

Minutes of Meeting of the Executive Committee of the University of Kentucky, October 27, 1932.

The Executive Committee of the Board of Trustees of the University of Kentucky met in President McVey's office at the University of Kentucky, October 27, 1932, at 10:30 a. m. The members of the Committee present were, Judge R. C. Stoll, Judge Robert G. Gordon, E. B. Webb, and Joe B. Andrews. President Frank L. McVey and Secretary D. H. Peak were also present.

1. Minutes Approved. The minutes of the meeting of the Executive Committee of September 20, 1932, were approved.

2. Financial Report. The financial report for September was ordered to be recorded in the Minutes. It reads as follows:

EXHIBIT "B"

Statement of Income and Expenditures
Month of September 1932

	<u>Previously Reported</u>	<u>Current Month</u>	<u>Fiscal Year To Date</u>
General Fund Income			
Federal Appropriation	42,750.00		42,750.00
Vocational Education Bd.	1,540.05	1,206.02	2,746.07
Bureau of Mineral and Top. Survey - Misc. Receipts	276.40	96.65	373.05
Bureau of Mineral and Top. Survey - State Appro.	735.00	780.00	1,515.00
State Tax	22,972.77	27,650.54	50,623.31
Int. on Endowment Bonds	4,322.25		4,322.25
Student Fees	223.96	85,786.12	86,010.08
Student Fees - Sum. Sch.	14,070.11	189.68	14,259.79
Student Fees - U.H.S.	55.00	3,519.00	3,574.00
Student Fees - El. Tr.Sch.	30.00	3,160.00	3,190.00
Student Fees - Univ. Exten.	2,730.39	765.89	3,496.28
Misc. Receipts	4,285.60	2,087.23	6,372.83
Rentals	413.80	211.90	625.70
Men's Dormitories	473.20	5,266.25	5,739.45
Total	<u>94,878.53</u>	<u>130,719.28</u>	<u>225,597.81</u>

Expenditures			
Instruction	90,995.17	73,742.91	164,738.08
Adm. Expense & Maint.	45,247.26	16,193.82	61,441.08
Additions & Betterments	102.77	1,112.26	1,216.03
Total	<u>136,345.20</u>	<u>91,048.99</u>	<u>227,394.19</u>
Excess of Expenditures over			
Income	<u>(41,466.67)</u>	<u>39,669.47</u>	<u>(1,797.20)</u>
Patterson Hall Income			
Board		10,142.25	10,142.25
Room Rent - Sum. Sch.	1,236.50	25.00	1,261.50
Total	<u>1,236.50</u>	<u>10,167.25</u>	<u>11,403.75</u>
Expenditures			
Expense	2,423.56	1,583.86	4,007.42
Additions and Better.		1,816.50	1,816.50
Total	<u>2,423.56</u>	<u>3,400.36</u>	<u>5,823.92</u>
Excess of Income over Ex-			
penditures	<u>(1,187.06)</u>	<u>6,766.89</u>	<u>5,579.83</u>
General Fund Income	96,115.03	140,886.53	237,001.56
General Fund Expenditures	<u>138,768.76</u>	<u>94,449.35</u>	<u>233,218.11</u>
Excess of General Fund			
Income over Expenditures	(42,653.73)	46,437.18	3,783.45
Accounts Payable liqui-			
dated	(1,065.85)	(454.22)	(1,520.07)
Excess of Expenditures over			
Receipts for General Ledger			
Accounts	<u>74,225.01</u>	<u>(71,203.17)</u>	<u>3,021.84</u>
Excess of Receipts over			
Expenditures for the fis-			
cal year to date - Gen-			
eral Fund	<u>30,505.43</u>	<u>(25,220.21)</u>	<u>5,285.22</u>
Excess of Receipts over Ex-			
penditures for the fiscal			
year to date - General Fund			5,285.22
Cash in Bank July 1, 1932 -			
General Fund			<u>(12,272.36)</u>
Cash in Bank September 30, 1932 -			
General Fund			<u>(6,989.14)</u>

Experiment Station Income			
Hatch - Federal Appro.	3,750.00		3,750.00
Milk and Butter - Cash			
Receipts	1,645.49	661.61	2,307.10
Dairy Cattle Sales	48.95	40.00	88.95
Sheep Sales	104.57	72.29	176.86
Poultry Sales	275.08	99.14	374.22
Farm Produce Sales	184.17	9.50	193.67
Horticultural Sales	104.42	43.15	147.57
Seed Test		9.00	9.00
Seed Inspection	2,013.72	2,061.64	4,075.36
Rentals	311.34	119.67	431.01
Miscellaneous	37.15	7.15	44.30
Fertilizer - Fees	715.00	900.00	1,615.00
Public Service - State Ap.	1,577.17	1,714.66	3,291.83
Feeding Stuffs - Fees	4,176.00	2,566.10	6,742.10
Adams - Federal Appro.	3,750.00		3,750.00
Serum - Sales	292.05	137.70	429.75
Serum - Virus Sales	18.75	2.85	21.60
Serum - Supply Sales	8.80	3.00	11.80
Serum - Miscellaneous Rec.		60.00	60.00
State Appropriation	1,976.93	4,885.81	6,862.74
Creamery - License Fees	4,180.50	143.00	4,323.50
Creamery - Testers License	1,041.00	75.00	1,116.00
Creamery - Glassware Test.	60.08	45.12	105.20
Robinson - State Appro.		1,043.56	1,043.56
Robinson - Misc. Receipts	2,301.00		2,301.00
West Ky.--State Appro.		1,253.66	1,253.66
West Ky.--Misc. Receipts	1,953.03		1,953.03
Purnell - Federal Appro.	15,000.00		15,000.00
Nursery Inspection - Fees	240.00	240.00	480.00
Poultry Improvement	300.00		300.00
Blood Test	198.25	92.75	291.00
Dark, Fired Tobacco Grow-			
ers Ass'n	4,401.31	164.88	4,566.19
Stemming District Tobacco			
Growers Ass'n	3,102.16		3,102.16
Total	<u>53,766.92</u>	<u>16,451.24</u>	<u>70,218.16</u>
Expenditures			
Expense	51,848.36	24,976.68	76,825.04
Additions and Better-			
ments	200.00		200.00
Total	<u>52,048.36</u>	<u>24,976.68</u>	<u>77,025.04</u>
Excess of Expenditures			
over Income	1,718.56	(8,525.44)	(6,806.88)
Excess of Receipts over			
Expenditures for General			
Ledger accounts	5,539.31	(3,330.56)	2,208.75
Excess of Expenditures over			
Receipts	<u>7,257.87</u>	<u>(11,856.00)</u>	<u>(4,598.13)</u>

Excess of Expenditures over Receipts for the fiscal year to date - Experiment Station			(4,598.13)
Cash in Bank July 1, 1932 - Experiment Station			<u>(5,383.43)</u>
Cash in Bank September 30, 1932 - Experiment Station			<u><u>(9,981.56)</u></u>
Extension Division Income			
Federal Smith-Lever	74,154.38		74,154.38
Federal Additional Co-op.	15,500.00		15,500.00
Federal Supplementary	26,545.52		26,545.52
Federal Capper-Ketcham	18,400.49		18,400.49
State Smith-Lever	11,148.75	11,374.46	22,523.21
State Capper-Ketcham	302.83		302.83
County & Other	535.32	140.14	675.46
Total	<u>146,587.29</u>	<u>11,514.60</u>	<u>158,101.89</u>
Expenditures			
Expense	<u>58,945.47</u>	<u>30,429.67</u>	<u>89,375.14</u>
Excess of Income over Expenditures	<u>87,641.82</u>	<u>(18,915.07)</u>	<u>68,726.75</u>
Excess of Income over Expenditures for the fiscal year to date - Extension Division			68,726.75
Cash in Bank July 1, 1932 - Extension Division			<u>7,737.68</u>
Cash in Bank September 30, 1932 - Extension Division			<u><u>76,464.43</u></u>
Trust Fund Income			
Student Loan Fund	63.83	133.19	197.02
Student Notes Paid	215.00	268.40	483.40
Total Receipts	<u>278.83</u>	<u>401.59</u>	<u>680.42</u>
Expenditures			
Expense	77.69	44.00	121.69
Student Notes	298.50	337.25	635.75
Total	<u>376.19</u>	<u>381.25</u>	<u>757.44</u>
Excess of Expenditures over Receipts	<u>(97.36)</u>	<u>20.34</u>	<u>(77.02)</u>
Excess of Expenditures over Receipts for the fiscal year to date - Trust Fund			77.02
Cash in Bank July 1, 1932 - Trust Fund			<u>1,308.58</u>
Cash in Bank September 30, 1932 - Trust Fund			<u><u>1,231.56</u></u>

Summary

General Fund Income	96,115.03	140,886.53	237,001.56
Experiment Station Inc.	53,766.92	16,451.24	70,218.16
Extension Division Inc.	146,587.29	11,514.60	158,101.89
Trust Fund Income	63.83	133.19	197.02
Total	<u>296,533.07</u>	<u>168,985.56</u>	<u>465,518.63</u>
General Fund Expenditures	138,768.76	94,449.35	233,218.11
Experiment Station Expenditures	52,048.36	24,976.68	77,025.04
Extension Division Expend.	58,945.47	30,429.67	89,375.14
Trust Fund Expenditures	77.69	44.00	121.69
Total	<u>249,840.28</u>	<u>149,899.70</u>	<u>399,739.98</u>
Excess of Income over Expenditures	46,692.79	19,085.86	65,778.65
Accounts Payable liquidated	(1,065.85)	(454.22)	(1,520.07)
Excess of Receipts over Expenditures for General Ledger accounts	79,764.32	(74,533.73)	5,230.59
Student Loan Fund - Notes	(83.50)	(68.85)	(152.35)
Excess of Receipts over Expenditures for the fiscal year to date - Combined Fund	<u>125,307.76</u>	<u>(55,970.94)</u>	<u>69,336.82</u>
Excess of Receipts over Expenditures for the fiscal year to date - Combined Fund			69,336.82
Cash in Bank and on hand July 1, 1932 - Combined Fund			<u>(6,611.53)</u>
Cash in Bank and on hand September 30, 1932 - Combined Fund			<u>62,725.29</u>

6.

Abstract of item shown on Statement of Income and Expenditures as "Excess of Receipts over Expenditures for General Ledger accounts \$5,230.50"

	<u>Debit</u>	<u>Credit</u>
Accounts Receivable	70,151.85	
Insurance Paid in Advance	57.22	
Sundry accounts		15,439.66
Notes Payable		60,000.00
	70,209.07	
		75,439.66
		70,209.07
		5,230.59

3. Financial Outlook. The distribution of State tax transfers reported by the Business Agent is as follows:

	<u>Inheritance Tax</u>	<u>Ad Valorem</u>
July	\$19,023.24	\$3,949.53
August	15,648.16	12,002.38
September	11,717.77	41,023.17
	\$46,389.17	56,974.98

This statement, the financial report, a statement of estimated income for October and comparisons made by President McVey with last year's income were reviewed by the committee, and the most rigid economy in expenditures was recommended.

4. Bills Allowed The following bills were allowed, payment to be made when funds are available:

a. Balance Compensation Insurance Premium

University of Kentucky and The State of Kentucky,
Lexington, Kentucky, to Aetna Life Insurance
Company, Hartford, Connecticut, Dr.

For Compensation Insurance Premium, 6-30-31 to
6-30-32.

	<u>Actual Payroll</u>	<u>Rate</u>	<u>Earned Premium</u>
Clerical Office	198072	.065	128.75
Professors and Teachers	1220855	.076	927.85
All Other Employees	270290	.828	2238.00
Chauffeurs	1116	1.177	13.14
Estimated Premium			<u>(1796.30)</u>
			3307.74 (1796.30)
			<u>(1796.30)</u>
Net Additional Premium			1511.44

b. Legal Services

25 October, 1932

UNIVERSITY OF KENTUCKY

IN ACCOUNT WITH

J. P. JOHNSTON

To services rendered in the Franklin Circuit Court and
Court of Appeals in case of Havemeyer's Executors v. Cole-
man, Auditor, involving the validity of the flat rate in-
heritance tax against non-residents and the power of Ken-
tucky to levy an inheritance tax on stock in a Kentucky
corporation owned by a non-resident, \$1000.00

Expenses in connection with the above:

1930				
Dec.	18,	Day in Frankfort, conference with Atty. General, Judge Wells, and others,	\$4.50	
1931				
Jan.	7,	Half day in Frankfort,	2.80	
"	15,	Day in Frankfort preparing for trial,	3.50	
"	16,	Day in Frankfort, trial in circuit court, expenses of self and Mr. Gess,	4.25	
May	14	Phone call to Atty. General,	.30	
"	15	Half day in Frankfort, conference with Atty. General,	2.80	
June	4	Half day in Frankfort, conference with Atty. General,	2.80	
"	8	Half day in Frankfort,	2.80	
"	18	Phone call to Atty. General,	.30	
Oct.	6	Phone call to Atty. General,	.30	
"	6	Half day in Frankfort,	2.80	
1932				
Mar.	31	Copy of opinion of Court of Appeals,	1.00	
			<u>\$28.15</u>	\$28.15

To services rendered in connection with obtaining a construction of the 1932 Budget Appropriation Act as to its effect on the apportionment to the University of the millage tax and inheritance taxes, \$1250.00

Expenses in connection with the above:

1932			
Mar.	28,	Conference of representatives of University and Normal Schools at Frankfort,	
Apr.	7	Conference of same at Louisville,	
"	18	Meeting with Board of Trustees,	
"	19	Half day in Frankfort,	\$2.80
"	28	Half day in Frankfort,	2.80
"	29	Meeting with Board of Trustees,	
"	30	Two phone calls to Atty. Gen.	.60
May	4	Conference in Frankfort with Atty. General,	
"	17	Conference in Frankfort with Atty. General,	

May 27	Two phone calls to Auditor's Office,	.60	
" 27	Half day in Frankfort	2.80	
" 30	Half day in Frankfort	2.80	
" 31	Phone call to auditor's office	.30	
June 2	Phone call to auditor's office	.30	
" 3	Phone call to auditor's office	.30	
" 4	Meeting with Board of Trustees,		
" 6	Conference with Auditor in Frankfort,		
		<u>\$13.30</u>	13.30

To services rendered in connection with the Inheritance Tax on the Estate of William Monroe Wright, deceased,

\$500.00

Total \$2791.45

g. Klair and Scott:

University of Kentucky (Experiment Station) in account with Klair and Scott, General Insurance.

Account Rendered. \$3628.09

Credit by return premiums on account of reduction in rate as of October 8th, 1932. 214.57

Balance due \$3413.52

5. Kentucky Geological Survey — Statement of Accounts.

The Business Agent reported that on October 18, 1932, he sent to the Auditor of Public Accounts the statements of accounts against the recent department of State, Kentucky Geological Survey, that had been sent to the University of Kentucky; sent in compliance with an order in the minutes of the Board of Trustees of June 4, 1932. The acts of the Business Agent were approved and he was directed to file a list of the accounts and the correspondence relative thereto in files kept for Board of Trustees. All other bills that may be received are to be disposed of in like manner.

6. Obligations to Walter K. Patterson Estate. The Business Agent reported that he had consulted J. Pelham Johnston, as directed by the Executive Committee, relative to indebtedness of University of Kentucky to the estate of Walter K. Patterson, deceased. Letter from Mr. Johnston follows:

Letter from J. Pelham Johnston to D. H. Peak, Business Agent,
University of Kentucky, September 30, 1932.

Dear Mr. Peak:

Pursuant to your request for a statement as to the obligation, if any, of the University of Kentucky to the Estate of Walter K. Patterson in connection with the Girls' Dormitory, I wish to submit the following:

By deed dated July 1st, 1925, and recorded in Deed Book 232, Page 84, the lot on which the Girls' Dormitory was erected was conveyed to the Security Trust Company for the recited consideration of \$1.00 and other valuable considerations, cash paid. However, by contract between Walter K. Patterson and Security Trust Company, dated March 16th, 1925, recorded in Deed Book 232, Page 356, it was recited that the foregoing deed had been executed and delivered but that the same did not state the true consideration of the conveyance and that the consideration of the conveyance was not stated therein, and it was accordingly agreed as the consideration for said conveyance that the Security Trust Company would pay to Walter K. Patterson \$500.00 per year during his natural life and at the time of his death to pay to his executors and administrators the sum of \$5000.00.

It was further provided in said contract that in the event Security Trust Company conveyed said property to the University of Kentucky a lien should be retained on the property to secure the payment of said obligation, and upon such lien being retained Security Trust Company should be released from all personal liability thereon.

In the deed from Security Trust Company to University of Kentucky, dated June 30, 1926, recorded in Deed Book 237, Page 548, a lien was retained to secure the payment of said \$500.00 per year to Walter K. Patterson during his life and \$5000.00 to his executors at the time of his death. In my opinion on the abstract of title, which I submitted to you under date of June 30, 1926, the existence of the foregoing lien is stated as an exception to the validity of the fee simple title conveyed to you by said deed.

Upon the payment to Walter K. Patterson's Executor of the \$5000.00, with interest from the date of the death of Walter K. Patterson, and the payment of the balance of the \$500.00 per year, which was unpaid at the time of his death, it will be the duty of said executor to make a release of the lien securing the payment of said obligations, on the margin of the record of the deed from Security Trust Company to University of Kentucky.

The lien retained in said deed from Security Trust Company to University of Kentucky, to secure the payment of the note for \$70,910.85 mentioned therein, was properly released by endorsement on the margin of the record of the deed by Security Trust Company, as Trustee.

The rent from July 1, 1931, to date of death of Walter K. Patterson, July 14, 1932, amounting to \$519.45, due on contract shown in the deed from Security Trust Company to the University of Kentucky for Patterson Hall Annex, was ordered paid. It was suggested that the executor of the estate may be willing to carry the principal indebtedness or to make a transfer of the debt and lien to the Student Loan Fund Committee, so that the University of Kentucky may for the time being pay the interest thereon. The Business Agent was directed to investigate this and to report the next meeting of the Committee.

7. Funds in Princeton Bank. The following letter was received from the First National Bank and Trust Company of Lexington, Kentucky:

Letter from J. M. Sellers, Cashier, First National Bank and Trust Company, Lexington, Kentucky, to the Business Agent of the University of Kentucky, October 21, 1932.

Dear Mr. Peak:

We are in receipt of request from the First National Bank, Princeton, Ky., asking that we deliver to them matured coupons from \$4750.00 Fourth Issue U. S. Liberty Bonds that we are holding under receipt given by this institution, said bonds and a certain state warrant being held as collateral security for deposit of the University of Kentucky carried with the First National Bank, Princeton.

The terms of this receipt do not give us authority to deliver the matured coupons, however, if it is agreeable with you that the coupons be delivered to the First National Bank, you may advise and we will detach said coupons and make proper delivery.

If you have no objection, we suggest that you give us general authority to deliver any matured coupons from time to time held under the receipt referred to, as well as interest upon the State Warrant to the said First National Bank, Princeton, Ky. In other words, we suggest that you give general authority for such delivery in order to avoid the necessity of having you give special permission in each instance.

It was the opinion of the members of the Executive Committee that the First National Bank of Princeton is within its rights in making the request set out in the letter copied above, and that it is entitled to the interest and interest coupons so requested. The Business Agent was directed to notify the First National Bank and Trust Company of Lexington to that effect.

8. Recommendation by Kentucky Actuarial Bureau. The Kentucky Actuarial Bureau of Louisville, Kentucky, on October 17, 1932, made the following recommendations:

1. Arrange hood, as well as vents from both the cook stove and the hood (Boyd Hall, bsmt.), in a safe manner with either 18" clearance to all combustible material, or with 9" clearance to combustible material when the latter is protected by means of $\frac{1}{4}$ " asbestos board (or asbestos and metal) supported so as to leave a 1" air space beneath it.
2. Eliminate all unsafe lamp cord extensions throughout the dormitory rooms, and guard against the misuse of these extensions and drop cords; also limit the size of fuses on lighting circuits to 15 amperes.
3. Prohibit the hanging of clothes and miscellaneous articles on the sprinkler piping and provide guards on all heads in closets that are not now so protected.
4. If feasible the $2\frac{1}{2}$ gallon extinguishers on the dormitory floors should be replaced with $1\frac{1}{2}$ gallon size for more convenient handling by girls; two $1\frac{1}{2}$ gallon devices should be provided in place of each $2\frac{1}{2}$ gallon unit. All extinguishers and fire hose units should be conspicuously labeled "For Fire Only" and directions for using posted. The $2\frac{1}{2}$ gallon extinguishers in attics should be replaced by approved non-freeze type extinguishers.

It appears that these recommendations will be more or less difficult to carry out, and it was suggested that University officials endeavor to do so as far as possible and practicable.

9. Sale of State Warrants. The following report by the Business Agent of sale of State Warrants was approved and ordered inserted in the minutes:

SALE OF WARRANTS

Pursuant to order made at the last meeting of the Executive Committee, I placed with the Security Trust Company to be converted into Certificates of Beneficial Interest the following State Warrants:

No. F 1870 - September 2, 1932, Extension Div.	\$12,154.89
No. F 1869 - September 2, 1932, Experiment Sta.	5,221.54
No. F 1868 - September 2, 1932, Public Service	1,833.33

On these, certificates were issued respectively for \$12,000.00, \$5,000.00, \$1,500.00 and payment was made for difference between the face value of each warrant and the respective certificate at 93 per cent and accrued interest. In a few days after the issue of the certificates it was found necessary to sell them. The Security Trust Company purchased them for 93 $\frac{1}{4}$ per cent and accrued interest. Please approve of these sales as set out in the following statement:

Extension Division:	Sale Price
\$12,000.00 Beneficial Certificate at 93 $\frac{1}{4}$	\$11,190.00
154.89 Balance warrant at 93	144.04
Interest	40.42
<u>12,154.89</u> Face of Warrant	<u>11,374.46</u>
Experiment Station:	
\$ 5,000.00 Beneficial Certificate at 93 $\frac{1}{4}$	4,662.50
221.54 Balance warrant at 93	206.04
Interest	17.27
<u>5,221.54</u>	<u>4,885.81</u>
Public Service:	
\$ 1,500.00 Beneficial Certificate at 93 $\frac{1}{4}$	1,398.75
333.33 Balance warrant at 93	309.99
Interest	5.92
<u>1,833.33</u>	<u>1,714.66</u>
	<u>17,974.93</u>

10. State Warrants on Hand. The Business Agent reported following State Warrants on hand:

We have on hand State Warrants as follows:

College

Geological Survey Transfer	776.39
Bureau of Mineral and Topographic Survey	307.60
Special Agricultural Appropriation	3,612.23

Experiment Station

Appropriation	3,513.84
Appropriation	2,842.49
Public Service	1,833.33
Robinson Sub-Experiment Station	1,580.49
Western Kentucky Sub-Experiment Station	1,208.66

The Business Agent was authorized to sell State Warrants, whenever it is deemed advisable to do so, at the best prices the market offers.

11. Mapleton Corporation Claim. The Business Agent reported the claim of the Mapleton Corporation of Chicago, relative to purported infringement of purported patent rights on cafeteria tray rail used in University Commons. In a letter to the University of Kentucky dated August 27, 1932, the Mapleton Corporation makes the following statement:

"Kindly accept this letter as notice that we are about to proceed against you for infringement of our patent rights. We shall prosecute these rights fully, but will be reasonable with those inclined to compromise without further delay."

A tentative threat to place in "hands of local counsel on orders to file suit" follows.

The report and correspondence were ordered filed in files kept for Board of Trustees. No other order was made.

12. Vocational Education -- Settlement of June, 1932, Salaries. The action of the Business Agent and Dean W. S. Taylor, College of Education, as shown by the following report was approved. Report of Business Agent follows:

At the meeting of July 13, 1932, I was directed to confer with Dean W. S. Taylor relative to payment of June salaries of members of the Vocational Education Department, it appearing that State Warrants issued to the University for state funds due that department were sold at 78½ per cent.

In view of the fact that the June salaries were reported to the State Vocational Education Board early in June, and that the State Warrant issued in June was for total expenditures for the half of the year ending June 30, 1932, including June salaries, it was deemed best to issue the checks to the members of the department and let each refund the amount thereof to the University. Dean Taylor and the members of the staff decided to do this by endorsing the checks and turning them back to the University Treasurer. The checks returned are all that were issued for June salaries except that of Olive G. Bowden for \$50.00. The reason for the payment of this check is explained in the letter of Dean W. S. Taylor submitted herewith.

The checks endorsed and returned are: W. S. Taylor, \$150.00; Carsie Hammonds, \$360.00; Ralph Woods, \$338.35; Ethel Parker, \$322.53; Ronella Spickard, \$320.00; Katherine Rogers, \$179.18; A. N. May, \$67.10; Marie Stephenson, \$109.18; Eddora Russell, \$49.18; Mary Lois Williamson, \$80.00; total, \$1,975.52.

13. Robinson Sub-Experiment Station Collections Held Trust Funds. A paragraph in the deed from the E. O. Robinson Mountain Fund to the University of Kentucky reads as follows:

"The proceeds of the sale of said property or any part thereof and the net revenues derived from the operation of said property by the University shall be used to further the purposes of the trust hereinabove defined, and for such other purposes as will tend to the betterment of the people of the mountain regions of Kentucky as may be agreed upon by the parties hereto."

It is the opinion of the Executive Committee that these collections are trust funds and do not come within the meaning and scope of the clause in the appropriation bills passed by last State Legislature requiring transfer of funds to State Treasurer. The terms under which trust funds are given and accepted will not permit of such transfer.

14. Handling Special Funds. The question of handling the Tobacco Grading Funds and the Poultry Marketing Fund through special accounts in departments was presented. It was the sense of the Committee that all funds be administered through the regular accounting office of the University.

15. Regional Agricultural Credit Corporation. The appointment of Dean Thomas P. Cooper as a member of the Committee in charge of the Louisville Branch of the Regional Agricultural Credit Corporation, of Columbus, Ohio, was approved.

16. Purchase of Land Near Robinson Sub-Experiment Station.
Letter recommending purchase:

Letter from Thomas Cooper, Dean and Director of the Experiment Station to President Frank L. McVey, October 14, 1932.

We have an opportunity to purchase approximately eleven acres of land, lying on Rose Branch, just off Quicksand Creek, and connecting the Rose Branch and Falling Rock parcel of land with the Robinson Substation farm. This particular piece of property has been a source of difficulty from time to time, both from the standpoint of traffic and of fire, which has at times threatened our farm property. The eleven acres can be purchased for a total of \$125.

The deed of trust from the Robinson Mountain Foundation provides that funds secured from the Substation are to be expended in connection therewith or in connection with specific work in the mountains. We secure an income from the farm of the Robinson Substation.

I wish to recommend that we be authorized to purchase this property at the stated price of \$125, the funds to be taken from the Robinson Substation farm income. I attach a map showing the location of land. In the event the Board approves the purchase, I shall desire to have the deed abstracted and approved by Judge Pollard before it is submitted to the Attorney General, and wish to be authorized to employ Judge Pollard for that purpose.

On motion duly seconded Dean Cooper was authorized to proceed to make the purchase.

17. Tapping Sewer. The request of C. M. Johnson to tap sewer running between the Small Animal House and Washington Avenue was continued, further information being desired as to the size of sewer, and the general effects on other property holders, granting such privilege may have.

18. Bus Line's Request. The request of the Bus Line to put agencies on the campus for sale of tickets was passed for further consideration.

19. Centre College's Gift of Books.

Presentation: Letter from Charles J. Turck, President of Centre College, to Frank L. McVey, President of the University of Kentucky.

It has been a personal pleasure to me to send the government documents to the University of Kentucky as a gift from Centre College. It is all right to make announcement of the fact whenever you care to do so.

The gift was accepted and on motion and second, this resolution was adopted:

Resolved, that the Executive Committee wishes to express to the Board of Trustees of Centre College its great appreciation for the valuable gift of government documents recently presented to the University of Kentucky Library by Centre College. This gift supplements documents owned by the University and will make it possible to provide a complete Congressional set for the University of Kentucky Library. The gift is a valuable one, not only as a material addition to the Library, but also because of the good will evidenced in the gift. The Committee in behalf of the Board thanks the Trustees of Centre College for their timely and thoughtful gift.

20. Ex-Service Men and Tuition. Statement and opinion of Attorney General:

PROVISIONS FOR EX-SERVICE MEN

As Provided by Chapter 67 Session Laws of the General Assembly, State of Kentucky, 1920

I. The Law providing for scholarships and free lodging at state educational institutions is as follows:

CHAPTER 67

AN ACT providing the granting of scholarships at the Kentucky State University and the State Normal Schools to all persons who were engaged in the military or naval service of the United States during the war with Germany, and who were citizens of this State at the time of their enlistment; providing the requirements necessary to obtain same, and defining the rights and privileges to be given.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE COMMONWEALTH OF KENTUCKY:

Section One. That every person who was engaged in the military or naval service of the United States of America during the war with Germany and her allies, which war was declared April 6, 1917, and who was at the time of his enlistment a resident of the State of Kentucky, shall be entitled to a free scholarship in either the State University, or the Eastern or Western Kentucky Normal Schools and the Kentucky Normal and Industrial Institute for Colored Persons as he or she may choose for a period required for the completion of the course of study selected by them. Said scholarship shall include free tuition, matriculation and other fees, room rent, fuel and light, and the advantages and privileges of the University or either of said Normal Schools, but same does not include free board.

Section Two. Military or naval service as used herein shall mean and include all the branches of the service prescribed and classified by the United States War Department as a part of either of said services.

Section Three. All persons eligible to said scholarship shall meet the scholastic entrance requirements prescribed by the University or Normal Schools for the course of study chosen by the applicant.

Section Four. The applicant shall file his application for admission at least thirty days prior to the beginning of the semester of the school year at which he desires to enter, which application shall be accompanied by his certificate of honorable discharge from his or her branch of the service, which shall be returned to him or her upon admittance.

Section Five. All beneficiaries of the scholarship herein granted, who continue their studies for a consecutive school year of ten months, unless unavoidably prevented, shall also be entitled to their actual traveling expenses in going to and returning from the University or the Normal Schools once each way during said year.

Section Six. The cost of said traveling expenses shall be paid at the end of the year to said students complying with the requirements herein by the proper authority of the institution attended, who shall at the close of the scholastic year file with the State Auditor an itemized statement of all money so expended, giving the name of the student, and the points of starting and destination, and the Auditor shall thereupon, if said statement is correct, draw upon the State Treasurer for said amount, which shall be paid out of any funds in the Treasury not appropriated.

Approved March 23, 1920.

II. Interpretation

The Legislature did not at the time of the passage of this act nor since that time appropriate any funds to take care of tuition and dormitory charges made by the institutions to regular students.

III. Travel Expense

This is provided in the law at state expense as set forth in sections 5 and 6.

IV. Length of Time Such Privileges May Be Used.

The law states, "for a period required for the completion of the course of study selected by them." On this question many claims have been made for tuition and dormitory periods covering not only the four year courses offered to undergraduates but for graduate and professional courses as well.

To clear up this matter a request was made of the Attorney General that he give his opinion of the Law on the point indicated above. Under date of September 26, 1932, Attorney General Wootton replied as follows:

The Honorable Richard C. Stoll, Chairman,
Executive Committee of the Board of Trustees,
University of Kentucky
Lexington, Kentucky

Dear Judge Stoll:

I have your letter of the 23rd with reference to an interpretation of Chapter 67 of the 1920 Acts of the General Assembly. You ask: "Does this act mean

that an ex-service person may pursue his studies indefinitely, as for instance, may he pursue his studies as an undergraduate student for the years required to obtain his undergraduate bachelor's degree and to complete his undergraduate courses, and in addition take another course thereafter leading to a graduate degree?"

I do not think such persons can take more than one course. The chapter referred to provides that every person who was engaged in military or naval service of the United States during the war with Germany and who, at the time of his enlistment, was a resident of the State of Kentucky:

" * * * * shall be entitled to a free scholarship in either the State University or the Eastern or Western Normal Schools, or the Kentucky Normal and Industrial Institute for colored persons, as he or she may choose for the period required for the completion of the course of study selected by them."

Under the above act, I think it was the intention of the Legislature to confine the persons eligible for these scholarships to the one "course of study" selected by them.

Very truly yours,

(Signed) Bailey P. Wootton
Attorney General

21. Laundry Contract. The Business Agent was directed to let laundry contract for Men's Dormitories to the lowest and best bidder. Report of bids received and letting of contract is to be made at the next meeting of the Executive Committee.

22. Library Stacks. The President was authorized to accept the proposal of Snead and Company of Jersey City, N. J., to complete the book stacks at the University Library.

Summary of Proposal:

Furnish stacks, Main Library	\$12394.00
Furnish 5 ranges in Basement	320.00
Furnish 3 ranges in Law Building ...	224.00

Deduct for changes in Book Conveyor.	207.00
Deduct for shelves omitted - 50¢ each.	

All material to be delivered F. O. B. cars,
Lexington, Ky.
Erection to be made by University of Kentucky.

23. Requisitions to be Submitted to Auditor of Public Accounts.

Report of Business Agent:

On September 23, 1932, I received the attached letter from Hon. J. Dan Talbott, Auditor of Public Accounts, relative to obligations incurred by the University, chargeable to state appropriations. So far as I am able to find out he bases his right to such requirement on Kentucky Statutes, Section 1992 a 23. Note that he says in his letter, "by contract or otherwise"; by otherwise he means all orders or purchases. I went to Frankfort and had a talk with Mr. Talbott and Mr. Pepples who is in charge of this work, and I think we are getting it in workable shape. However, the Auditor may some time take exceptions to the University's proposal to purchase and other complications may arise. Therefore, I think the Executive Committee should discuss the question fully.

Please refer to Section 1992 a 33a. It seems that this releases the University from the requirements of Section 1992 a 23.

D. H. Peak
Business Agent

Letter received from Auditor:

Dear Sir:

Beg to advise that the accounts against your Department cannot be paid for the reason that requisition has not been presented to this office for approval by the Auditor and the amount of the obligation charged to your budget.

On July 12, 1932, I wrote you as follows:

"Kentucky laws require that no Department, by contract or otherwise, incur an obligation that is not first submitted to the Auditor's office for the Auditor's approval and the amount of the obligation be charged up to the budget of that Department before the obligation is legal.

"In the future, the Auditor's office will not approve any bill presented that has not been approved by the Auditor and charged to the budget of the respective Department."

This regulation must be complied with before any bill can be paid.

(Signed) J. Dan Talbott
Auditor

No action taken, the question being left open for further study and report to the Executive Committee:

23. Equalization Fund. President McVey presented an opinion of the Court of Appeals of Kentucky in the case of Talbott, Auditor, et al, against Kentucky State Board of Education, et al. The question was on the refusal of the Auditor to issue warrant to Board of Education for part of the so-called Equalization Fund. The opinion sustained the Auditor's action.

No action was taken, the question being left for further study.

24. Appointments, Salary Adjustments, Leaves of Absence and Correction of Error.

Appointments:

Sergeant Fred Perkins, Department of Military Science, appointed to assist in the care of equipment in the place of H. B. Bryant, who was transferred on October 5, 1932. The change effective as to Sergeant Perkins on October 13.

Ann Shropshire appointed as assistant in Kindergarten of Training School, College of Education, at a salary not to exceed \$20 per month for a period of seven months.

Salary Adjustments

Walter A. Watson, Department of Psychology, from \$30 per month to \$90 per month, for November, December and January.

Mary M. Ratliff, Department of Psychology, from \$20 per month to \$40 per month, for November, December and January.

Appropriation of \$180 for student assistants in the Department of Psychology.

These increases in salary and the appropriation amount to the saving in salary of Mary Agnes Gordon, \$420.

E. J. Canaday, Department of Mathematics, given full-time work for second semester at an increase of salary for that period of \$500.

Leaves of Absence

Mary Agnes Gordon, Department of Psychology, granted leave of absence without pay for first semester, 1932-1933.

Professor E. L. Rees, Department of Mathematics, granted leave of absence for the second semester, 1932-1933, without pay.

Correction of Error

Correction of error in the salary of Miss Ann Culton, home demonstration agent, formerly placed at \$1520 per year when it should have been \$1800 per year.

On motion, the meeting adjourned.

D. H. Peak
Secretary, Board of Trustees.