

Minutes of the Regular Meeting of the Board of Trustees of the University of Kentucky, April 7, 1936.

The Board of Trustees of the University of Kentucky met in President McVey's office at the University April 7, 1936, at 10:30 a.m. The members of the Board present were Richard C. Stoll, Acting Chairman (Governor Chandler being unable to attend on account of business at the Executive Chamber); James Park, Louis Hillenmeyer, R. Miller Holland, Dr. George Wilson, J. B. Andrews, Reed Embry, John Newcomb and H. S. Cleveland, President F. L. McVey and Secretary D. H. Peak. This was the first meeting attended by the new members, Messrs. Embry, Cleveland and Newcomb.

1. Minutes Approved.

The minutes of the following meetings were approved as published: Regular Meeting of the Board of Trustees, January 14, 1936; Executive Committee, February 25, 1936; Executive Committee, March 9, 1936.

2. President's Report.

The President made his regular quarterly report which was ordered to be recorded in the Minutes. The report is in words and figures as follows:

QUARTERLY REPORT OF THE PRESIDENT OF THE UNIVERSITY TO THE BOARD OF TRUSTEES, APRIL 7, 1936.

Membership of Board of Trustees

The constitution of the Board of Trustees of the University of Kentucky is fixed by law in the Act of 1918. Under the provisions of that act, the Board consists of three ex-officio members, three members from the State Board of Agriculture, six members at large, and three members chosen from the alumni of the University. This board now consists of the following ex-officio members: Honorable Albert Benjamin Chandler, Governor of Kentucky; Honorable Harry W. Peters, Superintendent of Public Instruction; Honorable Garth Ferguson, Commissioner of Agriculture. The ex-officio members serve for a period of four years, beginning with 1936, with the exception of the Governor, whose term expires in December, 1939. The members from the State Board of Agriculture are appointed for terms of six years, their service varying in accordance with their appointment. The same is true of the members at large and alumni members. The terms of appointment and service are as follows:

From the State Board of Agriculture:

Reed Embry, Louisville, Kentucky, appointed
January, 1936.
John Newcomb, Bardstown, Kentucky, appointed
January, 1936.
Horace S. Cleveland, Franklinton, Kentucky,
appointed January, 1936.

From the State at large:

Richard C. Stoll, Lexington, Kentucky, reapp-
ointed January, 1936, for six years.
Robert G. Gordon, Louisville, Kentucky, reap-
ointed January, 1936, for six years.
Joe B. Andrews, Newport, Kentucky, reappointed
January, 1936, to fill out unexpired
term of old appointment to 1940.
R. Miller Holland, Owensboro, Kentucky, reappoint-
ed January, 1936, to fill out unex-
pired term of old appointment to
1938.
G. C. Wells, Paintsville, Kentucky, reappointed
January, 1936, to fill out unexpired
term of old appointment to 1938.
John S. Cooper, Somerset, Kentucky, reappointed
January, 1936, to fill out unexpired
term of old appointment to 1940.

From the Alumni of the University:

Louis Hillenmeyer, Lexington, Kentucky, reappoint-
ed January, 1936, for six years.
James Park, Lexington, Kentucky, reappointed Jan-
uary, 1936, to fill out unexpired term
of old appointment to 1940.
George H. Wilson, Lexington, Kentucky, reappointed
January, 1936, to fill out unexpired
term of old appointment to 1938.

The Building Program

Among the various matters which have been brought to the at-
tention of the Board of Trustees from time to time, are the build-
ing program and the securing of funds from federal and private
sources to carry it out. At previous meetings the Board has voted
the necessary authority to receive the grant and make the loan.
Through the untiring efforts of Dean James H. Graham and through
the help of various banking concerns and legal firms the loan for
\$600,000 was completed on February 15. The amount of the bonds

is \$634,000 on a thirty year basis at three per cent interest. The bonds were sold so as to give a 3.4 interest to the purchasers. I have to report that the bonds were delivered to the purchasers and the money received and deposited with the Fifth-Third Union Trust Company of Cincinnati. The University has received interest payments amounting to \$4,050.00. The bonds are now in the possession of the Mutual Benefit Life Insurance Company, who bought the entire issue. The fact that the bonds are in the possession of one owner makes the payment of interest and amortization charges much simpler, than if the owners were scattered over a considerable area.

The plans for the buildings have gone forward, so that I am able to report that the heating plant and distributing system with specifications are ready for advertisement. The same may be said of the south building of the Engineering group. Considerable discussion has been given to the location of the Student Union Building, and it has been decided to recommend to the Board the placing of this building between the Men's Gymnasium and Frazee Hall. The architects selected to plan the building are Messrs. Frankel and Gillig. The problems connected with the location of this building are considerable. The main difficulty is getting everything in such a building as can be constructed for \$200,000, and providing the facilities for the many activities some people think should go into the building. There has been some comment in THE KERNEL and the main argument seems to be that the University should supply as large a dancing floor as possible. It is expected that the plans for this building will be ready the latter part of May and construction should begin in June. Meanwhile, the Board may pass upon the question whether any of the money now deposited in Cincinnati should be invested in interest-earning securities.

Members of the Board and officers of the University have been concerned over the question of paying interest upon the amounts borrowed. An interest charge of \$9,500 will be due July 1, 1936, and a similar amount on January 1, 1937, and on July 1, 1937. In addition to the interest payment there will be due on July 1, 1937, \$15,000 on the principal. Thus in the intervening months between July 1, 1936, and July 1, 1937, it will be necessary to provide a fund of \$43,500, to meet the interest and amortization payments. To meet this situation the interest paid on the bonds in advance of their use has been placed in an interest fund. The sum is \$4068.17. In the preparation of plans and work done in advance of the building program the sum of \$6,900.54 has been spent on the building program. This amount should be placed in the interest fund. There is still the further sum of \$3,697.00 already paid by the University as a refund on gas consumption, and a small sum of about \$600 is due from the Experiment Station for greenhouse material transferred to them from the greenhouses removed from the College of Engineering. These should also be placed in this fund. The provisions of the contract between the Federal Government and the University make it possible to advance out of the grant and loan received, the first payment of interest. Keeping these sums

together there is in hand the sum of \$34,775.84, leaving \$8,724.16 to be provided for by the first of July, 1937. It would appear, therefore, that the University is in very good condition to meet the loan requirements in the earlier periods before the buildings begin to make a return.

Out-of-State Travel

I am calling the attention of the Board of Trustees to the situation that exists in connection with out-of-state travel expense. The University has, of necessity, asked the Finance Board to pass on a number of requests for out-of-state travel. Most of these requests have been refused with considerable inconvenience to those making the request for allowance. The difficulties seem to be out of proportion to the problems involved. In the past year the University spent for out-of-state travel \$3,500. I take it that no one believes the University should be cut off from out-of-state contacts, and I sincerely hope that when the organization of the State has been worked out the problem can be solved in a way satisfactory to all concerned.

Morrill Act and Interest

It will be recalled that the University of Kentucky is a land grant institution, founded under the provisions of the Morrill Act of 1862. Under this act the University receives an annual fund, which is given to the land grant institutions of the country. It also received a land endowment, and since there were no federal lands in this State, it was given 330,000 scrip acres. This land scrip was given to the University of Kentucky and the Kentucky State Industrial College at Frankfort, but it was sold by the State and the amount received was to be a perpetual endowment and the interest on it paid to the institutions, and a contract was entered into between the State and the Federal Government. For more than sixty-five years this payment has been made, but on the first of July, 1935, the payment was not made, so there is due at the present time \$12,966.75 in back payments upon this endowment fund. I have delayed presenting the matter until some difficulties arising out of the legislative situation should be passed by. The legislature in its budget act did not make provision for the amount. However, it may be said that in all the 65 years no special appropriation was set aside for the payment of the interest.

The State Budget and University Funds

The State Legislature passed a budget act which gave to the University \$660,000.00 annually, for the next two years for the purpose of meeting the general support of the institution. The sum is \$19,000 short of the sum received from the legislature of two years ago. The bill also provides \$24,000 for agricultural instruction, and this is \$1500 less than the appropriation of two years ago. The budget bill allowed \$8,000 each for repairs and

the summer session. These items are \$1,000 each less than they were two years ago. The \$50,000 annual support of the Experiment Station was cut \$2,000. The amount for public service laboratories is \$2,000 less for the biennium than it was two years ago. Agricultural Extension has been cut approximately \$6,000 for each year of the coming biennium, and the small item for nursery inspection has been cut in the sum of \$500 for each year. The yearly appropriation for the two substations at Princeton and Quicksand has been cut \$1,000 each. The total of these reductions from the appropriations of two years ago amounts to \$35,000 annually.

University Budget for 1936-37

I have presented today in accordance with the regulations of the Board, a tentative outline of the budget for 1936-37. I have estimated the income for that period at \$1,208,835.50. In view of the fact that amounts that would be available for expenditures during the year were not known until a few days before the meeting of the Board, I present the requests that have been made by the colleges and departments as the aggregate sum called for for the coming year. There is a difference between income and expenditures of \$79,000. I am asking the Board to give the income and expenditure statement their approval, giving me the opportunity to present the details at the meeting in June. Meanwhile, as the executive officer of the University, I am confronted with the problem of reducing expenditures by \$79,000, in order to balance the budget.

In going over the requests of the different colleges and departments, I was quite impressed with the needs that were presented, and, on the whole, the careful consideration of the requests of the departments. The University is really hard-pressed to keep up its laboratories and supplies, to say nothing of the enlargement of the Library.

Library Development

The last statement in the previous paragraph leads me to make a comment on the library situation. The library of the University of Kentucky has grown quite rapidly in the last twenty years. I have some interesting statements to make in connection with this development. Mr. James A. McMillan, Librarian of Louisiana State University, presented some statistics concerning southern universities. The figures I have before me are for the year 1934-35. According to this statement the University of Kentucky was sixth in the size of its library among thirty southern institutions. It was third in the increase in the number of volumes, and eighth in the amount of money used for its support. Duke University has the second largest library and spends the largest amount. The largest library is that of Texas University. While this report shows that the University of Kentucky was third in the number of volumes added, the fact of the matter is that a considerable portion of the books was given to the library. Nevertheless, the

statements I have made indicate considerable progress, but we ought to make still more, because the library is the center of the University.

Graduate Work and the Council on Higher Education

A meeting was held on February 16 in the Governor's Mansion at Frankfort. This meeting consisted of the Governor and the presidents of the state supported institutions of higher learning in the State. The Governor requested that two things be done in the matter of higher education:

1. That the State teachers' colleges should increase their fees to \$25.00 a semester.
2. That the four teachers' colleges should give up graduate instruction.

The request was based on the statement that the State of Kentucky could not maintain five graduate schools, and that the expense and duplication could not be justified. These two propositions were agreed to, and at the meeting of the Council on Higher Education on February 24, these proposals were adopted as the policy of the Council. In addition, provision was made restricting the summer sessions to an eight weeks term.

The important thing about this action is that for the first time in the history of the State, a definite policy has been adopted regarding graduate instruction. To my mind it is a statesman-like procedure. Undoubtedly, such action places new responsibilities upon the University, in that it concentrates graduate work at the University. This work must be well done and thoroughly done. Consequently, it will be necessary to increase expenditures for library facilities, laboratory equipment and supplies in the graduate field.

For some time I have been corresponding with the General Education Board about the matter of the University Library. The officers of the Board are very courteous, but could give me no hope of doing anything for the library. However, when I called their attention to the outstanding act of the Council on Higher Education, they became interested and I think they see possibilities of doing something in connection with this new movement in the State. This is perhaps only hope on my part, but I shall report to the Board from time to time such progress as is made in connection with the matter.

A University Press

I have been very much delighted with the interest manifested in the proposal for a University Press. A good many suggestions have been made, not only as to procedure, but, also, as to possible publications. Without doubt, a considerable amount of material can be placed here at the University and in the State with

such a press that, without it, probably never would be published. Under present laws, any printing done by the University must receive the approval of the printing board. This is in a measure a kind of censorship and, certainly, a very important one, as far as expenditures are concerned. The problem is to give the University a freedom which it does not possess at the present time in the matter of publications. The reason why this restriction is placed upon the University is that it comes under the agreement and contract arrangements between the State and the State printer. It is also due to the desire of the State to restrict expenditures in the matter of printing. No particular objection can be raised against such provisions, except that they were intended to apply to the various departments of the State, and the University has been carried into a situation governed by laws and regulations that were made for a wholly different situation than that in which it finds itself. If the University is to have a press, the only way in which it can be brought about, as far as I can see at the present time, is to establish a press association, which should have a relationship to the University but not be under its control.

If the University is to join the institutions of larger scope and standing, it will be compelled to undertake some sort of systematic and effective means of publishing the results of scholarship and research on the campus. It is a very serious question and I hope the Board will give to it the best thought and consideration.

Conclusion

I close this report with some regret that so much time is taken to discuss these various points, but there are many problems with which the University is confronted and those mentioned today are part of them. I am sure the Board is greatly interested and I know it can be helpful by advice and direction.

3. Financial Report.

The Financial Report for month of March, 1936, was presented to the Board by President McVey and was ordered inserted in the Minutes. The report reads as follows:

Statement of Income and Expenditures
Month of March 1936

	Previously Reported	Current Month	Fiscal Year to Date
General Fund Income			
Federal Appropriation	35,625.00	7,125.00	42,750.00
Vocational Ed. Bd.	13,176.28	3,829.82	17,006.10
Interest on Peabody Endowment	1,000.00	1,000.00	2,000.00
State Appro.- Back Sal- aries	71,100.00		71,100.00
State Appro. - Sum.Sch.	9,000.00		9,000.00
Special Agr. Appro.	16,900.00	2,150.00	19,050.00
State Appro.-Repairs to Buildings	3,872.58	1,094.14	4,966.72
State Appro. - General	446,800.49	58,032.45	504,832.94
Student Fees	210,319.90	7,313.90	217,633.80
Student Fees - Sum.Sch.	59,228.17	(22.00)	59,206.17
Student Fees - U.H.S.	9,133.50	480.00	9,613.50
Student Fees - El.Tr.Sch.	7,960.00	265.00	8,225.00
Student Fees - Un. Ext.	11,857.06	2,765.39	14,622.45
Miscellaneous Receipts	9,929.87	4,090.22	14,020.09
Rentals	1,940.30	355.00	2,295.30
Men's Dormitories	14,764.01	631.90	15,395.91
Total	<u>922,607.16</u>	<u>89,110.82</u>	<u>1,011,717.98</u>
Expenditures			
Instruction	521,954.38	70,347.54	592,301.92
Adm., Expense & Maint.	165,226.22	32,614.64	197,840.86
Additions and Better.	12,733.17	938.36	13,671.53
Total	<u>699,913.77</u>	<u>103,900.54</u>	<u>803,814.31</u>
Excess of Income over Ex- penditures	<u>222,693.39</u>	<u>(14,789.72)</u>	<u>207,903.67</u>
Patterson Hall Income			
Board	39,867.61	1,261.80	41,129.41
Miscellaneous Receipts	255.06		255.06
Room Rent - Summer Sch.	2,089.00		2,089.00
Total	<u>42,211.67</u>	<u>1,261.80</u>	<u>43,473.47</u>
Expenditures			
Expense	28,640.84	4,741.23	33,382.07
Additions and Better- ments	547.25		547.25
Total	<u>29,188.09</u>	<u>4,741.23</u>	<u>33,929.32</u>

Excess of Income over Expenditures	<u>13,023.58</u>	<u>(3,479.43)</u>	<u>9,544.15</u>
General Fund Income	964,818.83	90,372.62	1,055,191.45
General Fund Expenditures	<u>729,101.86</u>	<u>108,641.77</u>	<u>837,743.63</u>
Excess of General Fund Income over Expend.	235,716.97	(18,269.15)	217,447.82
Accounts Payable liquidated	(71,191.63)		(71,191.63)
Excess of Expenditures over Receipts for General Ledger accounts	<u>3,210.92</u>	<u>(91,786.46)</u>	<u>(88,575.54)</u>
Excess of Receipts over Expenditures for the fiscal year to date - General Fund	<u>167,736.26</u>	<u>110,055.61</u>	<u>57,680.65</u>
Excess of Receipts over Expenditures for the fiscal year to date - General Fund			57,680.65
Cash in Bank July 1, 1935 - General Fund			<u>5,837.75</u>
Cash in Bank March 31, 1936 - General Fund			<u>63,518.40</u>
Experiment Station Income			
Hatch - Federal Appro.	11,250.00		11,250.00
Milk and Butter - Cash Receipts	6,605.38	776.78	7,382.16
Beef Cattle Sales	1,775.27		1,775.27
Dairy Cattle Sales	575.54	146.24	721.78
Sheep Sales	537.94	33.70	571.64
Swine Sales	1,472.81	20.00	1,492.81
Poultry Sales	1,768.38	336.28	2,104.66
Farm Produce Sales	1,973.72	122.79	2,096.51
Horticultural Sales	398.40	21.50	419.90
Seed Test	553.79	62.25	616.04
Seed Inspection	11,270.69	6,834.39	18,105.08
Rentals	5,157.35	97.67	5,255.02
Miscellaneous	410.79	628.55	1,039.34
Fertilizer - Fees	16,491.46	7,292.75	23,784.21
Public Service - State Appropriation	15,230.07	1,802.50	17,032.57
Public Service - Misc.	16.60		16.60
Feeding Stuffs - Fees	34,944.33	5,524.96	40,469.29
Adams - Federal Appro.	11,250.00		11,250.00
Serum - Sales	1,304.83	140.25	1,445.08
Serum - Virus Sales	109.60	14.85	124.45
Serum - Live Stock Sales	129.76		129.76
Serum - Supply Sales	105.75	28.20	133.95
Serum - Misc. Receipts	2.35		2.35
State Appropriation	36,233.83	3,145.00	39,378.83
Creamery - License Fees	8,313.00	25.50	8,338.50
Creamery - Testers' Lic.	2,893.95	37.00	2,930.95

Creamery - Glassware			
Tested	490.32	75.78	566.10
Robinson - State Appro.	8,167.50	1,138.75	9,306.25
Robinson - Misc. Receipts	1,974.12	230.88	2,205.00
West Ky. - State Appro.	10,632.64	1,148.16	11,780.80
West Ky. - Misc. Rec.	6,552.79	485.08	7,037.87
Purnell - Federal Appro.	45,000.00		45,000.00
Bankhead-Jones - Fed. Appro.	14,800.88		14,800.88
Nursery Inspection - State Appro.	1,679.74		1,679.74
Nursery Inspection - Fees	1,295.00	125.00	1,420.00
Total	<u>261,568.58</u>	<u>30,294.81</u>	<u>291,663.39</u>
Expenditures			
Expense	209,531.57	33,082.45	242,614.02
Additions and Better.	3,066.26	1,387.80	4,454.06
Total	<u>212,597.83</u>	<u>34,470.25</u>	<u>247,068.08</u>
Excess of Income over Expenditures	48,770.75	(4,175.44)	44,595.31
Accounts Payable - liquidated	(3,150.32)		(3,150.52)
Excess of Receipts over Expenditures for General Ledger accounts	<u>19,011.58</u>	<u>1,899.91</u>	<u>20,911.49</u>
Excess of Receipts over Expenditures	<u>64,632.01</u>	<u>(2,275.53)</u>	<u>62,356.48</u>
Excess of Receipts over Ex- penditures for the fiscal year to date - Experiment Station			62,356.48
Cash in Bank July 1, 1935 - Experiment Station			<u>(23,296.47)</u>
Cash in Bank March 31, 1936 - Experiment Station			<u>39,060.01</u>
Extension Division Income			
Federal Bankhead-Jones	289,850.11		289,850.11
Federal Smith-Lever	74,154.58	74,154.59	148,308.77
Federal Add. Co-op.	15,500.00	5,500.00	21,000.00
Federal Supplementary	26,545.52	26,545.52	53,091.04
Federal Capper-Ketcham	18,400.49	18,400.48	36,800.97
Smith-Lever -- State	83,200.00	10,700.00	93,900.00
County and Other	12,936.32	3,022.80	15,959.12
Total	<u>520,586.82</u>	<u>138,323.19</u>	<u>658,910.01</u>
Expenditures			
Expense	<u>364,820.77</u>	<u>60,974.78</u>	<u>425,795.55</u>
Excess of Income over Ex- penditures	<u>155,766.05</u>	<u>77,348.41</u>	<u>233,114.46</u>

Excess of Income over Ex- penditures for the fiscal year to date - Extension Division			253,114.46
Cash in Bank July 1, 1935 - Extension Division			<u>305.82</u>
Cash in Bank March 31, 1936 - Extension Division			<u><u>233,418.28</u></u>
Trust Fund Income			
Student Loan Fund	5,406.25	480.47	3,886.72
Student Notes Paid	2,763.23	424.00	3,187.23
Total Receipts	<u>6,169.48</u>	<u>904.47</u>	<u>7,073.95</u>
Expenditures			
Expense	26.33		26.33
Student Notes	150.00	20.00	170.00
General Ledger accounts	5,000.00		5,000.00
Total Expenditures	<u>5,176.33</u>	<u>20.00</u>	<u>5,196.33</u>
Excess of Receipts over Ex- penditures	<u>993.15</u>	<u>884.47</u>	<u>1,877.62</u>
Excess of Receipts over Ex- penditures for the fiscal year to date - Trust Fund			1,877.62
Cash in Bank July 1, 1935 - Trust Fund			<u>1,128.84</u>
Cash in Bank March 31, 1935 - Trust Fund			<u><u>3,006.46</u></u>
Summary			
General Fund Income	964,818.83	90,372.62	1,055,191.45
Experiment Station Income	261,368.58	30,294.81	291,663.39
Extension Division Income	520,586.82	138,323.19	658,910.01
Trust Fund Income	3,406.25	480.47	3,886.72
Total	<u>1,750,180.48</u>	<u>259,471.09</u>	<u>2,009,651.57</u>
General Fund Expend.	729,101.86	108,641.77	837,743.63
Experiment Sta. Expend.	212,597.83	34,470.25	247,068.08
Extension Div. Expend.	364,820.77	60,974.78	425,795.55
Trust Fund Expend.	26.33		26.33
Total	<u>1,306,546.79</u>	<u>204,086.80</u>	<u>1,510,633.59</u>
Excess of Income over Ex- penditures	443,633.69	55,384.29	499,017.98
Accounts Payable - liqui.	(74,341.95)		(74,341.95)
Excess of Expenditures over Receipts for General Ledger accounts	17,222.50	(89,886.55)	(72,664.05)
Student Loan Fund Notes	2,613.23	404.00	3,017.23

Petty Cash account	<u>200.00</u>	<u>200.00</u>
Excess of Receipts over Expenditures for the fiscal year to date - Combined Fund	<u>389,327.47</u>	<u>(34,098.26)</u> 355,229.21
Excess of Receipts over Expenditures for the fiscal year to date - Combined Fund		355,229.21
Cash in Bank and on hand July 1, 1935 - Combined Fund		<u>(14,026.06)</u>
Cash in Bank and on hand March 31, 1936 - Combined Fund		<u>341,203.15</u>

Abstract of item shown on Statement
of Income and Expenditures as "Excess
of Receipts and Expenditures for Gen-
eral Ledger accounts \$72,664.05"

	<u>Debit</u>	<u>Credit</u>
Accounts Receivable	59,061.57	
Insurance Paid in Advance	357.39	
Sundry accounts	<u>13,245.09</u>	
	72,664.05	

4. Requisition Committee Report.

The Requisition Committee filed written report of its action each week from March 11, 1936, to April 1, 1936, inclusive. The report shows that orders had been made by the Business Office on the authority of the Requisition Committee in the manner prescribed by the Board of Trustees and state laws, running from No. 5042 to No. 5629. The report was examined, and on motion and second the orders named therein were ratified and approved and payments on said orders were authorized and approved. The following budget additions, shown in the report, were approved: advance payment on Warehouse, \$6,350.00; Patrick house, \$1,181.00; Venetian blinds, Library, \$394.49; desks and counter files for Registrar, \$594.78; bath rooms, Patterson Hall, \$7,991.00; mimeograph machine repairs, Stenographic Bureau, \$20.00.

5. Allotments for March.

The Minutes of March 9, 1936, show allotments for the University made by the Board of Finance and Budgetary Control at its meeting held March 9, 1936. The following additional allotments were made by the said Board on March 23, 1936:

Experiment Station Analysis	\$ 500.00
Nursery Inspection	200.00
College Repairs	1,000.00.

6. Budget for 1936-1937.

The President presented a tentative budget giving figures in detail. For his comment thereon reference is made to his report herein. On motion and second the tentative budget was approved as a basis for revised budget to be presented by President McVey at the June meeting of the Board.

7. Interest on Bonds.

The following is taken from the Minutes of March 9, 1936:

"The Business Agent reported that he has made request of the Auditor of Public Accounts by 'pay-in-voucher' to give credit to the University of Kentucky for the unpaid installments of interest on land grant statutory bonds (Morrill Act) the total due and unpaid to date being \$12,966.75."

Reference is made to President's report herein for statement of facts and of progress of collection of the amount due. The President was directed to press the collection thereof.

8. Act of State Legislature Accepting Bankhead-Jones Federal Appropriation.

The following copy of resolution passed by the 1936 General Assembly of Kentucky, accepting the provisions of the Federal appropriation was ordered inserted in the Minutes:

JOINT RESOLUTION

(Expressing assent of the Legislature of the State of Kentucky to the provisions and purposes of the Act approved June 29, 1935 (Public-No. 182-74th Congress).

Whereas, There has been enacted by the Senate and House of Representatives of the United States of America in Congress assembled, An Act to provide for research into basic laws and principles relating to agriculture and to provide for the further development of cooperative agricultural extension work and the more complete endowment and support of land-grant colleges, approved June 29, 1935 (Public-No. 182-74th Congress), and

Whereas, the Provisions of the Act and the purpose of the grants of money authorized by the Act are made subject to the legislative assent of the several states and territories,

Therefore, be it resolved by the House of Representatives of the Legislature of the State of Kentucky, the Senate concurring, that the assent of the Legislature of the State of Kentucky, required by the said Act, be and the same is hereby given.

9. Damage to Gymnasium by Blasting Settled.

Reference is made to Section 7 of the Minutes of February Meeting of the Executive Committee for an order authorizing settlement of claim against the Northern States Construction Company. The draft named in the following letter was accepted and the matter closed.

15.

March 26, 1936.

University of Kentucky,
Lexington, Ky.

re. University of Kentucky
vs. Northern States Cont. Co.
Acci. 11-29-34.
34-Cp-7905-D-32.

Attention: Mr. D. H. Peak

Gentlemen:

We are enclosing our draft #27895 for \$12.60 with release in duplicate and it will be appreciated if you will kindly sign both copies, have signature properly witnessed and return to us.

Very truly yours,

AMERICAN MUTUAL LIABILITY INSURANCE
COMPANY.

(Signed) J. A. Bracewell
BRANCH CLAIM MANAGER.

10. Tax Payment Due Central Kentucky District Warehousing Corporation.

The following request of balance due on tax payment was made by the Central Kentucky District Warehousing Corporation:

March 12, 1936

University of Kentucky,
Lexington, Kentucky.

Attention: Mr. D. H. Peak.

Gentlemen:

In response to your letter relative to tax item due the Central District Warehousing Corporation, you will find below an itemized statement showing the amount paid and the amount now due.

Interest to June 30, 1935	\$3000.00
City Taxes Paid 6-3-35	1256.85
County Taxes Paid 2-28-35	140.00
County Taxes Payable 2-28-36	140.00
	<u>\$4536.85</u>
Additional Assessments 2-28-36	82.95

You will see from the above that at the time you were billed for county taxes to be paid on the last day of February 1936 that we did not anticipate the additional assessment that was made, therefore, did not include any such amount that finally had to be paid.

CENTRAL DISTRICT WAREHOUSING CORPORATION

(Signed) By Julian Adair.

Statement of Business Agent:

When the Central District Warehousing Corporation deeded the Warehouse property to the Security Trust Company, the University of Kentucky settled with them as indicated in their letter by payment of \$4,536.85. At that time they paid the state and county taxes of \$140.00. It seems that what is called an additional assessment comes about in this way: The 1934 Legislature passed an act requiring the fiscal year of counties and states to end June 30. In some of the counties previous to passage of this act the fiscal year corresponded to the calendar year. When the law passed in 1934 went into effect these counties took the question to the courts as to whether or not they could charge for an additional six months tax and the decision, as I understand it, was in favor of the counties, consequently, according to information that I get from the sheriff's office, the tax rate for the entire period was sixty-five cents instead of forty-five cents on the hundred. This accounts for a difference of \$37.50 on assessment of \$35,000. I presume, therefore, that the University is indebted to the Warehouse Corporation presumably \$82.95 although I am unable to account for a difference of forty-five cents.

On motion of Mr. Park, duly seconded, it was ordered that the aforesaid Corporation be paid the balance claimed to be due, \$82.95.

11. Rent Due by Kirkland Estate.

The Business Agent submitted the following:

Lexington, Kentucky
March 3, 1936

Mr. D. H. Peak
Business Agent
University of Kentucky,
Lexington, Kentucky.

Dear Mr. Peak:

In answer to your letter of recent date regarding claim of the University of Kentucky against the estate of my husband, J. H. Kirkland, I wish to state that the estate has been settled in full and there are no funds with which to pay any of the indebtedness. I regret that the situation is such.

(Signed) Mrs. Mattie Kirkland
Administratrix of Estate
of J. H. Kirkland.

The Business Agent stated that he had examined the records in the Fayette County Clerk's Office and found that the entire amount of the appraisement was set aside by appraisers to the widow and children.

On motion, duly seconded, it was ordered that the Business Agent may charge as loss the amount of rent due by the Kirkland estate shown on Rent receivable accounts.

12. Repairs on Patrick House.

President McVey stated that, in order to complete the repairs on the Patrick house for use for the Nursery School, it is estimated by the Superintendent of Buildings and Grounds that a further expenditure of funds amounting to \$1,181.00 not heretofore appropriated will be necessary. The expenditure was duly approved.

13. Lots Offered for Sale to University.

President McVey reported that Mr. F. S. Yeager had suggested by letter to him the sale to the University of seventeen lots on Euclid and Adams streets. No action was taken.

He reported further that Attorney A. A. Bablitz offered for sale to the University lots or parts of lots on Prall Street. The University is interested in the latter in order to be able to establish the line of its property at that point. This was continued that more definite information may be obtained.

14. Fire Insurance.

Statement by Business Agent:

The insurance expiring on March 14 has been renewed through the Klair and Scott Agency to June 30, 1936. The cost of this insurance, according to Mr. Scott, will be forty-six per cent of the cost for one year or approximately \$7,140.21 on College schedule. Requisition for payment of this insurance has been approved by the State Auditor but it has not yet been paid on account of changes in rates of the exact amount that will be due on premiums.

Copy of letter from the Security Trust Company to Klair & Scott in regard to the insurance on the property held in trust by the Security Trust Company was presented and filed on Mr. Scott's request.

15. Graduate Work and the Council on Higher Education.

President McVey referred to that part of his report setting forth the action of the Council on Higher Education in regard to fees in teachers' colleges, graduate instruction, and summer session terms. The action had the unanimous approval of the Board members. The President then presented the following report by the Secretary of the University Senate which, on motion and second, was approved and ordered inserted in the Minutes:

Senate Recommendation:

"We recommend to the Board of Trustees:

1. Students now enrolled as candidates for the master's degrees at Western State Teachers College, Eastern State Teachers College, Murray State Teachers College and Morehead State Teachers College, will upon transferring to the University of Kentucky, receive credit for time and amount of work done toward the master's degree in the University of Kentucky.

2. The University of Kentucky will recognize the completed work of holders of master's degrees from the Teachers Colleges by granting to them the master's degree of the University of Kentucky."

(Signed) Ezra L Gillis
Secretary of the Senate

16. Kobert Collection.

Attention was called to the collection of archaeological and other material belonging to Charles Kobert of Lebanon, recently deceased. His son, Dr. Kobert of Danville, wishes to dispose of the collection and has asked the University to consider it. Doctor Kobert does not know what its value is and has no way of determining it. It was moved and seconded that Doctor Kobert be informed that the University would go over his collection and assist in assorting it and cataloging it. It is understood that when this is completed the matter can be taken up again.

17. State Bar Association - Legal Education and Admission.

President McVey presented a report of Acting Dean Frank Murray of the College of Law. The report sets forth certain recommendations made to the State Bar Association by the College of Law, and the favorable action thereon by that Association. The report was received favorably and ordered filed.

18. Copyrights and the Library.

Chairman Stoll referring to that part of the President's report relative to the library suggested that effort should be made toward passage by the United States Congress of an act requiring a copy of each book granted copyright to be furnished without charge to each of the State universities. He further advised that the feasibility of such a law be carefully investigated.

19. Destroy Trustee Election Ballots.

On motion, duly carried, the Secretary of the Board was authorized to have destroyed the ballots, and correspondence now on file, of the election of alumni member of the Board of Trustees, it appearing that the election was regularly, properly and legally held; that the result thereof was properly reported to this Board, and to the Governor of the State; that the Governor accepted the report and made appointment thereon; all of which is shown in the Minutes of the Board of Trustees and Executive Committee from July, 1935, to April, 1936.

20. Right of Way for State Highway -- Robinson Sub-Station.

The following letter from Dean Cooper was ordered made part of the record of this meeting:

I attach a request from the State Highway Commission for a right-of-way at the Robinson Substation. Also, there is attached a sketch of it.

In a letter from Mr. Jones, he indicated that he considered it desirable to grant this request, inasmuch as the land desired is rough and unfit for other purposes. The Highway Department has prepared a general warranty deed for execution. I do not know that the Board will wish to give a warranty deed. In some instances, merely the right-of-way has been granted.

I recommend that the Highway Commission be given the strip of land requested, or that in some way the right-of-way be provided.

(Signed) Thomas Cooper
Dean and Director.

Letters from the district highway engineer were read and, it appearing that such a highway is desirable and will not be of injury to the Robinson grant, the Board, on motion of Mr. Holland, seconded by Mr. Hillenmeyer, approved of a grant of right-of-way, such as will be consistent with the conditions on which the Robinson grant was accepted. Reference of the proposal may be made to the Attorney General, for determination of the character of grant that may be made and for required approval thereof.

21. Injury to W. H. Moores.

Letter received from Dean Cooper ordered copied in Minutes.

March 26, 1936

Dear President McVey:

This is to inform you that Mr. W. H. Moores, a carpenter at the Experiment Station, sustained an injury to his hand yesterday while on duty. I am informed that his right hand was almost severed by a circular saw. He was immediately taken to the Good Samaritan Hospital and his physician called. I understand that he has received the best treatment possible, although the final outcome will not be known for several days.

(Signed) Thomas Cooper
Dean and Director.

22. P. W. A. Construction -- College Docket 1013.a. Confirming Resolution:

President McVey submitted a letter from Dean Graham from which it appears that the Mutual Benefit Life Insurance Company of Newark, New Jersey, has purchased the entire bond issue of \$634,000.00. In order to cure all ambiguity of resolutions of meeting of January 14, 1936, the Board was asked to consider and pass a prepared resolution. After consideration on motion of Mr. Park, duly seconded, the resolution was passed and ordered made a part of these minutes.

Resolution:

WHEREAS, this Board of Trustees of the University of Kentucky, by proceedings heretofore taken and particularly a resolution adopted at its meeting on January 14, 1936, did authorize and provide for the issuance of Building Revenue Bonds of said University in the principal amount of \$634,000, all pursuant to and in accordance with the provisions of Chapter 72 of the Acts of the General Assembly of Kentucky, 1934; and

WHEREAS, provisions were made in and by said proceedings for the payment each year into a fund known as "University of Kentucky Building Revenue Bond and Interest Redemption Fund" of specified sums for the purpose of paying the interest on and the principal of said Building Revenue Bonds, and it is now deemed advisable to particularly confirm said provisions in so far as concerns payments to be so made during the fiscal year ending June 30, 1937, so as to more definitely assure and secure payment of said bonds as to interest due January 1, 1937, and interest and principal due July 1, 1937:

NOW, THEREFORE, the Board of Trustees of the University of Kentucky resolves as follows:

Section 1. That notwithstanding any conditions or reservations contained in proceedings heretofore had, there shall be paid into the "University of Kentucky Building Revenue Bond and Interest Redemption Fund" during the fiscal year commencing July 1, 1936, and ending June 30, 1937, the sum of \$35,720 (exclusive of any such payments into said fund of the amounts received as accrued interest in the issuance of said bonds and of any of the proceeds of said bonds, for the purpose of meeting the payment of the interest on said bonds due July 1, 1936), and all or whatever portion of said sum of \$35,720 as may be necessary, so paid into said fund shall be used and applied solely and only to the payment of the interest due January 1, 1937, and the

interest and principal due July 1, 1937, on the Building Revenue Bonds as referred to in the preamble hereof.

Section 2. That all resolutions or orders in so far as same may be in conflict herewith are hereby repealed and that this resolution be in full force and effect immediately upon its adoption.

b. Payments at Lexington.

It appearing that the entire issue of \$643,000.00 bonds has been sold to the aforesaid insurance company, it is desirable for all payments to be made at bank in Lexington, Kentucky. President McVey was directed to ask the insurance company to send for payment coupons when due and statements of payments due to the First National Bank and Trust Company of Lexington, Kentucky.

c. Report of Sale of Bonds and Collections.

On March 18, 633,000 in bonds dated January 1, 1936, were taken to Cincinnati by Dean Graham, Mr. Farris and myself and delivered to W. E. Hutton and Company, one \$1000.00 bond having previously been mailed to Chapman and Cutler in Chicago. On that date the proceeds of the sale of bonds amounting to \$601,248.98 and \$4,068.17 refund on interest were paid by W. E. Hutton and Company to the Fifth-Third Union Trust Company for credit to the First National Bank and Trust Company of Lexington, Kentucky. The credits in the First National Bank and Trust Company of Lexington were made as follows: \$601,248.98 to the Bond Sales Account and \$4,068.17 to the University of Kentucky Revenue Bond and Interest Redemption Fund. On March 20 there was placed to the College P. W. A. Construction Account 1013, \$201,500.00 withdrawn from the Bond Sales Account for the purpose of meeting requirements of the Federal grant. On the same date there was placed to the Construction Account 1013, \$12,800.00 received on Federal grant.

(Signed)

D. H. Peak
Business Agent

d. Investment of Inactive Funds.

On motion of Mr. Holland, seconded by Doctor Wilson; Chairman Richard C. Stoll, President F. L. McVey and Secretary D. H. Peak were made a committee on investment. This committee is to investigate whether or not the part of the bond sale proceeds not now used to match federal grant may be legally and safely invested, until it is needed for building purposes. Such investment, if made, should be made under the fiduciary laws of the State.

e. Additional Grant.

The following report of Dean Graham was ordered inserted in the Minutes:

April 6, 1936

President Frank L. McVey
University of Kentucky

My dear President McVey:

I sent you on yesterday a copy of my letter to Mr. Sager, wherein I applied for an additional grant, \$327,272, to aid in the financing of our construction program. I am confident that Mr. Sager will approve and forward this to Washington promptly -- where it will receive sympathetic attention within the office of the Administrator. However, it may be well for us to consider all phases of this matter and endeavor to plan accordingly. I therefore offer you the following comments:

1. I observed during my visits to Washington that the Administrator allots the funds available for "Public Works" by states and these are broken-down to the counties. All allotments made to this University and to the City of Lexington are allotted, in the records of P.W.A., to Fayette County. I fully believe we would have received our allotment in the sum of our original application, dated July, 1935, if the local slum clearance project had not been in competition with us.

2. I gather from local news items and gossip that the City of Lexington is now making ready additional plans and applications for new funds -- new waterworks among others -- and these will be charged to Fayette County and will come eventually into competition with the application we have just filed.

3. It might be argued with merit that any grant to this University is a grant to the State-at-large, especially in view of the recent decision concerning graduate schools. But in this connection we must hold in mind that the Governor will apply probably for Federal aid in financing the reconstruction of the several State institutions.

4. If all of this be true, then the pressure upon Washington will be great from both the State and City Administrations, and political aid will be necessary if we are to receive a further grant. I am now of the opinion that after we have done all we can do in Louisville and in Washington, the last push will depend upon Senator Barkley. I believe our local representatives will play

with the City Administration. I also believe the events of the next two months will tell the tale.

If the City Administration should win and receive the allotment of such funds as may be available for expenditure in Fayette County, I suggest the following tentative program:-

(a) Our present grant and our own funds necessary to match it amount to \$365,000 and thus must be expended under P.W.A. regulation and direction. This sum will construct the Central Heating Plant complete; the south Engineering Building, the additional floor of the east Engineering Building and, after paying all incidental expenses, will leave us between fifteen and twenty thousand dollars; which we might apply on engineering equipment.

(b) After talking to several contractors and others in "the know", I find that it is a general practice for contractors to add 15% to their bids for P.W.A. work as an offset for the cost of P.W.A. regulations and restrictions. Stating the same in other words, we can obtain a fifteen cent advantage in every dollar by contracting our work direct, free from P.W.A.

(c) If we fail to obtain an additional grant, we will hold the sum of \$300,000 subject to our own disposal, and thus can expend the already allotted \$200,000 on the Union Building, \$50,000 on its furnishings, \$60,000 on the Law Building and hold a balance of \$90,000 for the remaining engineering building, equipment and incidental expenses or expend it elsewhere as we may decide later -- it will be July before we can start construction on the west building of the engineering group, due to College activities.

(d) The possibilities sketched in paragraphs (b) and (c) are partly the cause of the draft of architects' contract submitted to you on yesterday, wherein no mention was made of P.W.A.

(Signed) James H. Graham
Dean.

f. Advertising Rules.

Dean Graham suggested a set of rules for advertising. The suggestion was unanimously adopted.

Rules:

1. Advertisements for contract bids shall be made through and by the office of the Business Agent of the University.

2. All contract bids shall be mailed or delivered to the office of the President of the University on or before the day and hour stated in the aforesaid advertisements as the day and hour for the opening of the said bids.

3. The opening and reading of all contract bids so advertised and so received shall be held in the office of the President or other place designated by him as being more suitable or convenient.

4. The President, the Business Agent and the Dean of Engineering shall be present at all openings of contract bids or, in case of absence from the campus, by a representative of the absentee.

5. The President shall designate some one familiar with said contract bids to act as clerk and to read the bids aloud to those present. As each bid is read, it shall be tabulated and recorded upon a prepared form. Each bidder present at the opening of the bids shall be given one of these prepared forms for tabulation upon application.

6. When all bids have been opened publicly, read and recorded, the meeting shall be closed by the President, with such statements as he may find appropriate to the occasion.

7. All bids, thus received and opened, shall be given careful and thorough study, and the three lowest and best bids shall be selected and reported by the President to the Executive Committee or to the Board of Trustees, if in session, together with proper analyses and recommendations thereon.

8. After due consideration of the report of the President, the Executive Committee shall award the contract in question to the lowest and best bidder and authorize its Chairman to execute said contract in due form.

9. All estimates, documents and vouchers involving payments on any or all contracts, in part or in whole, shall be prepared in the office of the Dean of Engineering, and when certified by him and in conformity with P.W.A. regulations, shall be delivered to the President and when approved for payment by him or his designate, shall be paid by and through the Business Agent of the University.

I believe that this or a similar procedure should be prescribed by the Board of Trustees. This one I have outlined conforms with P.W.A. procedure.

(Signed) James H. Graham
Dean

g. Deed to Site of Heating Plant.

The Business Agent reported:

The deed from the Security Trust Company to the University of Kentucky to the site of the Heating Plant and the small tract on which the spur of railroad runs has been approved by the Attorney General and lodged for record in the Fayette County Clerk's office. I submit copy for the approval of the Board. Payment for this transfer amounts to \$6,350.00 and includes the interest due for the last six months of this year and the first payment due July 1, 1936. No payment will have to be made in the year 1937 except the amount of interest \$2,600.00. See page 15, Minutes, March 9, 1936.

The deed was approved, ordered copied in the Minutes, and after thus being copied, to be certified to the Secretary of State as the law requires.

Copy of deed:

THIS INDENTURE, made and entered into this 3rd day of April, 1936, by and between the SECURITY TRUST COMPANY, a corporation organized and existing under and by virtue of the laws of the State of Kentucky, with its principal office and place of business in Lexington, Fayette County, Kentucky, party of the first part; and UNIVERSITY OF KENTUCKY, a corporation organized under the laws of the State of Kentucky, and having its principal office and place of business in Lexington, Fayette County, Kentucky, party of the second part,

W I T N E S S E T H:

That said party of the first part in consideration of the sum of One Dollar (\$1.00) cash in hand paid, and other good and valuable considerations, the full receipt of which is hereby acknowledged, has bargained and sold, and does hereby sell, grant and convey unto the party of the second part, its successors and assigns forever, the following described property situated in the City of Lexington, County of Fayette and State of Kentucky, between Limestone and Upper Streets, and more particularly described as follows:

TRACT NO. 1. Beginning at a point (I) in the east line of South Upper Street, corner to the property of the American Tobacco Company, and being the same point (I) as called for in the description of the lease between the Central District Warehousing Corporation and the Commonwealth of Kentucky as recorded in Deed Book 264, Page 321, in the County

Clerk's Office, Lexington, Fayette County, Kentucky, thence S. 13°-47' W. 110.7 feet to a point (J) in the east line of South Upper Street, thence S. 44°-00' E. 111.8 feet to a point (K); thence N. 46°-00' E. 95.6 feet to a point (L) in line of the American Tobacco Company; thence N. 44°-00' W. 70.9 feet to a point (H) in line of the American Tobacco Company; thence N. 45°-11' W. 100 feet to the beginning or point (I). Containing 13,476 square feet.

TRACT NO. 2. Also the following described real estate lying on the west side of South Upper Street in said City, County and State and extending from said South Upper Street to the freight track of the C. N. O. & T. P. Railway, or Cincinnati Southern Railway, and more particularly described as follows:

Beginning on South Upper Street at the southeast corner of a strip of ground conveyed by the City of Lexington to the American Tobacco Company by deed dated December 30, 1904, and recorded in the Fayette County Clerk's office in Deed Book 137, page 106; thence in a westerly direction with the line of the American Tobacco Company lot aforesaid 440 feet, more or less, to the right of way of the C. N. O. & T. P. R. R. Co.; thence with said right-of-way in a southerly direction 20 feet; thence in an easterly direction and parallel with the line of the American Tobacco Company lot 442 feet, more or less, to Upper Street; thence with Upper Street in a northerly direction 20 feet to the point of beginning.

Together with the right, title and interest of said Security Trust Company in and to a certain contract of date August 6, 1910, between the Central Kentucky Tobacco Warehouse Company, a corporation, and the C. N. O. & T. P. R. R. Co., and all powers, privileges and easements acquired by said Central Kentucky Tobacco Warehouse Company under said contract, subject to the terms thereof, which contract and all rights, benefits and privileges thereby conferred upon said Central Kentucky Tobacco Warehouse Company passed by ~~mens~~ assignments to said Security Trust Company, together with the right of said Security Trust Company to use the spur railroad track

now on said property running from Upper Street to the freight track of C. N. O. & T. P. R. R. Co., and being the same property conveyed to said Security Trust Company by deed of Central District Warehousing Corporation dated June 28, 1935, of record in the Fayette County Court Clerk's office, in Deed Book 286, at page 123, subject, however, to the perpetual easement and right of way over and across said strip of ground last above described, and rights therein in common

with the American Tobacco Company, which were conveyed to said American Tobacco Company by deed dated April 30, 1928, and recorded in said Clerk's office in Deed Book 249, page 428, and subject also to the rights, if any, of Liggett and Myers Tobacco Company in said spur railroad track in common with said Security Trust Company and American Tobacco Company, it being understood that the Security Trust Company reserves its rights under said contract to use said easement for the benefit of other property owned by it and adjoining the property hereby conveyed.

All of the above described property being a part of the real estate conveyed to said Security Trust Company, party of the first part hereto, by deed of the Central District Warehousing Corporation dated June 28, 1935, of record in the office of the Clerk of the Fayette County Court in Deed Book 286, at page 123.

TO HAVE AND TO HOLD the said property unto said party of the second part, its successors and assigns forever, together with all of the right, title and interest of said party of the first part in and to said premises, including all exemptions allowed by law, and said party of the first part does hereby covenant to and with the said party of the second part, its successors and assigns, that it will WARRANT SPECIALLY the title to said property.

It is understood and agreed between the parties hereto that there now exists a lease upon said real estate to the party of the second part from the party of the first part hereto, and that the said lease contains an option to purchase and includes not only the property hereinabove described, but other real estate lying adjacent thereto, and it is hereby agreed that this conveyance shall not in any way affect, modify or change the provisions of said lease contract, which is a renewal of a lease between the Central District Warehousing Corporation and the Commonwealth of Kentucky, for the use and benefit of the University of Kentucky, which lease is of record in said Clerk's office in Deed Book 264, at page 321, and that the rights of the parties in and to the remainder of said leased premises shall remain unchanged.

IN TESTIMONY WHEREOF the party of the first part has hereunto caused its name to be affixed by C. N. Manning, its president, and attested by S. A. Wallace, its secretary, and its corporate seal to be hereunto affixed by said secretary, the said president and secretary being lawfully authorized to execute this conveyance in behalf of said corporation, all as of the day and year first above written.

SECURITY TRUST COMPANY

(Signed) By C. N. Manning
President.

ATTEST:

S. A. Wallace
Secretary

STATE OF KENTUCKY)
)
COUNTY OF FAYETTE)

I, Luise C. West, a Notary Public in and for the County and State aforesaid, do hereby certify that on this day the foregoing instrument of writing, or deed, from Security Trust Company, a corporation, to University of Kentucky, a corporation, was produced to me in said County by the parties, and was acknowledged before me by C. N. Manning, President of said Security Trust Company and by S. A. Wallace, its Secretary, to be the act and deed of said Security Trust Company, and their acts and deeds as President and Secretary thereof, all of which is hereby certified to the proper office for record.

Witness my hand and notarial seal this 3rd day of April, 1936.

Luise C. West
Notary Public, Fayette
County, Ky.

My commission expires: December
14, 1939.

I, S. H. Lewis, Clerk of the County Court of Fayette County, in the State of Kentucky, do hereby certify that on this day the foregoing instrument of writing from Security Trust Company, a corporation, to University of Kentucky, a corporation, was produced to me in my office, and ordered to record; whereupon the same, with certificate thereon endorsed, duly stamped according to Act of Congress and this my certificate, has been duly recorded in my office.

Witness my hand this 6th day of April, 1936.

S. H. Lewis Clerk
By Marcella A. Hanratty D. C.

h. Title to Railroad Spur.

William M. Meeks, selected to make abstract of land on which spur of railroad leading from Southern Railway tracks to the site of heating plant, made report, filing an abstract of 26 legal cap pages. His finding is stated as follows:

My opinion, from the examination made, is that the Security Trust Company, and the University of Kentucky as its successor in title, is the owner of that portion of the tract in question extending from the east side of Upper Street across Upper Street from the twenty foot strip above referred to across the land owned by Liggett and Myers Tobacco Company to the freight track of the C. N. O. & T. P. subject to the rights of Liggett and Myers and the American Tobacco Company and any unrecorded agreements which may be in existence.

Respectfully submitted,

(Signed) Wm. M. Meeks
Abstracter

The abstract may be found in Business Office files, and also in the Business Office Record of Conveyances.

Mr. Meeks rendered a bill for one hundred dollars for his services. On motion of Mr. Holland, duly seconded, the bill was allowed and ordered paid from construction fund account, Docket 1013.

1. Report of Progress.

Dean Graham's report of progress of work was received and ordered copied in the Minutes.

Report:

Regarding the progress of the construction program, I report as follows:

1. Experiment Station Annex:- Funds to the extent of \$50,050 loan and \$22,800 Federal grant are in hand. The contract for the construction of the building has been executed, all details with the State Director P. W. A. have been cleared and "work order" issued to the contractor. Actual work will start this week.

2. Plans and specifications for boiler plant and stokers are complete and are now in the office of the State Director P. W. A. for first approval. The Director informs me this morning that these will be returned here approved tomorrow (Wednesday). They will be returned to his office for final approval by Friday and should be ready for advertising on Tuesday of next week.

3. When the Executive Committee in its last meeting declared for a readvertising of the steam distribution system, we determined to recondition the entire plans. This has been completed and will be forwarded to the Director today. Mr. West and I estimate a reduction in the cost of this system of approximately \$22,000 as compared to the original bid of \$82,000.

4. The south building of the Engineering Group is completely detailed and the plans have received the final approval of the Director, on yesterday, and are now ready for advertising.

5. The site for the south building is cleared and ready for the contractor. The site for the boiler plant will be cleared and ready for contractor within the next two weeks.

6. Plans for the Law College are in preparation and several sketches and proposed floor plans for this building will be submitted by April 15.

7. The plans for the Student Union Building have been started.

8. The removal of the roof to provide for a second story on the east engineering building has been started and will be completed this month.

9. At least five contracts will be advertised and ready for award before the end of this month.

(Signed) James H. Graham
Dean.

23. P. W. A. Construction - Experiment Station Annex, Docket 1114.

a. Report of Sale of Bonds, Collections.

Report:

On March 4 Experiment Station Annex Building bonds for \$60,000.00 dated January 1, 1936, were sold to the First National Bank and Trust Company of Lexington, Kentucky.

Proceeds of the sale were disposed of as follows: \$50,000.00 was placed to the Annex Construction Account Docket 1114, and accrued interest of \$516.57 was placed to the Experiment Station Annex Building Bond and Interest Redemption Fund. Later it was necessary to transfer from the Bond Account to the Construction Account \$50.00 in order to meet the amount required to offset the Federal grant. On April 6 payment on Federal grant of \$22,750.00 was received and placed to the Construction Account No. 1114.

D. H. Peak
Business Agent

b. Signing of Contract Approved.

Chairman Richard C. Stoll stated that, as directed in the Minutes of December 7, 1935, page 27, he signed the contract for construction of the Experiment Station Annex awarded at the meeting of December 7, 1935, to Smith-Haggard Lumber Company, of Lexington, Kentucky. On motion, duly seconded, the signing of the contract was approved and ratified.

c. Funds Set Aside in March.

The setting aside of the following Experiment Station collections made in March 1936 for payment on rent and construction was approved: Dairy \$923.02; Poultry \$336.28; Administration \$833.01; Agronomy \$16.00; Animal Industry \$53.70; Serum \$183.30; Horticulture \$21.50. The total, \$2,366.81, was ordered transferred from the funds above indicated as payment on rent due to the University of Kentucky Experiment Station Annex Building Revenue Bond and Interest Redemption Fund.

d. Report of Progress.

See Section 22, sub-section 1.

24. Appointments and Other Staff Changes.

Appointments:

Dr. Paul O. Ritchie as Assistant Entomologist in the Experiment Station at salary of \$2,500 a year, effective April 10, 1936. This appointment is requested in order to fill the vacancy in position made vacant by the recent resignation of Dr. C. O. Eddy. Doctor Ritchie has a master's degree from the University of Illinois and doctor's degree from the University of Wisconsin. Appointment made on the recommendation of Dean Cooper.

Miss Marianna Lancaster as clerk in the department of markets and rural finance, Experiment Station, at salary of \$75 a month, effective April 1, 1936. She is a graduate of the College of Arts and Sciences of the University. Appointment made on the recommendation of Dean Cooper.

Resignations:

Mrs. Sarah Golden Hutchison, clerk in the department of markets and rural finance, Experiment Station, effective March 31, 1936.

Leaves of Absence:

At the request of Professor Frank Fowler on recommendation of Dean Boyd, sabbatical leave of absence granted at the meeting of the Executive Committee of October 31, 1935, was changed from the year 1936-1937 to the first semester of the year 1936-1937.

On recommendation of Dean Boyd, Professor J. W. Manning was granted leave of absence without pay beginning March 11, 1936, and extending to the beginning of the fall semester of 1936. This leave was granted at the request of Governor Chandler who asked for Professor Manning's services as head of the Division of Personnel Efficiency established under the Reorganization Act of 1936.

Professor Ralph W. Woods was granted leave of absence for one month to go to the Department of Education at Washington to assist in preparing educational materials for teachers of vocational agriculture to use in presenting the new soil conservation and farm adjustment bill to the people with whom they work. Leave granted without pay on recommendation of Dean Taylor.

W. J. Harris, department of animal husbandry, Experiment Station, was granted leave of absence without pay from June 1, 1936, to June 30, 1937. Leave was granted with proviso that Professor Harris notify the dean of the College of Agriculture on or before February 1, 1937, of his intention to return to his duties. Granted on recommendation of Dean Cooper.

Mrs. Eda Giles was granted leave of absence beginning September 1, 1936, for ten months on salary of \$500 for the period. This leave granted on recommendation of Miss Sarah Blanding, Dean of Women.

Changes:

The permission given Professor T. D. Clark, Department of History, to devote part time in February, March and April, 1936, as director of Survey of Historical Matter in the State was approved. During the period thus engaged, his salary in the University was fixed at \$125.00 per month.

On motion, properly seconded, the Committee adjourned.

D. H. Peak
Secretary, Board of Trustees.