in classes in English, speed reading, algebra, typing, music, accounting and psychology.

"The main thing these students had to get over was their fear of college," said Ken Hoffmann, a community college student who was one of two "buddy-counselors" to the students. "The program has given them a chance to see what a college class is like, what college teachers are like...before the hurly-burly of the fall semester." Seven of the students are women from the Park DuValle Neighborhood Health Center. Some had been away from school work for 12 years. The women are training for careers in health-related fields--nursing, dental hygiene, and health education. Many of the women have families--one has eight children. No credit was given for the summer classwork, but the students gained in other ways. "They gained some confidence," said Mrs. Mary Jean Fletcher, an algebra instructor.

12. SIX STUDENTS NAMED TO ENGINEERING HONORARY

Six engineering students have been named to Tau Beta Pi, national engineering honor society. To be eligible for membership in the honorary, a student must have "distinguished scholarship and exemplary character as undergraduates in engineering." He must be in the upper eighth of his junior class or upper fifth of his senior class. Some other points of his character and personality taken into consideration by the selection committee: breadth of interest; adaptability; personal integrity; exceptional character, and unselfish activity. The six, all juniors, are Vernon Goetz, Highland Heights; Jerome Schmitz, Ludlow; Daniel Muller Jr., Ft. Thomas; Mike Feinauer, Newport; James T. Tidwell, Florence, and Richard B. Lee, Madisonville. Initiation was held November 3 at the Student Center.

13. TEST HIGHWAY MATERIALS FOR SKID POSSIBILITIES

An adapted model of a single-barreled 12-gauge shotgun is being used by three faculty members to test permeability of highway surface materials. Profs. J. W. Hutchinson, T. Y. Kao and L. C. Pendley say the plan is to determine which road surface material has the best resistance to skidding, particularly on a wet road. One of the principal causes of skidding is a condition called hydroplaning wherein a vehicle moving fast on a wet road is partially water-skiing on a very thin layer of water, says Prof. Hutchinson. The road surface that could best reduce hydroplaning and skidding would be most desirable for safety, he adds. The College of Engineering faculty members have adapted the shotgun so that a blank shell becomes the power source to drive a special piston. The piston containing a rubber-coated face is fired against a 3/16" layer of water on the surface of the material being tested. Technical data is used to show the hydrodynamic drainage capability of the surface. This information reveals the extent to which friction is decreased by hydroplaning, thereby indicating the likelihood of skidding.

14. SOMERSET STUDENT NAMED COUNCIL COORDINATOR

A Somerset Community College student has been elected to coordinate the activities of the student government associations throughout the University Community College System. Ron Stricklin, second year English major, was elected coordinator of the Inter-Community College Student Council during the Community College Conference held recently at Louisville. The Council approved a resolution which endorsed the present method of operating the Community College System. Stricklin, who has received no grade lower than an "A" for any subject taken to date, serves as president of the Somerset Community College Student Council. He is the son of Mr. and Mrs. Raymond Stricklin of Somerset.

15. MWC AWARD GOES TO STUDENT FROM LEBANON

Miss Mary Margaret Parrott, senior, has been awarded the Metropolitan Woman's Club \$1,000 scholarship for 1968-69. Miss Parrott, daughter of Mr. and Mrs. E. H. Parrott of Lebanon, was graduated from St. Augustine High School in Lebanon and St. Catherine Junior College before enrolling at the University. She is majoring in speech and hearing. The MWC scholarship provides \$1,000 to a junior or senior majoring in special education, with a preference to students in the area of speech therapy. Proceeds from the Miss Lexington Scholarship Pageant held each April by the club are used to provide the scholarship.

16. WBKY PRAISED FOR ELECTION RETURNS COVERAGE

The University-operated election returns network on Tuesday, November 5, served more than 20 radio stations throughout the Commonwealth and has received several commendations on its performance and the rapidity and accuracy of its reports.

Under the supervision of Don Wheeler, director of WBKY, University-operated radio station, more than 40 persons volunteered their help in operating the network. About 65 per cent were students, headed by Bill Peters, a senior, assisted by Clay Nixon. The IBM 360 computer in McVey Hall was employed in predicting the presidential and senatorial races in Kentucky, and was within a tenth of one per cent of the final returns. The first prediction was made on the network shortly after 7 o'clock. The computer staff consisted of Dr. Fred Vetter, Dr. Michael Baer, and Bruce Bowen, a graduate student, all of the political science department. They were assisted in programming the computer by Dr. Martin Solomon, head of the Computing Center.

John Duvall, Ph.D candidate in political science, headed the staff reporting from Democratic headquarters in Louisville. Senior student D. J. Everett, who co-produced the network with Don Wheeler, headed the staff reporting from Republican headquarters. State Commissioner of Information James Host helped provide interviews and victory speeches that were carried by the network.

In Lexington, Pete Mathews reported the national returns along with Dr. Malcolm Jewell, professor of political science. Dr. Jewell provided an analysis of the returns and supplied pertinent information on the possible outcome. The extensive network of telephone lines, taping and monitoring facilities were engineered by WBKY's chief engineer, Barry Atwood. In addition, UPI audio services gave reporting and interview coverage of the national scene to the network at no charge to the University. The computing service also was provided at no cost. All staff members of the network freely gave of their time, and all the stations participating paid the line charges to their respective stations. Several of the stations sent contributions with which to provide food to the volunteers manning the various originating points.

17. SOCIOLOGIST STUDIES MIGRANTS FROM FLOODED AREAS

A research project dealing with the emotional and physical effects on people whose homes have been or are soon to be covered by waters raised by flood control projects has been launched by Dr. Rabel J. Burdge, assistant professor of sociology. The project is financed by a grant from the U. S. Department of the Interior Office of Water Resources Research with some funds contributed by the UK Research Foundation. It will require two to three years, permitting an in-depth study of the reactions among displaced persons at a number of intervals, following their forced migration and re-settlement. Dr. Burdge's research teams will interview people in three areas of the Salt River valley and will be specifically concerned with attitudes--individual, familial, and communal--toward: (a) forced migration; (b) agencies concerned with the flood control, and (c) problems of water resources and conservation. Assisting Dr. Burdge is graduate student Richard L. Ludtke, Lexington, a research assistant in sociology. Dr. Robert A. Lauderdale, director of the Water Resources Institute, which is sponsoring the project, said it represents "a far-reaching research contribution to the problems associated with the introduction of flood control reservoirs and the consequent problems of forced migration."

18. LOAN FUND TO GRAD STUDENTS HONORS MATH PROF

A student loan fund in memory of a long-time mathematics professor has been established at the University for use by selected graduate students studying mathematics. The "M. C. Brown Memorial Loan Fund" was instituted through the Alumni Association from an initial amount of \$1500, contributed by John Boyer Brown of Grantsville, Ohio, in honor of his father who taught mathematics at the University for 43 years. Prof. M. C. Brown retired in 1966 and died in August of 1967. Students who have applied for graduate study in mathematics and have been accepted also may apply for loans from the fund. An interest rate of no less than three per cent nor more than five per cent annually must be decided by the Student Financial Aid Committee. Interest, repayments, and other contributions will be added to the initial fund.

19. RESEARCH AWARDS SINCE JULY 1ST \$7½ MILLION

During the period October 1-October 31, a total of 30 agreement awards were received, amounting to \$1,477,493.40. One other award was received amounting to \$8.56. Total since July 1, \$7,575,764.21.

COLLEGE OF AGRICULTURE

Department of Entomology--J. G. Rodriguez, Anti-metabolites as a Possible Control of Acarid Mites, General Foods Corporation, \$12,500. J. G. Rodriguez, Studies in Biocide Control of Acarid Mites on Stored Foods, General Foods Corporation, \$2,400 (additional funds).

Department of Plant Pathology--H. E. Wheeler, Pathological Changes in Structure and Function, National Institutes of Health, \$28,593.

COLLEGE OF ARTS AND SCIENCES

Department of Microbiology--S. F. Conti and S. M. Steiner, Supply Allowance for Post-Doctoral Research Fellowship, National Institutes of Health, \$1,000.

Department of History--J. F. Hopkins, The Papers of Henry Clay, General Services Administration, \$15,580.

Department of Geology--J. Thrailkill, Solution Geochemistry of the Water of Limestone Terrains, Office of Water Resources Research, Department of the Interior, \$2,250.

Department of Anthropology--H. Dobyns, American Society for Ethnohistory, American Society for Ethnohistory, \$225.00.

Department of Sociology--R. Burdge, A Systematic Study of Responses to Impending Inundations and the Directions of Impelled Population Movement, Office of Water Resources Research, Department of the Interior, \$7,550.

COLLEGE OF BUSINESS AND ECONOMICS

Department of Economics--F. R. Marshall, Negro Employment in the South, Manpower Administration, U. S. Department of Labor, \$57,123.

COLLEGE OF EDUCATION

Department of Curriculum and Instruction--E. Rankin, Field Enterprises Readability Study, Field Enterprises Editorial Corporation, \$3,000. H. Robinson, Teacher Corps Program, United States Office of Education, \$91,149. (New funds)

Department of Special Education--W. J. Tisdall, Preparation of Professional Personnel in the Education of Handicapped Children - Mentally Retarded (Masters), United States Office of Education, \$1,160 (additional funds).

COLLEGE OF ENGINEERING

Department of Civil Engineering--E. G. Foree, Algal Growth and Decomposition: Effects on Water Quality, Office of Water Resources Research, Department of the Interior, \$6,440. B. O. Hardin, Seventh International Conference on Soil Mechanics and Foundation Engineering, Money from various companies, \$1,250. L. D. James and D. M. Soule, The Economic Impact of Flood Control Reservoirs, Office of Water Resources Research, Department of the Interior, \$12,314.

GRADUATE SCHOOL

L. Cochran and C. Cabe, NDEA Graduate Fellowships, United States Office of Education, \$550,000.

INSTITUTE OF ENVIRONMENTAL STUDIES

J. A. Prestridge, A Research Project for Urban Design Studies Utilizing Strip Mines, National Endowment for the Arts, \$30,000.

COLLEGE OF LAW

G. Flickinger, Law School Admission Test Council Research Project, Educational Testing Service, \$300.

COLLEGE OF MEDICINE

Department of Biochemistry--F. J. Bollum, Biosynthetic Polydeoxynucleotides, National Institutes of Health, \$66,329. G. Schwert, Characterization and Specificity of Enzyme Systems, National Institutes of Health, \$36,414. D. C. White, Formation of Electron Transport System in Hemophilus, National Institutes of Health, \$27,430.

Department of Medicine--A. Balows, Ampicillin Study, Ayerst Laboratories, \$12,404. J. W. Hollingsworth, Leukocyte Dynamics and Function in Arthritic Joints, National Institutes of Health, \$20,491. B. Surawicz, Examination of the Heart - 2 day Symposium, Kentucky Heart Association, \$280 (additional funds). W. Winternitz, General Clinical Research Center, National Institutes of Health, \$363,194. K. F. Yoshonis, Correlations of Mitral Value Motion and Mechanical Events in the Cardiac Cycle, Kentucky Heart Association and Heart Association of Louisville and Jefferson County, \$1,650.

Department of Pharmacology--T. Z. Csaky, Effect of Sugars on Central Nervous System, National Institutes of Health, \$27,693.

Department of Physiology--F. W. Zechman, Transient Respiratory Response to Mechanical Loads, National Institutes of Health, \$13,419. F. W. Zechman, Effects of Mechanical Loading on the Cardiopulmonary System, United States Air Force - Air Force Systems Command, \$84,658 (additional funds).

Department of Surgery--B. F. Rush, Clinical Drug Evaluation Program, State of Wisconsin, \$697.40 (additional funds).

OTHER

Helen Lasby Jeffrey Estate Fellowship Account, \$8.56.

TOTAL AGREEMENT AWARDS \$ 1,477,501.96

20. SIGNIFICANT ACTIVITIES OF FACULTY AND STAFF

James H. Donnelly Jr., assistant professor in the College of Business and Economics, has received third place award in the annual dissertation competition sponsored by the Association for Education in International Business.

Dr. Lawrence S. Thompson, professor of Germanic and Classical languages, is the author of "A Bibliography of Spanish Plays on Microcards," published by The Shoe String Press, Inc., Hamden, Conn.

Two faculty members have been elected to posts with the Council of Oak Ridge Associated Universities. Dr. Lewis W. Cochran, vice president for research and dean of the Graduate School, was elected to a two-year term on the Board of Directors. Dr. Wendell C. Demarcus, professor of physics, will serve on the Council's 1969 nominating committee.

A supervisor in the animal care department of the Albert B. Chandler Medical Center has been selected in nationwide competition to receive the Allied Trade Association's annual award for an outstanding animal care technician. Alonzo Damron, an employee of the animal care facility since 1962, received the \$500 award at the national meeting of the American Association for Laboratory Animal Science, October 24, in Las Vegas, Nevada.

Dr. Clement Eaton, recognized by fellow historians and scholars as a leading historian of the Old South, is the author of "The Civilization of the Old South," published October 17 by the University of Kentucky Press. Retiring last Spring after 20 years in UK's Department of History, Dr. Eaton presently is the Pitt Professor of American History at Cambridge University, England.

Dr. Henry F. Dobyns, chairman of the Department of Anthropology, presented a research study on "Military Transculturation of Northern Piman Indians, 1782-1821," during the annual meeting of the American Society of Ethnohistory at San Diego (Cal.) State College.

Dr. Albert S. Levy, associate professor of special education, was cited on October 10 by the United Cerebral Palsy of the Blue Grass, for "promoting opportunities for education of children and adults who have cerebral dysfunction, and providing training experience with children for college and graduate students in education and stimulated professional growth in special education."

Three members of the Department of Surgery who co-authored a surgical teaching film have been honored by the American College of Surgeons. Dr. Ward O. Griffen Jr., professor and chairman of surgery; Dr. Lester R. Bryant Jr., associate professor, and Dr. J. Kent Trinkle, assistant professor, received awards for their film, "Tracheostomy and Mechanical Ventilation," at a meeting of the Surgeon's 1968 Clinical Congress in Atlantic City.

The American Institute of Aeronautics and Astronautics has presented a major award to Dr. Loren D. Carlson, professor of physiology at the University of California, Davis, formerly professor and chairman of the Department of Physiology and Biophysics at the University of Kentucky College of Medicine. He received the John Jeffries Award, which carries an honorarium of \$500, presented for Dr. Carlson's "outstanding leadership in aerospace physiology in the scientific community."

During the Mexico City Olympic Games, Dr. Ernst Jokl, professor of physical education, was unanimously re-elected president of the Research Committee of the UNESCO International Council of Sport and Physical Education.

Dr. Robert O. Evans presented a paper, "The Kentucky Colloquia--an Exercise in Relevance," at the annual meeting in Seattle, Wash., October 18, of the National Collegiate Honors Council. He also was respondent to two papers by members of the business community. Dr. Evans also visited Pikeville College on October 29 as a consultant on curriculum.

Miss Rosemary Pond, associate dean of students-residence halls programming, was elected vice-president of the Kentucky Association of Deans of Women and Counselors, during the annual meeting of the organization November 2 at Berea College.

Dr. Jesse G. Harris Jr., professor of psychology, was elected vice-chairman of the Kentucky Mental Health Manpower Commission on October 29. He also was appointed a field selection officer for the Peace Corps during his sabbatical in Hawaii, and is now engaged intermittently in the selection of Peace Corps personnel for countries within and bordering the Pacific Ocean.

PR 2

Members, Board of Trustees:

RECOMMENDATIONS OF THE PRESIDENT

I. Appointments and/or Other Staff Changes

Recommendation: that approval be given to the appointments and/or other changes which require Board action and that the report relative to appointments and/or changes already approved by the administration be accepted.

Background: Approval of the Board of Trustees is required for all appointments to the positions with the rank of Associate Professor and above, for promotions, for the granting of tenure, and for salary changes above \$12,000 for non-academic personnel and \$15,000 for academic personnel. All other appointments and/or changes may be made by the President and reported to the Board.

BOARD ACTION

New Appointments

Donald T. Frazier, Associate Professor, Department of Physiology and Biophysics, College of Medicine, effective January 1, 1969
Donald Keith Freeborn, Assistant Professor, Department of Behavioral Science, College of Medicine, retroactive to July 1, 1968 (salary over \$15,000)
Betty R. Rudnick, Professor, with tenure, College of Nursing, retroactive to November 1, 1968
Laurel W. True, Instructor, Department of Community Medicine, College of Medicine, retroactive to July 1, 1968 (salary over \$15,000)

Joint Appointments

Howard W. Beers, Distinguished Professor, College of Agriculture, given joint appointment as Distinguished Professor in the College of Arts and Sciences
James S. Brown, Professor, College of Agriculture, given joint appointment as Professor in the College of Arts and Sciences
Rabel Burdge, Assistant Professor, College of Agriculture, given joint appointment as Assistant Professor in the College of Arts and Sciences
C. Milton Coughenour, Professor, College of Agriculture, given joint appointment as Professor in the College of Arts and Sciences
John C. Calkins, Assistant Professor, Department of Radiology, College of Medicine, given joint appointment as Assistant Professor, Department of Radiation Medicine, School of Allied Health Professions

John E. Kennedy, Associate Professor, College of Law, given joint appointment as a Special Assistant to the Executive Vice President

Joseph A. Sayeg, Associate Professor (with tenure), Department of Radiology, College of Medicine, given joint appointment as Associate Professor (with tenure), Department of Radiation Medicine, School of Allied Health Professions

Promotion

Steven R. Burkett, Department of Sociology, College of Arts and Sciences, from Instructor to Assistant Professor, retroactive to October 1, 1968

Leaves of Absence

Roger Barbour, Professor, Department of Zoology, College of Arts and Sciences, sabbatical leave for the Spring Semester, 1969

K. O. Lange, Professor, Department of Mechanical Engineering, College of Engineering, sabbatical leave at one-half salary for one academic year beginning January 1, 1969 through December 31, 1969.

James R. Ogletree, Professor, College of Education, sabbatical leave for the Spring Semester of the 1968-69 academic year cancelled

Ralph J. Ramsey, Extension Specialist, Department of Rural Sociology, College of Agriculture, an extension of leave without pay for the period December 1, 1968 through November 30, 1969.

John Tuska, Associate Professor, Department of Art, College of Arts and Sciences, sabbatical leave for the 1969-70 academic year

Retirements

Dwight Moody Seath, Professor, Department of Animal Sciences, College of Agriculture, after over 20 years of service, effective January 1, 1969

Martha Veal Featherston, Senior Secretary VI, Physical Plant Development, after over 18 years of service, retroactive to November 1, 1968

ADMINISTRATIVE ACTION

New Appointments

Edmund Hoy, Instructor, Department of Respiratory Therapy, School of Allied Health Professions, retroactive to October 1, 1968

Sandra Krebs, Instructor, Department of Dental Hygiene, School of Allied Health Professions, retroactive to October 9, 1968

Henrietta Louise Pollock, Instructor of Nursing, Henderson Community College retroactive to July 1, 1968

Reappointment

Gaylon Kent Powers, Instructor, Department of Periodontics, College of
Dentistry, retroactive to July 1, 1968

Action: Approved X Disapproved Other

Date: November 19, 1968

PR 4

Members, Board of Trustees:

APPOINTMENT OF FREDERICK A. WOODRESS
AS DIRECTOR OF PUBLIC RELATIONS

Recommendation: that Mr. Frederick A. Woodress be appointed as Director of Public Relations, effective December 1, 1968.

Background: Since the resignation of Mr. Gilbert Kingsbury, on June 14, 1968, the University has been searching for a suitable person to fill the position of Director of Public Relations.

In this search for a qualified candidate, consideration has been given to the credentials of eight of our staff members, thirteen other applicants in Kentucky and sixty-five prospective candidates from twenty-seven other states.

The recommendation that Mr. Woodress be appointed to this position has the unanimous endorsement of the three staff members in the Department of Public Relations who report to the Director, the Director of Development, the Associate Director of Alumni Affairs, the Director of our School of Communications, and the Vice President for University Relations, to whom the Director of Public Relations is responsible.

Mr. Woodress is currently serving as Assistant for Special Affairs to the Executive Vice President, University of Alabama at Birmingham. He has been recommended by individuals at that institution and elsewhere. He has a broad background of successful experience in public relations work, including five years of experience at the institution where he is now employed, eight years of reporting, criticism, and column writing on dailies in Ohio, Missouri, and Alabama, and nine years as the owner of a public relations consulting firm with assignments in the Southeastern states, Texas, Colorado, New York City, Haiti, and London, England. As a public relations consultant, he has advised non-profit groups, fund drives, entertainers, business executives, politicians, and educators.

Mr. Woodress would bring to his position personal and professional qualities which should contribute greatly to the development and implementation of University programs aimed at furthering public understanding of the University's mission, opportunities, and accomplishments.

(A personal data sheet for Mr. Woodress is attached.)

Action: Approved X Disapproved Other

Date: November 19 , 1968

Curriculum Vitae

Frederick A. Woodress

ADDRESS: Home: 1305 Ingram Avenue, Birmingham, Alabama 35213
Office: 1919 Seventh Avenue South, Birmingham, Alabama 35233

BORN: January 11, 1923, St. Louis, Missouri

MARRIED: December 31, 1953

WIFE: Anne Loraine Blackmon

CHILDREN: Cathy Loraine

EDUCATION:

Antioch College 1941-1943
Washington University 1946 No degree
Antioch College 1946-1948 A.B.

SPECIAL COURSES:

Playwriting, TV production courses, University of Alabama in Birmingham 1949, 1954
Technical Writing, Colorado State University 1964
Public Relations Accreditation Course, University of Houston 1967
Management Decision Making, College of General Studies, University of
Alabama in Birmingham 1968

ACADEMIC APPOINTMENTS:

Instructor in journalism (public relations and advertising)
Birmingham-Southern College 1956
Assistant for public affairs to Vice President for Health Affairs,
University of Alabama 1964-1966
Assistant for public affairs to Vice President for Birmingham Affairs
and Director of the Medical Center, University
of Alabama in Birmingham 1966-1967
Assistant for special affairs to Vice President for Birmingham Affairs
and Director of the Medical Center, University of
Alabama in Birmingham 1967-1968
Assistant for special affairs to Executive Vice President, University of
Alabama 1968-

BUSINESS EXPERIENCE:
High School Sports Correspondent, St. Louis Post-Dispatch 1939-1941
Assistant to camp director, St. Louis Boy Scout Council 1941
Yellow Springs correspondent, 5 Ohio dailies and UPI 1941-1942
Reporter, Springfield, Ohio, Daily News 1942-1943
Reporter, Washington C.H., Ohio, Record-Herald 1947
Reporter, St. Louis Star-Times 1948
Free lance writer in South, Southwest, Mexico 1948-1949
Picture Editor, PR assistant on Advance Fund Campaign, Methodist
Division of Foreign Missions, New York City 1949
Reporter, Birmingham Post 1949-1950
Reporter, columnist, critic, entertainment editor, Birmingham
Post-Herald 1950-1955
Owner, public relations-advertising agency in Southeast 1955-1964
Operate consulting firm on limited basis 1964-

MILITARY SERVICE:

Basic training armored command and infantry
Student, ASTP program, University of Mississippi and Clemson College
Writer in 87th Infantry Division Headquarters in European theater under
General Patton
Army counselor at Camp Upton Convalescent Hospital, New York 1943-1946

PROFESSIONAL ORGANIZATION MEMBERSHIPS:

Alabama Chapter, Public Relations Society of America (Past President)
Alabama-Mississippi Chapter, Public Relations Society of America (Past Vice President)
Public Relations Council of Alabama
Academy of Hospital Public Relations
American College Public Relations Association
ACPRA Section of the Association of American Medical Colleges

SPECIAL ACADEMIC ASSIGNMENTS:

Public Relations Advisor to President, Alverton-Draughon College 1956-1965
Lecturer on public relations, Samford University 1967
Lecturer on public relations, Extension Division of School of Commerce,
COMMITTEES: University of Alabama 1968

International Relations Committee, American College Public Relations Association
Development and Membership Committee, Public Relations Society of America,
Chairman 1968
Antioch College Alumni Association - Board of Directors 1968

SPECIAL ASSIGNMENTS:

Wrote series of articles based on four week special assignment in Europe 1950
Wrote articles on tour of Guatemala, El Salvador 1951
Wrote series of articles on visits to Hollywood film capital 1951, 1954
Consultant - Weekend guest of President Miguel Ydigoras Fuentes of
Guatemala 1959
Member of three man U.S. Salvation Army Relief Delegation to Haiti following
Hurricane Flora disaster 1963

HONORS:

1st in Alabama to become PRSA accredited by examination
Who's Who in Public Relations
Who's Who in Southeast and Southwest
Paper, "Bridging the Communications Gap With Spanish" chosen in New Look
competition to be read at ACPRA annual meeting, Boston, 1966
Repeated talk to Bureau of International Labor Affairs, Department of Labor,
Washington, D. C., 1966
Received \$1,000 stipend for film, "The Health Team," which I produced, wrote and
PUBLICATIONS: directed. 1968

An author of 87th Infantry Division History, Army-Navy Publishing Co.,
Baton Rouge, 1947
"Impasse" in Best One Act Plays 1948-49, Dodd-Mead, New York, 1949
"Publicity Tips" booklet, Thom Henricks, Birmingham, 1965

PR 5

Members, Board of Trustees:

1968-69 Budget Revisions

Recommendation: that the following revisions in the 1968-69 budget be authorized and approved.

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
A. <u>Restricted Funds</u>			
1. Income estimates	\$ 3,986,466	\$ 4,911,541	\$ 925,075
2. Expenditures			
Dawson Springs 4-H Camp Building Fund	-0-	5,025	5,025
Real Property Acqui- sition	-0-	900,000	900,000
General Expenses	20,000	28,000	8,000
Thailand Projects	-0-	10,000	10,000
Gifts and Grants for Scholarships	141,156	143,206	<u>2,050</u>
			925,075
3. <u>Comments</u> - Additional funds have recently been received for the Dawson Springs Building Fund and the Scholarships. The Fund Balances are appropriated for non-recurring purposes.			
B. <u>General Funds</u>			
1. Income estimates			
State Appropriation	47,121,900	47,166,900	45,000
Fund Balances	1,600,000	3,013,600	<u>1,413,600</u>
			1,458,600

2. Expenditures

Community College Sys- tem			
Madisonville Commu- nity College	62,000	107,000	45,000
Vocational Education Programs	-0-	63,600	63,600
Thomas Hunt Morgan School - Equipment	-0-	150,000	150,000
Educational Television	-0-	250,000	250,000
Minor Capital Improve- ments	300,000	1,200,000	900,000
Agriculture - Entomol- ogy Equipment	-0-	50,000	<u>50,000</u>
			1,458,600

3. Comments - Funds were allocated to the Council on Public Higher Education for the operation of the Madisonville Cooperative College, and subsequently, the General Assembly authorized the Madisonville Community College which was opened in August 1968. These funds have been transferred from the Council to the University of Kentucky. Fund Balances are appropriated for non-recurring purposes.

Action: Approved X Disapproved Other

Date: November 19 , 1968.

FCR 1

Members, Board of Trustees:

INTERIM FINANCIAL REPORT

Recommendation: that the financial report for the four months ending October 31, 1968 be accepted.

Background: This report reflects income of \$40,474,657.21 for the period of the report; the income figure is 47.8% of the annual income estimate of \$84,632,761.48.

The expenditures and commitments represent a total of \$28,409,603.35 for this four months' period, or 33.6% of the expenditure authority of \$84,632,761.48 approved by the Board.

Action: Approved X Disapproved Other

Date: November 19, 1968

UNIVERSITY OF KENTUCKY

LEXINGTON, KENTUCKY 40506

OFFICE OF VICE PRESIDENT
BUSINESS AFFAIRS AND TREASURER

November 8, 1968

Dr. A. D. Kirwan, Interim President
University of Kentucky
Lexington
Kentucky

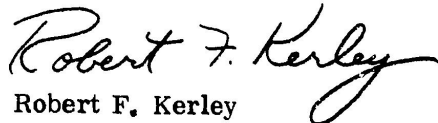
Dear Dr. Kirwan:

Submitted herewith is the interim financial report of the University of Kentucky for the period July 1, 1968 through October 31, 1968. This report consists of a balance sheet for the twelve fund groups, and statements of income and appropriations showing the financial transactions for the four months ended October 31, 1968.

<u>Exhibit</u>	<u>Name</u>	<u>Page</u>
A	Balance Sheet	1
B	Summary of Current Funds Income and Appropriated Balances	7
C	Summary of Current Funds Expenditures	8
D	Statement of Unexpended Plant Funds	10
E	Statement of Retirement of Indebtedness Funds	13
F	Statement of Sinking Funds	14
G	Summary of Other Funds Transactions	15
	1. Loan Funds	
	2. Endowment Funds	
	3. Agency Funds	

This report is intended to form a comprehensive and permanent record of the finances of the University for the period covered.

Respectfully submitted,



Robert F. Kerley
Vice President- Business Affairs
and Treasurer

/rts

EXHIBIT A

University of Kentucky
Balance Sheet
October 31, 1968

ASSETS

I. Current Funds:

A. Unrestricted:

Cash:

Federal funds	\$ 535,862.83
Depository funds	956,539.89
On deposit with State Treasurer	4,950,415.02
Available balance, state appropriation	<u>7,425,357.84</u>
Total cash	13,868,175.58
Reimbursements due from State Treasurer	554,660.18
Due from other funds	778,030.58
Accounts receivable	706,063.67
Notes receivable	71,190.00
Unrealized income (Exhibit B)	31,795,980.08
Inventories and undistributed charges	<u>2,130,313.03</u>

Total unrestricted \$ 49,904,413.12

B. Restricted:

Cash in bank	247,510.25
Due from other funds	461,382.33
Petty cash advances	225,565.66
Investments	4,558,572.51
Accounts receivable	228,362.86
Unrealized income (Exhibit B)	<u>1,377,772.12</u>

Total restricted 7,099,165.73

C. Hospital and clinics:

Cash:

Depository funds	485,625.46
On deposit with State Treasurer	334,900.01
Available balance, state appropriation	<u>553,881.90</u>
Total cash	1,374,407.37
Accounts receivable (net of allowance for doubtful accounts of \$ 4,669,954)	1,727,243.95
Unrealized income (Exhibit B)	5,943,162.47
Inventories	<u>429,355.75</u>

Total hospital and clinics 9,474,169.54

University of Kentucky
Balance Sheet
October 31, 1968

EXHIBIT A

LIABILITIES AND FUND BALANCES

I. Current Funds:

A. Unrestricted:

Accounts payable--county funds	\$	9,222.28
Outstanding encumbrances		3,307,493.97
Due to Federal Government		44,086.86
Due to other funds		1,037,561.80
Advances from state for imprest cash fund		400,000.00
Unencumbered balance, departmental appropriations (Exhibit C)		41,662,359.03
Deferred income--student fees		192,185.25
Reserve for inventories		1,050,552.83
Reserve for notes receivable		71,190.00
Special reserve--University Hospital		249,000.00
Unallocated fund balances		<u>1,880,761.10</u>

Total unrestricted \$49,904,413.12

B. Restricted:

Outstanding encumbrances		35,826.79
Due to other funds		2,098,459.83
Outstanding check liability		9,898.45
Undistributed collections and clearing		1,375,020.16
Unencumbered balance, departmental appropriations (Exhibit C)		982,871.60
Unappropriated funds balances		<u>2,597,088.90</u>

Total restricted 7,099,165.73

C. Hospital and clinics:

Outstanding encumbrances		63,861.27
Due to other funds		23,645.92
Unexpended balance, departmental appropriations (Exhibit C)		7,565,891.11
Reserve for inventories		396,176.97
Reserve for accounts receivable		1,424,594.27

Total hospital and clinics 9,474,169.54

University of Kentucky
Balance Sheet
October 31, 1968

ASSETS

D. Housing and dining system:

Cash in bank	\$ 309,849.75
Due from other funds	828,466.41
Accounts receivable	10,152.00
Inventories	582,089.74
Unrealized income (Exhibit B)	4,006,989.48
Funded future bond interest expense	1,395,282.50

Total housing and dining system \$ 7,132,829.88

E. Auxiliary enterprises:

Cash in bank	136,016.93
Due from other funds	914,672.38
Accounts receivable	13,309.32
Inventories	183,902.00
Unrealized income (Exhibit B)	<u>1,034,200.12</u>

Total auxiliary enterprises 2,282,100.75

TOTAL CURRENT FUNDS \$ 75,892,679.02

II. Loan Funds:

Cash in bank	\$ 46,924.19
Notes receivable	3,971,314.00
Due from Federal Government	5,003.41
Due from United Student Aid loan fund	2,000.00

TOTAL LOAN FUNDS \$ 4,025,241.60

III. Endowment Funds:

Cash in bank	\$ 64,994.19
Cash on deposit with Trustee	32.97
Investments	<u>589,630.33</u>

TOTAL ENDOWMENT FUNDS \$ 654,657.49

University of Kentucky
Balance Sheet
October 31, 1968

EXHIBIT A

LIABILITIES AND FUND BALANCES

D. Housing and dining system:	
Bonds payable	\$ 1,395,282.50
Deferred income-student fees	5,952.00
Due to other funds	31,008.07
Unexpended balance, departmental appropriations (Exhibit C)	4,816,172.73
Funds balances:	
Funds for renewals and replacement	323,182.58
Unallocated	<u>561,232.00</u>
Total housing and dining system	\$ 7,132,829.86
E. Auxiliary enterprises:	
Outstanding encumbrances	127,832.53
Due to other funds	36,930.30
Unencumbered balance, departmental appropriations (Exhibit C)	1,195,863.66
Unallocated funds balances	<u>921,474.26</u>
Total auxiliary enterprises	<u>2,282,100.75</u>
TOTAL CURRENT FUNDS	<u>\$ 75,892,679.02</u>
II. Loan Funds:	
Federal sponsored loan funds:	
Federal government	\$ 3,529,074.53
University matching funds	340,392.46
Accumulated interest income	<u>66,930.55</u>
Total Federal sponsored loan funds	<u>3,936,397.54</u>
University loan funds:	
University student loan funds	28,038.73
University special student loan funds	58,805.33
United Student Aid loan fund	<u>2,000.00</u>
Total University loan funds	<u>88,844.06</u>
TOTAL LOAN FUNDS	<u>\$ 4,025,241.60</u>
III. Endowment Funds:	
Funds balances	\$ 654,657.49
TOTAL ENDOWMENT FUNDS	<u>\$ 654,657.49</u>

EXHIBIT A

University of Kentucky
Balance Sheet
October 31, 1968

ASSETS

IV. Plant Funds:

A. Unexpended plant funds:

Cash on deposit with State Treasurer	\$ 389,190.22
Capital construction funds	30,224,546.01
Due from Federal Government	1,335,675.00
Due from other funds	601,991.86
Construction authorized (Exhibit D)	49,510,741.48

Total unexpended plant funds \$ 82,062,144.57

B. Retirement of indebtedness funds:

Cash on deposit with State Treasurer	211,512.78
Accounts receivable	3,230.61
Unrealized income (Exhibit E)	<u>2,614,354.29</u>

Total retirement of indebtedness funds 2,831,097.68

C. Sinking funds:

Cash on deposit with Trustee	117,074.08
Investments held by Trustee	<u>8,183,411.74</u>

Total sinking funds 8,300,485.82

D. Invested in plant:

Land	5,378,378.41
Buildings	120,607,507.00
Equipment	<u>29,034,544.00</u>

Total invested in plant 155,020,429.41

TOTAL PLANT FUNDS \$248,214,157.48

V. Agency Funds:

Cash in bank	\$ 10,180.42
Due from other funds	<u>338,946.30</u>

TOTAL AGENCY FUNDS \$ 349,126.72

University of Kentucky
Balance Sheet
October 31, 1968

EXHIBIT A

LIABILITIES AND FUND BALANCES

IV. Plant Funds:

A. Unexpended plant funds:

Outstanding encumbrances	\$ 13,163,362.25
Due to other funds	272,615.00
Due to Commonwealth of Kentucky	6,504,151.00
Notes payable	31,400,000.00
Appropriations-unencumbered balances (Exhibit D)	17,423,047.48
University equity in projects	<u>13,298,968.84</u>

Total unexpended plant funds \$ 82,062,144.57

B. Retirement of indebtedness funds:

Unexpended balances, debt service (Exhibit E)	2,743,813.29
Funds balances	<u>87,284.39</u>

Total retirement of indebtedness funds 2,831,097.68

C. Sinking funds:

Bonds payable	3,333,000.00
Funds balances (Exhibit F)	<u>4,967,485.82</u>

Total sinking funds 8,300,485.82

D. Invested in plant:

Bonds payable	50,261,717.50
Due to other funds	400,000.00
Net investment in plant	<u>104,358,711.91</u>

Total invested in plant 155,020,429.41

TOTAL PLANT FUNDS \$ 248,214,157.48

V. Agency Funds:

Agency funds' balances	\$ 349,126.72
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TOTAL AGENCY FUNDS \$ 349,126.72

University of Kentucky
 Summary of Current Funds Income and Appropriated Balances
 For the Four Months Ended October 31, 1968

EXHIBIT B

<u>Fund and Source:</u>	<u>Estimated</u>	<u>Realized</u>	<u>Unrealized</u>
A. Unrestricted:			
Student fees	\$ 7,856,600.00	\$ 4,249,732.38	\$ 3,606,867.62
State appropriations	43,042,229.00	22,038,790.00	21,003,439.00
Federal appropriations	4,821,335.00	1,422,385.00	3,398,950.00
County appropriations	639,500.00	182,087.02	457,412.98
Endowment income	48,200.00	30,546.76	17,653.24
Gifts and grants	2,341,082.63	65,832.82	2,275,249.81
Sales and services	1,645,365.00	608,957.57	1,036,407.43
Fund balances appropriated for current operations	1,565,033.15	1,565,033.15	
Prior year encumbrances appropriated	1,056,236.58	1,056,236.58	
Total unrestricted	<u>63,015,581.36</u>	<u>31,219,601.28</u>	<u>31,795,980.08</u>
B. Restricted	<u>1,973,794.38</u>	<u>596,022.26</u>	<u>1,377,772.12</u>
C. Hospital and clinics:			
State appropriations	4,071,051.00	2,074,490.00	1,996,561.00
Hospital earned income- net	5,645,320.00	1,698,718.53	3,946,601.47
Fund balances appropriated for current operations	193,000.00	193,000.00	
Prior year encumbrances appropriated	83,857.60	83,857.60	
Total hospital and clinics	<u>9,993,228.60</u>	<u>4,050,066.13</u>	<u>5,943,162.47</u>
D. Housing and dining system	<u>7,437,681.00</u>	<u>3,430,691.52</u>	<u>4,006,989.48</u>
E. Auxiliary enterprises	<u>2,212,476.14</u>	<u>1,178,276.02</u>	<u>1,034,200.12</u>
TOTAL CURRENT FUNDS INCOME AND APPROPRIATED BALANCES	<u>\$84,632,761.48</u>	<u>\$40,474,657.21</u>	<u>\$44,158,104.27</u>

University of Kentucky
 Summary of Current Funds Expenditures
 For the Four Months Ended October 31, 1968

EXHIBIT C

<u>Fund and Function:</u>	<u>Appropriations</u>	<u>Expenditures</u>	<u>Encumbrances</u>	<u>Unencumbered Balance</u>
A. Unrestricted:				
Departments of instruction and research	\$ 24,696,876.97	\$ 7,135,635.29	\$ 788,221.08	\$ 16,773,020.60
Community colleges	5,510,545.09	1,651,045.02	216,152.26	3,643,347.81
Summer session	549,822.75	566,116.12	510.30	(16,803.67)
Organized activities	906,753.78	173,428.29	77,710.53	655,614.96
Organized research	6,026,909.69	1,779,414.16	687,764.71	3,559,730.82
Libraries	1,824,876.74	541,684.00	14,158.76	1,269,033.98
Extension and public services	7,174,415.27	2,254,511.45	85,902.99	4,834,000.83
Maintenance and operation of plant	3,778,780.20	957,342.01	472,933.69	2,348,504.50
Major improvements	300,000.00	47,833.00		252,167.00
Acquisition of equipment	137,321.43	30,731.48	76,875.85	29,714.10
General administration	2,463,846.99	699,523.26	43,302.96	1,721,020.77
Student services	2,245,864.89	653,761.53	68,265.16	1,523,838.20
Staff benefits	3,713,766.00	1,142,380.07	13,167.07	2,558,218.86
General institutional services	1,738,585.74	447,255.86	177,416.88	1,113,913.00
Service enterprises	116,870.76	47,795.14	25,180.56	43,895.06
Debt service cost	1,400,000.00	470,802.85		929,197.15
Student aid	7,500.00	1,400.00		6,100.00
Reserves	422,845.06		5,000.00	417,845.06
Total unrestricted	<u>63,015,581.36</u>	<u>18,600,659.53</u>	<u>2,752,562.80</u>	<u>41,662,359.03</u>

University of Kentucky
 Summary of Current Funds Expenditures
 For the Four Months Ended October 31, 1968

EXHIBIT C

<u>Fund and Function:</u>	<u>Appropriations</u>	<u>Expenditures</u>	<u>Encumbrances</u>	<u>Unencumbered Balance</u>
B. Restricted:				
Departments of instruction and research	\$ 461,759.25	\$ 61,564.68	\$ 12,289.39	\$ 387,905.18
Organized research	226,576.00	59,522.96	5,663.38	161,389.66
Libraries	9,214.00	153.61		9,060.39
Extension and public services	597,483.73	245,685.01	1,883.63	349,915.09
General administration	39,614.73	15,282.28	3,326.30	21,006.15
Student services	55,527.00			55,527.00
General institutional services	94,270.00	37,449.99	208.96	56,611.05
Student aid	470,366.49	528,824.75		(58,458.26)
Construction	18,983.18	8,199.75	10,868.09	(84.66)
Total restricted	<u>1,973,794.38</u>	<u>956,683.03</u>	<u>34,239.75</u>	<u>982,871.60</u>
C. Hospital and clinics	<u>9,993,228.60</u>	<u>2,379,915.19</u>	<u>47,422.30</u>	<u>7,565,891.11</u>
D. Housing and dining system	<u>7,437,681.00</u>	<u>2,621,508.27</u>		<u>4,816,172.73</u>
E. Auxiliary enterprises	<u>2,212,476.14</u>	<u>888,779.95</u>	<u>127,832.53</u>	<u>1,195,863.66</u>
TOTAL CURRENT FUNDS EXPENDITURES	<u>\$84,632,761.48</u>	<u>\$25,447,545.97</u>	<u>\$ 2,962,057.38</u>	<u>\$56,223,158.13</u>

University of Kentucky
Statement of Unexpended Plant Funds
For the Four Months Ended October 31, 1968

EXHIBIT D

Construction:	<u>Appropriation</u>	<u>Expenditures</u>	<u>Encumbrances</u>	<u>Unencumbered Balance</u>
Main campus-				
Undergraduate housing complex	\$ 525,481.70		\$ 183,214.45	\$ 342,267.25
Classroom-office building	12,089,195.00	\$ 6,430,835.08	4,516,442.63	1,141,917.29
Completed projects clearing	156,095.95		15,667.59	140,428.36
Total construction-main campus	<u>12,770,772.65</u>	<u>6,430,835.08</u>	<u>4,715,324.67</u>	<u>1,624,612.90</u>
Community colleges-				
Ashland	3,476,120.00	116,569.78	2,955,113.59	404,436.63
Elizabethtown	1,765,998.65	591,071.40	976,775.00	198,152.25
Hazard	124,250.00	51,246.38	51,403.07	21,600.55
Henderson	44,835.00	40,859.13	1.00	3,974.87
Hopkinsville	210,650.00	153,354.58	4,250.00	53,045.42
Jefferson	1,530,452.00	1,419,076.16	53,329.55	58,046.29
Maysville	1,872,054.00	989,992.33	858,275.37	23,786.30
Northern	1,050,167.02	794,875.33	53,807.36	201,484.33
Prestonsburg	227,007.24	218,849.16	93.65	8,064.43
Somerset	192,869.00	162,971.62	5,841.00	24,056.38
Southeast	44,270.00	33,466.25	3,251.00	7,552.75
Movable classroom-office building	437,271.00	420,002.94		17,268.06
Total community colleges	<u>10,975,943.91</u>	<u>4,992,335.06</u>	<u>4,962,140.59</u>	<u>1,021,468.26</u>
Total construction	<u>23,746,716.56</u>	<u>11,423,170.14</u>	<u>9,677,465.26</u>	<u>2,646,081.16</u>
Major Improvements:				
Food storage building- refrigeration	28,839.50	27,678.55		1,160.95
Animal care facilities for medical research	296,200.00	289,464.91		6,735.09
Wood Utilization Center- student housing	17,250.00	14,087.09	1.00	3,161.91
Agricultural Engineering Building-renovation	99,634.00	95,166.94	97.72	4,369.34
Tobacco and health research equipment installation	225,821.00	147,759.69	22,555.57	55,505.74
Demolition of residential buildings for surface parking	23,066.00	17,262.00		5,804.00

University of Kentucky
Statement of Unexpended Plant Funds
For the Four Months Ended October 31, 1968

EXHIBIT D

Major Improvements (continued)	<u>Appropriation</u>	<u>Expenditures</u>	<u>Encumbrances</u>	<u>Unencumbered Balance</u>
Helen G. King Alumni House	\$ 45,124.00	\$ 45,000.87	\$ 70.00	\$ 53.13
Parking structures	3,890,818.00	1,005,432.80	2,698,055.72	187,329.48
Temporary ETV production center	394,147.00	239,952.63	145,624.68	8,569.69
Engineering Building--7th floor alterations for materials science program	58,093.00	54,097.22	1,040.66	2,955.12
New serving lines--Donovan Hall Cafeteria	142,163.00	120,801.92	15,038.61	6,322.47
Agricultural Sciences laboratory Building # 2	17,500.00	14,999.00	1.00	2,500.00
Electrical substation # 2--central campus	55,600.00	5,272.05	44,369.61	5,958.34
Cooling plant # 2--central campus	1,242,138.00	75,677.45	18,186.89	1,148,273.66
Installation of auxiliary system--central heating plants	443,774.00	370,335.13	29,311.55	44,127.32
Anderson Hall--miscellaneous renovation	138,009.00	131,712.42	5,510.74	785.84
Modernization of lighting and lighting control systems-- Theatre	82,223.00	6,586.38	1,902.99	73,733.63
Civil Engineering Research Laboratory renovation	10,402.00	3,127.04	6,805.07	469.89
Center Motel renovation	103,260.00	55,938.45	42,096.15	5,225.40
Pre-fabricated laboratory building	1,595,972.00	74.90	15,010.75	1,580,886.35
Art Building	5,800.00	3,927.31	210.49	1,662.20
Office area--Service Building	25,100.00	7,573.72	15,148.45	2,377.83
Office laboratory--student quarters swine research program--Coldstream Farm	106,337.50	55,104.48		51,233.02
Renovation of Reynolds # 3	135,437.00	99,796.26	29,382.13	6,258.61
Electrical renovation--Bowman and Breckinridge Halls	62,699.00	52,680.60	6,858.45	3,159.95
Agronomy seed laboratory--air conditioning	2,500.00		1,000.00	1,500.00
Renovation of Pharmacy Building	2,500.00			2,500.00
Memorial Hall renovation	28,700.00	21,770.19	81.00	6,848.81
Funkhouser mechanical and electrical renovation	1,000.00	1,000.00		
Administration Building--remodeling Phase II	170,257.00	145,029.72	21,300.27	3,927.01

University of Kentucky
Statement of Unexpended Plant Funds
For the Four Months Ended October 31, 1968

EXHIBIT D

Major Improvements (continued)	<u>Appropriation</u>	<u>Expenditures</u>	<u>Encumbrances</u>	<u>Unencumbered Balance</u>
Horticulture field research laboratory	\$ 30,000.00			\$ 30,000.00
Central campus utility distribution	382,688.00	\$ 6.28		382,681.72
Surface parking area, lighting and landscaping	3,000.00			3,000.00
Pedestrian walks, lighting and landscaping	3,000.00			3,000.00
Margaret I. King library additions	10,000.00			10,000.00
Center for handicapped children	7,000.00			7,000.00
Biological Sciences Building	30,000.00			30,000.00
Aerial mapping	11,546.00	11,541.21		4.79
Veterans Administration Hospital	3,000.00			3,000.00
Cooling plant # 1	2,500.00			2,500.00
Total major improvements	<u>9,933,098.00</u>	<u>3,118,857.21</u>	<u>\$ 3,119,659.50</u>	<u>3,694,581.29</u>
Minor Construction	<u>1,000,265.01</u>	<u>611,074.79</u>	<u>361,748.45</u>	<u>27,441.77</u>
Property Acquisitions	<u>2,225,650.00</u>	<u>2,154,683.79</u>	<u>4,489.04</u>	<u>66,477.17</u>
Undistributed portion-Consolidated Educational Building Bonds- Anticipation Notes 1967	<u>12,481,045.26</u>	<u>1,616,545.82</u>		<u>10,864,499.44</u>
Clearing Account	<u>123,966.65</u>			<u>123,966.65</u>
TOTAL UNEXPENDED PLANT FUNDS	<u>\$49,510,741.48</u>	<u>\$18,924,331.75</u>	<u>\$13,163,362.25</u>	<u>\$17,423,047.48</u>

University of Kentucky
Statement of Retirement of Indebtedness Funds
October 31, 1968

EXHIBIT E

<u>Income:</u>	<u>Estimated</u>	<u>Realized</u>	<u>Unrealized</u>
Debt service charged to:			
Unrestricted funds	\$ 1,192,434.00	\$ 470,802.85	\$ 721,631.15
Housing and dining system	1,757,112.25		1,757,112.25
Auxiliary enterprises	174,982.98	37,372.09	137,610.89
Sinking funds	6,641.70	6,641.70	
University of Kentucky Athletic Association	49,916.10	49,916.10	
Fund balances appropriated	23,799.46	23,799.46	
<hr/>			
TOTAL RETIREMENT OF INDEBTEDNESS FUNDS (Exhibit A)	\$ 3,204,886.49	\$ 588,532.20	\$ 2,616,354.29

<u>Debt Service:</u>	<u>Appropriated</u>	<u>Expended</u>	<u>Unexpended Balance</u>
Auditorium Field House	\$ 45,666.85	\$ 45,672.75	(5.90)
Library Service Building	4,130.74	, 65.00	4,065.74
Stadium Addition	15,505.00	243.75	15,261.25
Chi Omega	3,428.15	2,981.30	446.85
Journalism Building	12,509.00		12,509.00
Alpha Delta Pi	4,125.00		4,125.00
Dorms A, B, C, D, E, and F	38,820.00	7,910.00	30,910.00
Dorms G, H, I, J, K, and L	50,812.50		50,812.50
Phi Delta Theta	8,550.00		8,550.00
Delta Delta Delta	6,565.00	5,325.00	1,240.00
Alpha Tau Omega	8,670.00		8,670.00
Consolidated Educational Buildings-Series A	503,038.00	123,593.85	379,444.15
Community Colleges Educational Buildings-Series A	87,099.00	34,673.75	52,425.25
Consolidated Educational Buildings- Series B	524,623.00	180,778.81	343,844.19
Alpha Gamma Rho and Sigma Chi	16,558.00	7,293.74	9,264.26
Community Colleges Educational Buildings-Series B	77,674.00	32,031.50	45,642.50
Student Housing Bonds of 1964	40,000.00	20,503.75	19,496.25
Housing and Dining System Revenue Bonds- Series A-I	1,757,112.25		1,757,112.25
<hr/>			
TOTAL RETIREMENT OF INDEBTEDNESS FUNDS (Exhibit A)	\$ 3,204,886.49	\$ 461,073.20	\$ 2,743,813.29

University of Kentucky
Statement of Sinking Funds
For the Four Months Ended October 31, 1968

EXHIBIT F

Housing and Dining System Bond and Interest Fund	\$ 1,701,110.44
Housing and Dining System Repair and Maintenance Reserve	562,883.82
Bowman, Keeneland, Cooperstown, Blazer and Student Union Future Interest Fund	1,384,401.12
Consolidated Educational Buildings-Series A	567,631.28
Consolidated Educational Buildings-Series B	541,375.71
Community Colleges Educational Buildings-Series A	74,508.41
Community Colleges Educational Buildings-Series B	50,179.81
Housing Bonds of 1960	37,093.59
Housing Bonds of 1960-Maintenance Reserve	12,720.17
Student Housing Bonds of 1964	<u>35,581.47</u>
 TOTAL SINKING FUNDS (Exhibit A)	 <u><u>\$ 4,967,485.82</u></u>

University of Kentucky
 Summary of Other Funds Transactions
 For the Four Months Ended October 31, 1968

EXHIBIT G

<u>Loan Funds:</u>	<u>Balances</u> <u>July 1, 1968</u>	<u>Receipts</u>	<u>Expenditures</u>	<u>Balances</u> <u>October 31, 1968</u>
Federal sponsored loan funds:				
Federal government	\$ 3,238,054.59	\$ 291,019.94		\$ 3,529,074.53
University of Kentucky	322,968.01	17,424.45		340,392.46
Accumulated interest income	65,073.40	1,857.15		66,930.55
University loan funds:				
University student loan funds	23,984.51	4,054.22		28,038.73
University special student loan fund	58,114.89	690.44		58,805.33
United Student Aid loan fund	2,000.00			2,000.00
TOTAL LOAN FUNDS	<u>\$ 3,710,195.40</u>	<u>\$ 315,046.20</u>		<u>\$ 4,025,241.60</u>
 <u>Endowment Funds:</u>				
TOTAL ENDOWMENT FUNDS	<u>\$ 639,096.61</u>	<u>\$ 15,560.88</u>		<u>\$ 654,657.49</u>
 <u>Agency Funds:</u>				
TOTAL AGENCY FUNDS	<u>\$ 785,560.18</u>	<u>\$ 1,672,051.78</u>	<u>\$ 2,108,485.24</u>	<u>\$ 349,126.72</u>

FCR 2

Members, Board of Trustees:

ACCEPTANCE OF AUDIT REPORTS FOR
STUDENT LOAN AND WORK STUDY PROGRAM

Recommendation: that the Board of Trustees accept the Accountants' Reports submitted by Peat, Marwick, Mitchell & Co. for the Economic Opportunity Act of 1964 College Work-Study Program and the National Defense Education Act of 1958 Student Loan Program for the fiscal year ended June 30, 1968.

Background: The Department of Health, Education, and Welfare requires an audit of the College Work-Study Program and the National Defense Education Act Student Loan Program each fiscal year in accordance with guidelines established by the Department.

The Finance Committee of the University of Kentucky has reviewed the Accountants' Reports submitted by the firm Peat, Marwick, Mitchell & Co. in conjunction with the audit of these programs and presents these reports to the Board for its acceptance.

(The Accountants' Reports are not included as a part of the Minutes but are in the official files of the Board of Trustees.)

Action: Approved X Disapproved _____ Other _____

Date: November 19, 1968

FCR 3

Members, Board of Trustees:

ACCEPTANCE OF "MANAGEMENT LETTER"
FROM EXTERNAL AUDITORS FOR 1967-68

Recommendation: that the Board of Trustees accept the management letter dated October 9, 1968 from the firm of Peat, Marwick, Mitchell & Co., Certified Public Accountants for the fiscal year ended June 30, 1968.

Background: During the examination of the financial statements of the University of Kentucky and its affiliated corporations for the year ended June 30, 1968, Peat, Marwick, Mitchell & Co. made certain observations and recommendations relating to internal and administrative controls and fiscal procedures.

(The management letter is not included as a part of the Minutes but is in the official files of the Board of Trustees.)

Action: Approved X Disapproved Other

Date: November 19, 1968

FCR 4

Members, Board of Trustees:

APPROPRIATION OF FUND BALANCES -
AUXILIARY ENTERPRISES

Recommendation: that \$80,820 be appropriated from fund balances in the Auxiliary Enterprise account for renovation of Housing and Dining facilities.

Background: These funds will permit the installation of new tile in Jewell Hall, air conditioning of Jewell Hall lobby and Holmes Hall lobby, valances with flourescent lamps over each desk in Donovan Hall, and the installation of an electrical outlet to accommodate air conditioning units in each apartment in Cooperstown. (The electrical capacity in Shawneetown is inadequate to handle a unit in each apartment.)

Action: Approved X Disapproved Other

Date: November 19, 1968

FCR 5

Members, Board of Trustees:

APPRAISAL CONTRACT

Recommendation: that the Vice President-Business Affairs and Treasurer be authorized to contract with Manufacturers Appraisal Company of Philadelphia, Pennsylvania, for the purpose of securing an appraisal of the value of the University Hospital facilities and equipment within the Albert B. Chandler Medical Center.

Background: Medicare regulations require that the University have a fixed asset ledger based upon historical costs, and also that the University substantiate depreciation expense under the cost reimbursement formula. The University presently has a fixed asset ledger based upon replacement costs only.

Action: Approved X Disapproved Other

Date: November 19, 1968

FCR 6

Members, Board of Trustees:

EASEMENT WITH KENTUCKY UTILITIES COMPANY

Recommendation: that the Board of Trustees authorize the Vice President-Business Affairs and Treasurer to execute to Kentucky Utilities Company (1) an easement for an electrical substation on a 160' X 185' lot just west of University Drive and just south of Housing Complex Drive with two 69 KV underground lines running from Nicholasville Road to the boundary of the substation, and (2) an easement for the construction, maintenance and operation of transmission lines over properties of the University situated on Higby Mill Road about seven miles from Lexington in Fayette County.

Background: (1) Kentucky Utilities Company has determined that the projected electrical load growth at the University requires higher capacity and larger switching equipment. In addition, Kentucky Utilities Company proposes to install automatic sectionalizing equipment to provide alternate transmission sources at the substation. This determination has been reviewed and approved by Proctor-Ingels and Associates acting in their capacity as consultants to the University.

Kentucky Utilities Company agrees that all work will be coordinated with the University and in accordance with University specifications.

(2) Kentucky Utilities Company desires the right, power and privilege to construct, inspect, maintain, operate, enlarge and rebuild a transmission line or lines for transmission of electrical energy across properties of the University on the Higby Mill Road approximately seven miles from Lexington in Fayette County. In consideration of this easement, Kentucky Utilities Company agrees to pay to the University the sum of \$1,500.00. The easement contains the usual covenants and conditions to protect the University.

Action: Approved X Disapproved _____ Other _____

Date: November 19 , 1968

FCR 7

Members, Board of Trustees:

APPROVAL FOR CONSTRUCTION OF HEADQUARTERS
BUILDING FOR COUNCIL ON STATE GOVERNMENT

Recommendation: that the Board of Trustees confirm, ratify, and approve the project for the construction of a Headquarters Building for the Council of State Governments upon land leased to the Council pursuant to previous action of the Board.

Background: This action is recommended for the purpose of reconciling the accounts designation of the Commonwealth of Kentucky and the University with regard to this project. Funds for the project were furnished to the University by the Commonwealth pursuant to a resolution of the State Property and Buildings Commission. However, approval of the Board is required so that proper entries may be made on the fund obligation documents.

Action: Approved X Disapproved Other

Date: November 19, 1968

F C R 8

Members, Board of Trustees:

EASEMENT - HENDERSON COMMUNITY COLLEGE

Recommendation: that the Board of Trustees authorize the Vice President - Business Affairs and Treasurer to execute an easement to the City of Henderson, Kentucky, for the installation of water and sewer facilities across property of Henderson Community College.

Background: The above described easement is being requested by the City of Henderson, for and on behalf of C. C. Royer, for the purpose of running water and sewer lines to property presently being developed by Mr. Royer. The proposed easement is near the location of a recently constructed City sewer. University officials are of the opinion that this easement would not provide any obstruction to future development and recommend that the easement be granted. University officials also note that Mr. Royer has been very cooperative on a number of occasions with officials of Henderson Community College.

The easement provides the usual clauses to protect the University from any and all damage, and also to restore the property as nearly as reasonably possible to its original condition. In addition, the easement requires written notice from the City of Henderson prior to entering upon the property for the purpose of constructing, operating, maintaining or removing the water and sewer facilities.

Action: Approved X Disapproved Other

Date: November 19, 1968

FCR 9

Members. Board of Trustees:

UTILIZATION OF UNIVERSITY HOUSING FACILITIES

Recommendation: that the Board of Trustees adopt the following policy statement regarding assignment of students to University residence halls.

It is the policy of the University to assure maximum utilization of the University's Housing Facilities. In order to implement this policy, the Administration is authorized and directed to promulgate such rules and regulations as are necessary to assure maximum occupancy of the residence halls at all times. These rules and regulations shall require freshmen to reside in University facilities, and may, if necessary to assure full occupancy of the residence halls, require other undergraduate classes of students to live on campus with the exception of:

- (1) students who are twenty-one years or older
- (2) students who are veterans of at least two (2) years of active military service
- (3) students who commute from home
- (4) students who are married
- (5) students who obtain special permission from the University Housing Office

Background: The Housing and Dining System Bond Indenture approved by the Board of Trustees provided for the Board to enact parietal rules to assure adequate security to the bond holders. A policy has not been enacted. The primary objective is that residence halls be filled to capacity by students who desire to reside in them; however, to provide a reasonable room and board rate for students desiring to live in residence halls and to protect the credit of the University, such policy is necessary.

Action: Approved X Disapproved _____ Other _____

Date: November 19 , 1968

Office of the President
November 19, 1968

FCR 10

Members, Board of Trustees:

LAND ACQUISITION - MAYSVILLE

Recommendation: that the Vice President-Business Affairs and Treasurer, with approval of the President, be authorized and directed to acquire, at fair market value, either by purchase or condemnation, for the purpose of expanding the plant and extending the usefulness of the University, the property not presently owned by the University which is included in the following description of property located at the Maysville Community College of the University of Kentucky:

Beginning at a right of way (R/W) marker of Ky. Highways # 68 & 62, the same corner used in original survey, at end of starting bearing and distance; thence in a North direction N. $16^{\circ} 25'$ E. 182.0 ft. to post; thence N. $02^{\circ} 50'$ W. 192.7 ft. to post at corner of gas meter lot; thence N. $04^{\circ} 12'$ W. 662.3 ft. to post corner of subdivision; thence with line of same N. $70^{\circ} 30'$ W. 900.0 ft.; thence N. $70^{\circ} 05'$ W. 698.2 ft. to post corner; thence S. $30^{\circ} 16'$ W. 220.5 ft. to original line by gas pipeline; thence with same N. $58^{\circ} 37'$ W. 210.0 ft. to stake by fence. (This line crossing Lawrence Creek.) Thence S. $48^{\circ} 38'$ W. 586.7 ft.; thence S. $28^{\circ} 24'$ W. 327.0 ft. to large honey locust tree; thence S. $11^{\circ} 05'$ E. 318.0 ft. to post; thence S. $06^{\circ} 18'$ W. 436.0 ft. to corner of first survey in old dirt road. Thence S. $00^{\circ} 30'$ W. 883.4 ft. to post; thence

S. 56° 36' W. 85.0 ft.; thence S. 04° 14' E. 636.6 ft. to R/W of Kenton Station Road. Thence with R/W S. 81° 21' E. 268.75 ft. to R/W marker at James Allen's yard. Thence with his line N. 02° 55' E. 51.0 ft. to post. Thence S. 80° 28' E. 136.0 ft. to R/W marker at Highways # 68 & 62; thence with R/W markers N. 33° 00' E. 235.0 ft.; thence N. 61° 20' E. 281.0 ft.; thence N. 38° 45' E. 55.0 ft; thence N. 59° 24' E. 128.0 ft; thence N. 57° 48' E. 83.0 ft; thence N. 47° 28' E. 129.0 ft. Thence N. 72° 15' E. 227.3 ft; thence N. 57° 32' E. 200.0 ft. to R/W marker corner to original survey. Thence N. 58° 37' E. 46.6 ft; thence N. 51° 48' E. 51.8 ft.; thence N. 76° 35' E. 105.1 ft; thence N. 55° 43' E. 289.7 ft.; thence N. 45° 42' E. 496.1 ft; thence N. 31° 33' E. 208.6 ft. to R/W marker, the beginning. Containing 121.15 acres.

Background: The Advisory Board of the Maysville Community College has requested that the Board of Trustees acquire this property, consisting of approximately 44.35 acres for the future expansion of the Maysville Community College in accordance with the preliminary development plan of that College previously approved by this Board. Funds for the acquisition of the said property will be provided by the Licking Valley College Development Corporation.

Action: Approved X Disapproved Other

Date: November 19 , 1968

FCR 11

Members, Board of Trustees:

HOUSING AND BOARD RATES

I. Adjustment of Room and Board Rates--Undergraduate Residence Halls--
Regular Semester

Recommendation: That the semester room and board rates be adjusted to \$460 for the three meal plan and to \$408 for the two meal plan effective the Fall Semester, 1969.

Background: The present room and board rate of \$440 for the three meal plan and \$385 for the two meal plan is insufficient to meet the higher operating costs and financial demands of the Housing and Dining System. The proposed adjustment results primarily from increased labor and food costs. These rates cover debt service, a reserve for maintenance of structures, all operating costs, and funds for replacement of furniture and equipment.

The projected 1969-1970 room and board rates for the eleven bench mark state universities including the University of Kentucky range from \$393.50 to \$525 with a median of \$456.

II. Adjustment of Room Rates--Undergraduate Residence Halls--Summer School

Recommendation: That the Summer School room rates be adjusted to \$115 for double occupancy and \$145 for single occupancy effective the 1970 summer session.

Background: The present room rate is \$110 for double occupancy and \$140 for single occupancy. The summer rate is based upon the same weekly rate as the regular semester, with the single rate being 125% of the double occupancy rate. The calculation is based upon a 16 week semester and an eight week summer session.

III. Adjustment of Room Rates--Professional Building

Recommendation: That the semester room rate for students residing in the professional building be adjusted to \$257 for double occupancy and \$323 for single occupancy effective the Fall Semester, 1969.

Background: The present rates are \$235 for double occupancy and \$295 for single occupancy. The rates for this residence hall have been mid-way between the graduate rate for an efficiency apartment and the undergraduate rate. This rate retains that same position. The single rate is 125% of the rate for double occupancy.

IV. Adjustment of Room Rates--Graduate Apartments

Recommendation: That the semester rate for graduate efficiency apartments be adjusted to \$285 per semester and that the graduate one-bedroom apartments be adjusted to \$330 per semester.

Background: The present rates are \$250 for an efficiency apartment and \$300 for a one-bedroom apartment. The rate for graduate apartments is the same annual amount charged for married apartments with an adjustment for custodial supplies and telephones which are provided in graduate student apartments but not in married student apartments.

V. Adjustment of Apartment Rates for Married Student Housing

Recommendation: That the monthly rental rate for efficiency apartments be adjusted to \$85, that the monthly rental rate for one-bedroom apartments be adjusted to \$100, and that the monthly rental rate for two-bedroom apartments be adjusted to \$110 effective the Fall Semester, 1969.

Background: The present rates (\$80 per month for efficiency apartments, \$95 per month for one-bedroom apartments, and \$105 per month for two-bedroom apartments) were established in 1964. Higher labor costs, increases in water rates, and the normal increases in operating costs make a rate adjustment necessary. The rental rates include basic furnishings and utilities.

VI. Adjustment of Conference and Guest Rates

Recommendation: That room rates for conference groups and guest rooms be adjusted as follows, effective Summer, 1970.

<u>Double Room</u>	<u>Single Room</u>
\$20 per week for periods of 5-8 weeks	\$25 per week for periods of 5-8 weeks
\$25 per week for periods of 14-28 days	\$30 per week for periods of 14-28 days
\$5 per day for periods of 13 days or less	\$7 per day for periods of 13 days or less
Guest Rooms in Residence Halls	\$3 per person
Guest Apartment	\$7 single, \$10 double
Guest in Student Room	\$1 per person

Background: The present rates for conference groups and guest rooms are as follows:

<u>Double Room</u>	<u>Single Room</u>
\$17 per week for periods of 5-8 weeks	\$20 per week for periods of 5-8 weeks
\$22 per week for periods of 14-28 days	\$24 per week for periods of 14-28 days
\$5 per day for periods of 13 days or less	\$6 per day for periods of 13 days or less
Guest Rooms in Residence Halls	\$2 per person
Guest Apartment	\$5 per person
Guest in Student Room	\$.50 per person

These rates for short term occupancy are calculated to cover basic costs. They were last changed in 1964.

Action: Approved X Disapproved Other

Date: November 19, 1968