

Minutes of the Regular Meeting of the Board of Trustees, University of Kentucky, April 2, 1940.

The regular April meeting of the Board of Trustees, University of Kentucky, was held in the President's Office Tuesday, April 2, 1940. The members of the Board present were Governor Keen Johnson, chairman; Judge Richard C. Stoll, vice-chairman; H. S. Cleveland, Judge John Cooper, Marshall Barnes, Harper Gatton, Louis Hillenmeyer, Lee Kirkpatrick, Mrs. Paul G. Blazer, James Park, R. P. Hobson, J. C. Newcomb, and J. W. Brooker, Superintendent of Public Instruction, whose initial attendance was welcomed by the Board membership. President McVey and Secretary D. H. Peak were present.

1. Approval of Minutes.

The minutes of the meetings of the Board of Trustees of December 12 and 15, and the minutes of the meeting of the Executive Committee of February 8, were approved as published.

2. President's Quarterly Report.

The President made his regular quarterly report which, on motion and second, was accepted and ordered recorded in the minutes.

QUARTERLY REPORT OF THE PRESIDENT

April 2, 1940

At this meeting of the Board of Trustees and the one following in June, I expect to present a report upon some of the immediate problems confronting the University. The report for this meeting will deal with the material side of the University, and this part is calling attention to some of the conditions and requirements of buildings and grounds. At the meeting in June it is my purpose to present to the Board of Trustees some consideration of the spirit of the University, what it is trying to do, and some of its objectives, as I see them.

The building program which was agreed to under arrangements with the Public Works Administration has been practically completed, and the buildings, if not already turned over to the University, will be transferred to the institution in the near future. The last two buildings, Biological Science Hall, and the Home Economics Building, are large structures. The money available for their construction was not sufficient to fully complete them, and, consequently, there are a number of things that should be done in these buildings in the way of floor covering, painting, partitions, laboratory tables, shelving and the like. Some of the requirements of the Biological Science Building can be taken care of from the \$20,000 appropriated for scientific equipment by the last

Legislature; and the same can be said of the Home Economics Building, for which the sum of \$15,000 was appropriated. There remain, however, many things to be done to make these buildings livable. Fifteen thousand dollars is needed to do some of the more necessary things, such as painting, lighting facilities, shades and awnings. It will probably take another year to provide the things which these buildings require.

In view of the transfer of the Departments of Zoology, Art and Home Economics to the new buildings, there will be left space in the so-called Science Building and in the Art Center. It is expected that there will be some adjustment of room in the first named building, giving some additional space to the Department of Geology, as well as to the Department of Romance Languages. In the readjustment of this building it will be necessary to spend some money, not a great deal -- probably about \$2,000. The Art Center will be used by the Department of Music and by the work in drama and the Guignol Theatre. The result will be a considerable readjustment of space for these departments, though hardly enough to meet their requirements.

In a plant as large as that of the University of Kentucky there are considerable repairs that must be kept up if the buildings are not to deteriorate. Roofs have a way of leaking, sash of drying up, floors of becoming pitted, and walls of dropping their paint. And while this deterioration goes on, there must, of course, be adequate cleaning procedure to keep the buildings presentable. In the last fifteen years, the square feet of floor space has trebled, and the amount of cubic space to be kept at a fair temperature during the winter months, has grown apace, so that the cost of maintaining buildings constantly grows from year to year.

This winter has been, as you know, a severe one, making heavy call upon the heating facilities of the University. The low temperatures extending from the middle of December to the middle of March placed a heavy load upon the heating plant through nearly four months. In the main the plant has responded effectively and well, and there have been no breakdowns, but there are six buildings in the middle of the campus, consisting of the Administration Building, White Hall, Neville Hall, the old Chemistry Building, Science Hall and the Carnegie Library, which are controlled by a thermostat placed in the Administration Building. Consequently, the temperatures in these buildings go up and down, not in accordance with their needs, but according to the condition in the Administration Building. This situation has been called to my attention a number of times, but nothing has been done, due to the cost involved. However, something should be done this summer, so that each building will have its own thermostatic control. It is also desirable to make arrangements to heat the greenhouse at the end of White Hall, so that the temperature can be controlled in that house. Some loss in specimens ensued this winter. These specimens were to be exchanged with one of the western botanical gardens. Thus the duplicates we had were lost and the opportunity to secure additional ones had to be given up due to this loss.

A great deal has been done through the aid of the Works Progress Administration. Many of the buildings have been painted inside and out, the University furnishing the materials and the Works Progress Administration furnishing the labor. There are now buildings that have grown dingy--and are not attractive to students--there are probably not more than half a dozen. McVey Hall has never been decorated. It should be painted inside at an early date. The roof on the building which houses the Department of Buildings and Grounds has been patched and repatched, and has now reached such a state that it will have to be replaced. This is particularly true of the part of the building used as an annex to the gymnasium -- water on the playing floors makes it especially dangerous to students using this gymnasium.

Much has been done in the care of trees and shrubs and in the care of lawns, the development of walks and roads. For several years this work has been in the care of a committee composed of Mr. M. J. Crutcher, Professor N. R. Elliott, and Professor D. V. Terrell. The work of the committee has been largely concerned in developing a plan for the future, and to systematize the work on the campus. The committee has prepared a plan for walks and roadways, and in my opinion, this plan should be followed under the general direction of the committee. Some attempts have been urged to take care of the trees, many of which are now reaching a dotage stage. There is need for the removal of some of them and the planting of new ones. The University might well use several thousand dollars in carrying out this plan, but has been unable to do so, due to the need for funds elsewhere. New buildings should have planting around about them, if they are to have a proper setting. It should be said at this juncture that the Works Progress Administration has been of the greatest assistance. I doubt if what has been done in the last five years with its help could have been done with the ordinary procedure in less than twenty years.

The University has a fairly good equipment, taking the campus as a whole. The College of Engineering has been rejuvenated, and looks like a different place with the new equipment that has been secured. The Department of Physics now occupies the building it formerly shared with the Department of Civil Engineering, and has fairly satisfactory equipment. In Kastle Hall, where the Chemistry Department is located, a number of things have been done, yet that building should have additional money for the reorganization of and painting. The School of Education is asking for an enlargement of its basement for recreation space for children in the elementary and high schools during rainy and cold weather.

The Experiment Station is now housed in a building that was extended several years ago, through the agency of the Works Progress Administration. The equipment there is on the whole, adequate. The farm has been well cared for, the buildings painted and kept in good condition, yet the farm needs a large modern dairy building. Satisfactory work can no longer be carried on in the old structure that has done service for a third of a century.

From time to time I have made comments upon the housing situation here in Lexington and the need for additional residence halls for students. The new women's dormitory was occupied in September. It is modern and well equipped, and is proving highly satisfactory to the young women who are living in it. The accommodations for young men were increased to take care of 56 men in the basement rooms. These rooms are excellent with sufficient windows and toilet facilities. The University should spend some money for furnishing them.

Perhaps I should point out that the growth in attendance will require additional housing facilities. I have no doubt that the University will reach in the course of five or ten years what might be called a standard attendance, but the attendance has grown between four and five per cent in the last few years, adding about 200 students annually. The facilities for caring for students out in town have not increased in the last few years; in fact, the type of house that is coming into use for rooming purposes is distinctly inferior to that used in past years. There is no evidence of increased construction in the city limits that would assist the University in taking care of the student group. So, as I see it, the University will be faced with a real problem, if it is to provide for the increase in the student body.

At this meeting of the Board of Trustees the budget for the year 1940-41 will be brought up for consideration. The Legislature appropriated \$43,000 more annually for the next two years than it has in the past. There will be also some increase in student fees, so that the University finds that the income will be probably \$75,000-\$80,000 larger than it was last year. This is a small sum when the needs of the University are taken into consideration. There is no doubt that there should be some increase in salaries, and that the cut made in 1933 should be restored in full. To a large degree this has been done, but there still remains a cut in the amount of \$100-\$200 on standard salaries that have not been restored. It is, of course, clear to those acquainted with the budget and its operation that the amount available for the payment of salaries will not be sufficient to make this restoration in full. Consequently, the University can look forward in 1941-42 to about the same expenditure as has been made this year. It may be there should be a review of the whole budget and expenditures, in the hope that some savings could be made in the operation of the University. Nevertheless, it is quite apparent that the cost of operation in the maintenance of buildings and grounds is not likely to be reduced. The cost of instruction seems to be practically fixed. The College of Arts and Sciences spends about 30% of the General Fund budget; the cost of administration, as it is arranged in the budget, is in the neighborhood of 6%; the cost of maintenance of plant runs to about 11%; so that in these three items practically one half of the budget is accounted for.

It is recognized by the Business Office, as well as my own, that some changes are needed in the conduct of the business affairs of the University. The system set up by the State in 1934 costs the University a considerable sum of money, and certainly has

increased the amount of work to be done in the Business Office. That office has been able to secure the two rooms below its first floor rooms. These basement rooms have materially increased the space for working purposes. A review is being made in the operations of the office to find the points at which its work can be speeded up, and I presume some procedure may be worked out that would increase the efficiency of the office. I must say, however, the Business Agent, Mr. D. H. Peak, has carried a heavy load in a conscientious and effective way, and has given the University through his own efforts and those of his office an effective and able service.

It might be well to point out that the retirement plan which the University has operated since 1929 has worked very well. However, I think it would be well to review the procedure and restate the possible liabilities that may fall upon the plan. When it was set up, the American Mortality Tables were used to ascertain the probable load. During the eleven years the plan has been in force, 17 men and women have been under the plan; five have died. Today there are 12 persons carried under the plan. I have faith that the plan will stand up, and think the University did well to adopt it, though it may be necessary to make changes later on. Certainly the University would have been unable to take care of these persons by the joint plan with the Carnegie Foundation for the Advancement of Teaching. Under that plan the University would have had to pay over \$35,000-\$50,000 annually in addition to what the persons on the list would have paid. At the present time, the retirement plan has not cost the University any considerable sum.

3. Financial Report.

The Business Agent filed financial reports for months of January and February, 1940, respectively. The reports being cumulative, the February report was ordered recorded in the minutes.

A special statement of income and expenditures made by the Business Agent showed estimate of a small excess of income over expenditures in general fund for remainder of fiscal year.

Statement of Income and Expenditures Month of February 1940

	<u>Previously Reported</u>	<u>Current Month</u>	<u>Fiscal Year to Date</u>
General Fund Income			
Fed. Appro.-Morrill-Nelson	31,062.17	6,443.33	37,505.50
Vocational Ed. Board	19,909.86	1,018.10	20,927.96
Fed. Appro.-Bankhead-Jones	23,524.95	4,704.99	28,229.94
State Appro.-Sum.School	8,000.00		8,000.00
Special Agr. Appro.	14,000.00	2,000.00	16,000.00
State Appro.-General	437,751.99	65,095.20	502,847.19

Bldg. Rev. Bond & Operation Fund	34,640.01	30,184.00	64,824.01
Bldg. Rev. Bond & Operation Fund - 1938	9,888.00	7,734.00	17,622.00
State Appro.-Repairs to Bldgs.	8,800.96	49.68	8,850.64
Int. on Peabody Endowment	500.00		500.00
Student Fees	109,082.59	83,339.12	192,421.71
Student Fees - Summer Sch.	62,797.25		62,797.25
Student Fees - Un. H. S.	6,341.00	1,575.00	7,916.00
Student Fees - El.Tr.Sch.	4,205.00	700.00	4,905.00
Student Fees - Univ. Exten.	8,134.22	854.96	8,989.18
Misc. Receipts	8,346.53	2,027.94	10,374.47
Rentals	1,040.00	190.00	1,230.00
Men's Dormitories	11,276.43	5,859.35	17,135.78
Engineering Equipment	27,768.50	12,395.11	40,163.61
Scientific and Lab. Equip.	60,000.00		60,000.00
Library Equipment	4,019.49	3,114.00	7,133.49
Total	<u>891,088.95</u>	<u>227,264.78</u>	<u>1,118,353.73</u>
Expenditures			
Instruction	578,367.18	89,627.05	667,994.23
Adm., Expense & Maintenance	308,463.58	53,314.53	341,778.11
Additions and Betterments	28,001.71	12,767.54	40,769.25
Total	<u>914,832.47</u>	<u>155,709.12</u>	<u>1,050,541.59</u>
Excess of Income over Expenditures	<u>(25,743.52)</u>	<u>91,555.66</u>	<u>67,812.14</u>
Patterson Hall Income			
Board	43,864.50	19,662.00	62,526.50
Miscellaneous	6.60		6.60
Room Rent - Summer School	1,147.08		1,147.08
Total	<u>45,018.18</u>	<u>19,662.00</u>	<u>64,680.18</u>
Expenditures			
Expense	26,627.84	10,067.58	36,695.42
Additions and Betterments	17,351.66	90.00	17,441.66
Total	<u>43,979.50</u>	<u>10,157.58</u>	<u>54,137.08</u>
Excess of Income over Expenditures	<u>1,038.68</u>	<u>9,504.42</u>	<u>10,543.10</u>
General Fund Income	926,107.13	246,926.78	1,183,033.91
General Fund Expenditures	958,811.91	145,866.70	1,104,678.67
Excess of General Fund Income over Expend.	<u>(22,704.84)</u>	<u>101,060.08</u>	<u>78,355.24</u>
Experiment Station Income			
Hatch - Federal Appro.	11,250.00		11,250.00
Milk and Butter - Cash Rec.	7,459.54	1,081.48	8,541.02
Beef Cattle Sales	937.50		937.50
Dairy Cattle Sales	1,039.73	93.70	1,133.43
Sheep Sales	1,135.98		1,135.98
Swine Sales	1,204.80		1,204.80
Poultry Sales	1,719.37	367.09	2,086.46
Farm Produce Sales	1,501.33	933.70	2,435.03

Horticultural Sales	1,116.33	27.25	1,143.58
Seed Test	1,078.42	241.11	1,319.53
Seed Inspection	16,739.15	3,611.01	20,350.16
Rentals	5,058.11	94.67	5,152.78
Miscellaneous	306.12	178.37	484.49
Fertilizer - Fees	14,862.64	7,862.50	22,725.14
Public Service - St.Appro.	10,581.07	1,738.98	12,320.05
Public Service - Misc.	60.00		60.00
Feeding Stuffs - Fees	36,657.55	6,785.34	43,440.89
Adams - Federal Appro.	11,250.00		11,250.00
Serum - Sales	950.10	52.13	982.23
Serum - Virus Sales	28.85	.60	29.45
Serum - Live Stock Sales	104.35		104.35
Serum - Supplies	34.15	.25	34.40
Serum - Miscellaneous	17.36	1.51	18.87
Horticultural Appro.	4,449.38	714.24	5,163.62
State Appropriation	29,251.20	3,722.24	32,973.44
Creamery - License Fees	8,502.50	75.00	8,575.50
Creamery - Testers Lic.	3,021.52	52.00	3,073.52
Creamery - Glassware Tested	326.16	15.37	341.53
Creamery - Miscellaneous	8.00	5.68	13.68
Robinson - State Appro.	7,063.92	1,266.11	8,330.03
Robinson - Misc. Receipts	2,459.18	249.25	2,688.41
West Ky.-State Appro.	8,317.17	1,143.33	9,460.50
West Ky.-Misc. Receipts	3,927.54	959.22	4,886.76
Purnell - Federal Appro.	45,000.00		45,000.00
Bankhead-Jones-Federal Appro.	59,203.53		59,203.53
Nursery Inspection-State Ap.	1,200.00	200.00	1,400.00
Nursery Inspection - Fees	1,795.00		1,795.00
Total	<u>299,577.55</u>	<u>31,468.11</u>	<u>331,045.66</u>
Expenditures			
Expense	241,504.15	34,320.92	275,825.07
Additions and Betterments	<u>3,905.53</u>	<u>1,193.22</u>	<u>5,096.75</u>
Total	<u>245,407.68</u>	<u>35,514.14</u>	<u>280,921.82</u>
Excess of Income over Expenditures	54,169.87	(4,046.03)	50,123.84
Extension Division Income			
Federal Bankhead-Jones	221,805.44	221,805.43	443,610.87
Federal Smith-Lever	74,154.58	74,154.38	148,508.76
Federal Capper-Ketcham	18,400.48	18,400.49	36,800.97
State Smith-Lever	70,233.50	9,988.50	80,222.00
County and Other	<u>12,050.94</u>	<u>4,689.96</u>	<u>16,740.90</u>
Total	<u>396,644.74</u>	<u>329,038.76</u>	<u>725,683.50</u>
Expenditures			
Expense	<u>427,426.38</u>	<u>66,565.89</u>	<u>493,992.27</u>
Excess of Income over Expenditures	<u>(30,781.64)</u>	<u>262,472.87</u>	<u>231,691.23</u>

Excess of Income over Expenditures for the fiscal year to date - Extension Division			251,691.23
Cash in Bank July 1, 1939 - Extension Division			<u>7,603.41</u>
Cash in Bank February 29, 1940 - Extension Division			<u>239,294.64</u>
Trust Fund Income			
Student Loan Fund	1,174.17	61.33	1,235.50
Student Notes Paid	<u>1,829.39</u>	<u>276.89</u>	<u>2,106.28</u>
Total Receipts	<u>3,003.56</u>	<u>338.22</u>	<u>3,341.78</u>
Expenditures			
Expense	751.09	110.00	861.09
Student Notes	<u>345.00</u>	<u>200.00</u>	<u>545.00</u>
Total Expenditures	<u>1,096.09</u>	<u>310.00</u>	<u>1,406.09</u>
Excess of Receipts over Expenditures	<u>1,907.47</u>	<u>28.22</u>	<u>1,935.69</u>
Summary			
General Fund Income	936,107.13	246,926.78	1,183,033.91
Experiment Station Income	299,577.55	31,468.11	331,045.66
Extension Division Income	396,644.74	329,038.76	725,683.50
Trust Fund Income	<u>1,174.17</u>	<u>61.33</u>	<u>1,235.50</u>
Total	<u>1,633,503.59</u>	<u>607,494.98</u>	<u>2,240,998.57</u>
General Fund Expenditures	958,811.97	145,866.70	1,104,678.67
Experiment Station Expend.	245,407.68	35,514.14	280,921.82
Extension Division Expend.	427,426.38	66,565.89	493,992.27
Trust Fund Income	<u>751.09</u>	<u>110.00</u>	<u>861.09</u>
Total	<u>1,632,397.12</u>	<u>248,056.73</u>	<u>1,880,453.85</u>
Excess of Income over Expenditures	1,106.47	359,438.25	360,544.72
Excess of Receipts over Expenditures for General Ledger accounts	76,515.33	(19,010.43)	57,504.90
Petty Cash accounts	(2,200.00)		(2,200.00)
Accounts Payable	22,057.79		(22,057.79)
Student Loan Fund Notes	<u>1,484.39</u>	<u>76.89</u>	<u>1,561.28</u>
Excess of Receipts over Expenditures for the fiscal year to date - Combined Fund	<u>54,848.40</u>	<u>340,504.71</u>	<u>395,353.11</u>

Abstract of item shown on Statement
of Income and Expenditures as "Excess
of Receipts over Expenditures for Gen-
eral Ledger accounts \$57,504.90."

	<u>Debit</u>	<u>Credit</u>
Accounts Receivable	\$26,563.89	
Sundry Accounts		\$69,557.14
Notes and Bills Pay- able		<u>14,511.65</u>
	<u>\$26,563.89</u>	\$84,068.79
		<u>26,563.89</u>
		<u>\$57,504.90</u>

4. Budget for Year, July 1, 1940, to June 30, 1941.

President McVey presented the proposed budget for the University of Kentucky for fiscal year July 1, 1940 to June 30, 1941. The budget shows the income appropriated and estimated and the estimate of expenditures in the aggregate to be for the Division of Colleges (General Fund) income \$1,454,590.50, expenditures \$1,432,965.39, reserve not allocated, \$21,625.11; Experiment Station, income \$428,437.00, expenditures \$428,437.00; Extension Division, income, \$758,720.60, expenditures \$758,720.60; service funds (dormitories and cafeteria), income \$135,362.51, expenditures \$123,407.32, balance \$11,955.19.

The budget was carefully examined by the members of the Board, the items therein being explained and commented on by President McVey. On motion and second, which motion carried by unanimous vote, the proposed budget was adopted, subject to future modifications by the Board or Executive Committee, and the following endorsement was made thereon:

Action on the Budget

Budget accepted as the basis of maximum expenditures for the year 1940-1941, and provision for income and expenditures approved. The inclusion of the name of any person in the budget shall not be considered as a contract of employment and the Board of Trustees or Executive Committee shall be authorized to make such changes in the budget as may from time to time be deemed necessary.

(Signed) Richard C. Stoll

April 2, 1940

Vice Chairman of the Board of Trustees

(Signed) D. H. Peak

Secretary of the Board of Trustees

The budget is made a part of these minutes. See Volume Budget Records.

5. Allotments by State Finance Department.

The Business Agent presented fourth quarter report of allotments of State Appropriations by State Finance Department. The report shows complete allotment to date of all appropriations except as follows:

Service Laboratory - - - - -	\$21,000.00
Total Allotment - - - - -	<u>19,068.00</u>
Short	\$ 1,932.00

Quicksand - - - - -	\$14,000.00
Total Allotment - - - - -	<u>13,135.00</u>
Short	865.00

Hort. Prom. - - - - -	\$10,000.00
Total Allotment - - - - -	<u>8,850.00</u>
Short	1,150.00.

6. Basketball Building Note.

The Business Agent reported that the Basketball Building note carried by the First National Bank and Trust Company was renewed March 14, 1940, after payment of interest due and \$500.00 on principal from Grants in Aid fund as heretofore ordered by the Board of Trustees. The note was renewed for \$5,925.00.

The action of the Business Agent was approved on motion seconded, carried.

7. Haggin Fund - Employment of Attorney Approved.

a. Correspondence.

1. Letter of Laughlin, Gerard, Halpin & Graham.

LAUGHLIN, GERARD, HALPIN & GRAHAM
Counsellors at Law
40 Wall Street
New York

March 5, 1940

RE: TRUST UNDER DEED OF TRUST OF MARGARET V.
HAGGIN DATED JULY 14, 1938.

University of Kentucky
Lexington
Kentucky

Dear Sirs:

We wrote you on November 21st, 1939. In that letter we asked you whether or not it was your intention to be represented in the action which we are about to bring for an accounting by the trustees under the above Deed of Trust in the New York Supreme Court in New York County.

In your reply dated November 24th you advised us that you did not contemplate being represented in that action by a New York attorney.

For certain technical reasons we feel that the defendants in the accounting action should be represented by an attorney solely for the purpose of appearing in the action and consenting to the entry of judgment judicially settling the accounts of the trustees. Unless the defendants are so represented additional expenses will be imposed upon the trust fund which we are sure that you, like ourselves, wish to avoid.

We have therefore contacted a responsible New York attorney, explained the situation to him, and requested him to quote a nominal fee for the above services which he would render to you in this respect. He has quoted us a fee which we feel is very low and with which we feel sure you will be satisfied. We have apportioned this fee among the various defendants according to the amounts of income which they received from the trust. According to this computation your contribution to the fee would amount to \$88.89.

We would appreciate it if you would advise us by return mail whether or not you would be willing to employ this attorney to appear for you in the action and to consent to the entry of a judgment settling the account. If you are satisfied that this be done, we shall have the necessary papers prepared so that you may authorize the attorney to appear for you, and will forward those papers to you to be executed.

Very truly yours,

(Signed) Laughlin, Gerard, Halpin
& Graham

2. Letter from Judge Richard C. Stoll.

March 8, 1940

Laughlin, Gerard, Halpin & Graham
Counsellors at Law
40 Wall Street
New York, N.Y.

RE: TRUST UNDER DEED OF TRUST OF
MARGARET V. HAGGIN DATED JULY
14, 1938.

Gentlemen:

Your letter of March 5th to the University of Kentucky has been referred to me.

I can readily understand why for technical reasons you feel that the defendants in an accounting action should be represented by an attorney as suggested in your letter. I notice that you have selected a responsible New York attorney and he will represent the University for a fee which will amount to \$88.89.

While I do not know the attorney of whom you speak, yet I am sure that you would have no one other than a competent attorney to represent the University or the defendants in the accounting action and so the University will be willing to employ this attorney to appear for it in the action.

If you will forward to me the papers, I will be glad to execute them for and on behalf of the University and send them to you.

You know I am Chairman of the Executive Committee of the University of Kentucky.

Yours truly,

(Signed) Richard C. Stoll

3. Letter from Laughlin, Gerard, Halpin & Graham.

March 18, 1940

Stoll, Muir, Townsend & Parks, Esqs.,
Suite 602
Bank of Commerce Building
Lexington, Kentucky

Re: Trust under Deed
of Trust of Mar-
garet V. Haggin
dated July 14,
1938

Gentlemen:

We acknowledge receipt of your letter of March 8th.

We enclose herewith a form of Authorization to be executed by your client, University of Kentucky. After this Authorization has been executed, will you see to it that a County Clerk's Certificate is affixed to the acknowledgment, and the Authorization with the check for your contribution to Mr. Knisley's fee is forwarded to Mr. Knisley at his office address set forth in the Authorization. May we suggest that your client write a letter to Mr. Knisley at the time the Authorization is returned authorizing Mr. Knisley to appear for it in the action and to consent to the entry of judgment therein.

Very truly yours,

Laughlin, Gerard, Halpin, &
Graham

Enclosure.

b. Resolution of the Board of Trustees

On motion duly seconded and carried, the action of the Chairman of the Executive Committee as shown above under head of correspondence was ratified and approved, and he was authorized to execute the following authorization of employment:

SUPREME COURT,
NEW YORK COUNTY.

-----X
 :
 WILLIAM M. HAUPT, JAMES W. GERARD :
 and BANK OF NEW YORK, as Trustees :
 under a certain Indenture made the :
 14th day of July, 1938, by and be- :
 tween MARGARET VOORHIES HAGGIN, as :
 party of the first part, and WILLIAM :
 M. HAUPT, JAMES W. GERARD and BANK :
 OF NEW YORK, as parties of the :
 second part, :
 Plaintiffs : AUTHORIZATION
 -against- :
 UNIVERSITY OF KENTUCKY, THE WOODFORD :
 COUNTY MEMORIAL HOSPITAL, FRONTIER :
 NURSING SERVICE, HINDMAN SETTLEMENT :
 SCHOOL, THE HARRODSBURG HISTORICAL :
 SOCIETY, THE CLEVELAND ORPHAN :
 INSTITUTION and JOHN J. BENNETT, JR., :
 as Attorney General of the State of :
 New York, :
 Defendants. :
 -----X

PLEASE TAKE NOTICE that the undersigned does hereby designate, constitute and authorize Ralph L. Knisley, Esq., of No. 115 Broadway, in the Borough of Manhattan, City of New York, Attorney at Law, as and for its attorney in the above-entitled action pending in the court entitled above.

Dated March , 1940.

UNIVERSITY OF KENTUCKY,
By Richard C. Stoll

It was further ordered by said motion that the Business Agent make check from Haggin Fund to the attorney employed, Ralph L. Knisley, in the required amount, \$88.89, and mail the check with the authorization as directed by attorneys for Trustees.

8. Haggin Fund - Financial Statement.

The President presented the following statement of financial status of the Haggin Fund, which statement was ordered inserted in the minutes:

Haggin Fund, April 2, 1940

Receipts

December	1939	-	\$34,112.91
May	"	-	5,243.27
July	"	-	5,243.18
September	"	-	5,243.18
January	1940	-	8,081.00
March	1940	-	<u>5,815.07</u>
			\$63,738.51

<u>Expenditures</u>	<u>29,443.13</u>
Net	34,295.38
In bonds	<u>7,500.00</u>
Total	\$43,795.38

Commitments, July 1, 1940

Voorhies Scholarships
and fellowships to 3,040.00
July, 1940

Annotation of Laws 1,000.00

Publication 2,000.00
6040.00

Amount in fund
net \$37,795.38

9. Audit of University Accounts - Report of Secretary of the Board.

a. Report of Business Agent.

Acting on an order of the Executive Committee made at the February, 1940, meeting, request for bids for making a detailed audit of University accounts for the year beginning July 1, 1938, was sent to each audit and accounting company named below. Following the name of the company is the agreed charge to be made for the audit as shown by the bids received and presented herewith.

Peat, Marwick, Mitchell & Company, Chicago, Illinois, make a flat net charge of \$1,350.00 for making detailed audit.

Humphrey, Robinson & Company, Louisville, Ky., make the following bid:

"Our charges would be based upon the following: Senior accountant in charge, \$25.00 per day; assistants, each \$15.00 per day; plus necessary traveling and hotel expenses.

"We agree that our charges will not exceed the above and that the maximum amount of same will not be in excess of \$3,000.00."

Brown and Imhof, Louisville, Ky., make the following bid:

"We will agree to charge for our services on a time basis at the above mentioned per diem rates (\$25.00 per day for senior accountants; \$15.00 per day for junior accountants) with the understanding that the maximum cost, including expenses, will not exceed \$3,750.00."

Cotton and Eskey, Louisville, Ky., made no response to the request.

Hifner and Fortune, Lexington, Ky., stated that they would not make a bid because it is impossible for them to make the audit on account of engagements on hand for four or five months.

b. Resolution.

The contract for making a detailed audit of University books and accounts for the year beginning July 1, 1938, was let to the lowest bidder, Peat, Marwick, Mitchell & Company, Chicago, Illinois, for a flat net charge of \$1,350.00, on motion of Mr. Park, seconded by Judge Cooper, and carried by unanimous vote. The Business Agent of the University of Kentucky was authorized to make proper certification of the action of the Board to the State Division of Purchases, to notify the auditing companies making bids of the acceptance of the Peat, Marwick, Mitchell & Company's bid and to take such other action in connection with letting the contract as is required by University regulations and State laws.

10. Vault Doors - Business Office.

Statement by Business Agent.

I am very anxious to purchase new vault doors for the vaults in the Business Office. The doors now in use afford very little fire protection and I feel that the records of the Business Office are too valuable not to be fully protected from fire. The most important records are kept in the lower vault and it should have immediate attention. The cost of each door as shown by the attached quotations is \$297.47. Cost of installation will be about \$40.00. The doors now in use are about one half hour fire resisting; the proposed doors are six hours fire resisting.

In addition to this we need badly a built-in safe, the cost of which will be about \$48.00.

April 2, 1940

(Signed) D. H. Peak
Business Agent

On motion of Mr. Hillenmeyer, seconded by Judge Cooper, the purchase and installation of the two vault doors and a built-in safe at approximate prices named in Business Agent's statement were approved and ordered. The purchase and installation are to be made when and if funds are available.

11. Report on College Catering Company.

Report of the Business Agent on College Catering Company was deferred to next meeting of the Executive Committee.

12. Report of Kentucky Actuarial Bureau - Women's Halls.

The President presented report of the Kentucky Actuarial Bureau on Women's Halls. On motion and second the report was ordered referred to the Superintendent of Buildings and Grounds, and he was directed to confer with the President as to action thereon.

13. Dr. C. W. Mathers Will.

The following letter from Samuel M. Wilson, attorney, was presented by the Vice-Chairman of the Board. It was ordered copied in the minutes and a copy of the will was ordered filed in Business Office.

23 March, 1940

Honorable R. C. Stoll
Bank of Commerce Building
Lexington, Ky.

Re: Estate of Dr. C. W. Mathers
Disposed of by his Will.

Dear Judge Stoll:

By way of addition or confirmation of what you already know concerning the above estate so far as the University of Kentucky is interested therein, let me say that the University of Kentucky is contingently interested under two articles or clauses of the testator's will, viz., Article III and Article VI.

By Article III, \$50,000 is set up as a trust fund in the hands of the Security Trust Company of Lexington, Kentucky, and the income from this fund is to be applied to the maintenance of a hospital in Carlisle, Ky., and is to be known as the "Mary Mathers Fund." The testator then provides as follows:

"If after five years it is not as good as other of similar size towns of the state I want this trust to be dissolved & the fifty thousand dollars turned over to the State University in Lexington, to become a part of the 'Loan Fund' to assist indigent boys and girls to get an education & to be used as the Loan fund of the University is now used. This is also to be a trust fund as the other."

Article VI of the will applies to the residuary estate of the testator and it provides that the remainder or residue of the estate shall be a trust fund in the hands of the Security Trust Company of Lexington, Kentucky, and that the net income arising from said estate shall be paid twice a year to the Midway (i.e., Kentucky) Female Orphan School. This Article VI further provides:

"Should the Midway School cease to exist as an orphan school then this whole trust fund whatever it may amount to, goes to the 'Loan Fund' at the State University and is

to be no longer a trust - but the money shall be turned over to the Treasurer of the State University."

There is, I am told, a small local hospital now in Carlisle, and it is expected that the income from the \$50,000 mentioned in Article III of the Will will begin to be turned over to said hospital just as soon as the corpus of the fund is delivered to the Security Trust Company and there is any income available for payment to the beneficiary.

Of course you know the status and standing of the Kentucky Female Orphan School.

To the foregoing I may add that whereas the contest over the will of Dr. Mathers turned out favorably to the validity of the will, the representatives of the decedent's estate have been confronted with the threat of a suit by the widow of Dr. Mathers to have the pre-nuptial contract between her and her late husband annulled and set aside on the ground of the unfair and unjust procurement of said contract by Dr. Mathers. Not very long after the death of Dr. Mathers, which occurred in March, 1937, the widow renounced the will in so far as it undertook to make any provision for her, and it is of course obvious that if the pre-nuptial contract were set aside the widow would then be entitled to claim one-half of all the personalty and a dower interest for life in the real estate, the latter consisting of about 400 acres of land. In these circumstances, it was considered best to make an amicable and acceptable adjustment with the widow. This was accordingly done in the first instance by the Kentucky Female Orphan School, beneficiary of the residuary estate, and the arrangement so made has since been approved by the personal representative, the Trustee, and the Court. By the terms of the settlement, there is to be paid to the widow out of the residuary estate through the Kentucky Female Orphan School \$12,500 in cash, and the widow is also to receive an annuity of \$200.00 a month for her life and the life of her twin sister,-- that is, if her twin sister survives Mrs. Mathers, then the same annuity shall be paid to the twin sister so long as she lives. Such annuity, you will notice, represents an income of 6% per annum on a principal of \$40,000. At the death of Mrs. Mathers and her sister, the annuity payments will of course end and the principal sum will belong to the Kentucky Female Orphan School. While the adjustment I have tried to explain manifestly depletes the residuary estate, yet it has undoubtedly been for the general benefit of all of the devisees and legatees under the will, and, all things considered, it seems to me, as it has to the other parties interested, to be a very fair and satisfactory adjustment of the controversy with the widow.

I cannot yet say how much the net amount of the residuary estate, which will eventually come to the hands of the Trustee, will amount to, but as soon as that can be definitely ascertained, the facts can be readily obtained from the Security Trust Company, or I will be glad to furnish the information myself if so desired. The whole estate is valued at about \$300,000.

Trusting that this letter sufficiently sets forth the entire situation under the will of Dr. Mathers in so far as the University of Kentucky is interested or concerned, I am

Very truly yours,

(Signed) Samuel M. Wilson

14. Patterson Estate - Report of Security Trust Company.

President McVey presented a report of the Security Trust Company on financial status of the James K. Patterson Estate. It was ordered inserted in the minutes.

SECURITY TRUST COMPANY
Lexington, Ky.

February 8, 1940

Dr. Frank L. McVey, President
University of Kentucky
Lexington, Kentucky

Dear Dr. McVey:

I enclose statement of the account of the Security Trust Company, as Executor of the estate of James K. Patterson, covering the period from February 2, 1939, to February 8, 1940, together with a list of investments now held in the account. I trust you will find this statement self-explanatory: should there be any further information desired, we shall be glad to furnish it upon request.

Cordially yours,

(Signed) C. N. Manning
President.

STATEMENT OF ACCOUNT OF SECURITY TRUST COMPANYEXECUTOR JAMES K. PATTERSONRECEIPTS1939

Feb. 2	Balances per last statement:		
	Investments	\$263,692.12	
	Cash	<u>1,851.17</u>	\$265,543.29
June 29	Profit in payment \$10,000 Commonwealth Edison Co. 1st mortgage 4s of 1981, carried on account at \$10,150., called at 105 or \$10,500.		350.00
	Accrued interest on same from 3/1/39 to 6/27/39		128.88
Aug. 5	Accrued interest in proceeds \$14,500 Lexington Telephone Company 6s from 6/16/39 to 9/1/39, being \$435.00 interest for six months less \$265.84 interest purchased		169.16

1940

Feb. 8 Dividends and interest collected from Feb. 2 1939
to Feb. 8, 1940, as follows:

United States Treasury Bonds:			
\$55,300.	2 3/4s	\$1,520.75	
3,500.	2 1/2s	87.50	
7,000.	2 7/8s	201.25	
10,000.	3 1/8s	312.50	
42,500	3 1/4s	<u>1,381.26</u>	\$ 3,503.26
Ashland Home Telephone Co.	\$6,000 4 1/2s	270.00	
South. Railway Co.	\$10,000 6s	600.00	
Pa. Railroad Co.	\$10,000 4 1/2s	425.00	
Carolina, Clinchfield & Ohio Ry. Co.	\$5,000 6s	200.00	
Columbia Gas & Electric Co.	\$3,000 5s	150.00	
Federal Farm Mortgage	\$26,000 5s	780.00	
New Phoenix Company	\$8,000 5s	400.00	
Canadian Pacific RR Co.	\$10,000 5s	500.00	
Henry Oliver	\$3,000 6s (paid 6/15/39)	90.00	
Atlanta & Charlotte Airline Rwy.	\$5,000 5s	250.00	
Florida Power & Light Co.	\$3,000 5s	150.00	
Central Pacific Co.	\$2,000 5s	100.00	
178 shs. First National Bank & Trust Co.		890.00	
75 shs. State National Bank, Frankfort		450.00	
50 shs. Commercial National Bank of N.Y. (purchased 8/16/39)		200.00	
25 shs. Guaranty Trust Co. of New York (purchased 8/16/39)		150.00	
100 shs. Bankers Trust Co. of New York (purchased 8/16/39)		100.00	
75 shs. Carolina, Clinchfield & Ohio Railroad Co. Common		<u>375.00</u>	\$9,685.26

Interest on Notes

403.30

TOTAL RECEIPTS \$276,277.89

DISTRIBUTIONS:1939

Feb. 14	Mabel Pollitt Adams, quarterly installment on annuity due 2/15/39	250.00
Apr. 1	Elizabeth S. Short, annuity quarterly installment	25.00
13	Thomas Downing, for award "in lieu of medal" to successful contestant in the oratorical contest held March 26, 1938, under auspices of Patterson Literary Society, said award being made in accordance with 10th clause of will of James K. Patterson	20.00
May 16	Mabel H. Pollitt, quarterly installment on annuity	250.00
July 3	Elizabeth S. Short, quarterly installment of annuity	25.00
12	State Tax on cash balance	4.09
Aug. 5	Difference in carrying value (\$14,649) and proceeds (\$14,645.) of \$14,500 Lexington Telephone Co. 6s called at 101 as of 9/1/39	4.00
23	Mabel Pollitt Adams, quarterly installment of annuity	250.00
Oct. 3	Elizabeth S. Short, quarterly installment of annuity	25.00
Nov. 15	Mabel Pollitt Adams, quarterly installment of annuity	250.00
Dec. 1	Lexington Chapter D.A.R., annual contribution	5.00

1940

Jan. 2	Elizabeth S. Short, quarterly installment of annuity	25.00
Feb. 1	University of Kentucky, 1939 payment for upkeep Patterson Memorial Library	400.00
8	Security Trust Co., 5% Commission on Income Collected	519.23

BALANCE ON HAND:

Investments (per list attached)	\$272,748.27
Cash	1,477.30
	<u>274,225.57</u>

\$276,277.89

<u>INVESTMENTS:</u>	<u>BOOK VALUE</u>
100 shs. Bankers Trust Company of New York Capital Stock	\$5,343.30
75 shs. Carolina, Clinchfield & Ohio Rw. Co. Common	5,887.50
50 shs. Commercial National Bank & Trust Co., N.Y., Capital	8,715.30
178 shs. First Nat. Bank & Trust Co., Lexington	9,812.50
25 shs. Guaranty Trust Company of New York Capital	6,647.55
35 shs. Louisville Trust Company, Capital 345/1000 shares same	5,534.30
168 shs. Intersouthern Life Insurance Company	224.00
75 shs. State National Bank, Frankfort, Ky., Capital	7,500.00
\$6,000 Ashland Home Telephone Co. 4 $\frac{1}{2}$ s of 1961	6,000.00
5,000 Atlanta & Charlotte Airline Rwy 5s of 1944	4,500.00
10,000 Canadian Pacific Railroad Co. 5s of 1954	10,475.00
5,000 Carolina, Clinchfield & Ohio Railway Co. 6s of 1952	5,345.00
2,000 Central Pacific Railway Co. 5s of 1960	2,037.50
3,000 Columbia Gas & Electric Co. 5s of 1952	3,146.25
4,000 Federal Farm Mortgage Corp. 3s of 1942-47	4,056.24
22,000 Federal Farm Mortgage Corp. 3s of 1944-49	22,410.63
1 000 Genesee River Corp. "Erie R.R. Co." 6s of 1957	1,177.50
6,000 Pa. Railroad Co. General Mortgage 4 $\frac{1}{2}$ s of 1981	6,262.50
4,000 Pa. Railroad Co. General Mortgage 4 $\frac{1}{2}$ s of 1984	3,905.83
8,000 New Phoenix Company First Mortgage 5s of 1941	8,000.00
10,000 Southern Railway Co. General Mortgage 6s of 1956	11,620.00
5,000 United Railways of Havana 7 $\frac{1}{2}$ s of 1936	5,495.00
3,000 U. S. Treasury 2s of 1948-50 (purchased 12/8/39)	3,000.00
3,500 U. S. Treasury 2 1/2s of 1949-53	3,487.50
37,000 U. S. Treasury 2 3/4s of 1948-51	38,149.62
2,000 U. S. Treasury 2 3/4s of 1951-54	2,000.00
11,000 U. S. Treasury 2 3/4s of 1958-63	11,262.75
5,300 U. S. Treasury 2 3/4s of 1960-65	5,300.00
7,000 U. S. Treasury 2 7/8s of 1955-60	7,000.00
10,000 U. S. Treasury 3 1/8s of 1949-52	10,475.00
42,500 U. S. Treasury 3 1/4s of 1943-45	42,500.00
3,000 Florida Power & Light Co. 5s of 1954	2,977.50
4,500 6% Notes	4,500.00
TOTAL INVESTMENTS HELD	<u>\$272,748.27</u>

15. Liquor Dispensary - Report.

President McVey reported that he had conferred with Mayor Havely about the sale of liquor in the neighborhood of the University. Mayor Havely said he would make a personal inspection and report his findings to President McVey. This Mayor Havely did, saying later that he had the places visited by an officer each week. So far no liquor has been sold in these places but is sometimes brought in by patrons. It was stated by the Mayor that he would be glad to have information about the sale of liquor either from students or the officers.

16. Students Injured at Gymnasium Annex.

The President presented a letter from Dr. J. S. Chambers showing injury of two students at the Gymnasium Annex, due to falls caused by wet floor. The question of payment of doctors and hospital bills of these students, incurred in caring for the injuries from these falls, was referred to the Executive Committee. The Secretary of the Board was directed to get complete report of facts as to injuries and doctors and hospital charges and to report to Executive Committee.

17. Repairs to Gym Annex Ordered.

Report by Superintendent of Buildings and Grounds.

February 29, 1940

Memo to
Pres. McVey
Adm. Bldg.

Re:--New Roof, Service Bldg.

Dear Sir:

I suppose you have seen the letter which Mr. Potter wrote to Dean Boyd pertaining to the roof over Gym Annex. What he has to say about that portion of the roof applies to the remainder of the roof which covers the space occupied by Buildings and Grounds.

The present roof covering is a cheap two ply job put on when the building was built in 1911, and has been worn out for a number of years. We have patched, painted, and repaired constantly for ten years until the whole is very much like the old "One Hoss Shay". An honest effort has been made to stave off the expense of a new roof as long as possible but this severity of the unprecedented winter all but ruined the whole thing. So what is needed is a new roof covering throughout.

It requires 13,000 square feet of roofing paper, 7,500 pounds of sheet metal, 300 pounds nails and solder, 700 board feet of lumber and three bags of charcoal. These materials will cost the sum of \$1777.00. The W.P.A. will furnish all of the common labor and 2500 gallons of asphalt roof paint. The paint will cost them \$690.00.

This work should be done before July 1, if there is any way possible to do so. A considerable sum of money has been turned in from sales of old boilers and scrap, amounting to \$1565.92. Another \$300.00 will be forthcoming from Sistrunk and Co. for a boiler and approximately \$300.00 for scrap between now and July 1. It has occurred to me that this money could be used to pay for the new roof.

At any rate I trust arrangements can be made to finance the much needed repair.

Sincerely yours,

(Signed) M. J. Crutcher
Supt.

On motion, seconded and carried, it was ordered that the repairs indicated in the letter of Superintendent of Buildings and Grounds be made at the approximate cost named, the work to be done as funds become available for payment therefor.

18. Proposed Work on New Buildings.

Appropriation in the sum of \$15,000.00 for purpose of completing Home Economics and Biological Sciences Building was made at the meeting of the Executive Committee February 8, 1940, Article 17, Section b. This appropriation was approved at this meeting of the Board to be expended when and if funds are available therefor.

19. Honorary Degrees.

Senate Report.

March 30, 1940

President Frank L. McVey
University of Kentucky
Lexington, Kentucky

My dear President McVey:

At a special meeting on Friday, March 29, the University Senate voted to recommend to the Board of Trustees that the degree of Doctor of Laws be granted to each of the following persons at the Annual Commencement in June, 1940: Governor Keen Johnson, Frances Jewell McVey, and President Frank L. McVey.

The Senate also recommended that Justice Stanley Forman Reed be extended a second invitation to attend the commencement exercises to receive the honorary degree of Doctor of Laws. The granting of this degree to Justice Reed was approved last year by the Senate and the Board of Trustees.

Sincerely,

(Signed) Leo M. Chamberlain
Secretary of the Senate

On motion of Mr. Park, seconded by Mr. Gatton, the action of the University Senate was approved, and it was ordered that the degrees be conferred at the June 1940 Commencement.

20. Robinson Sub-Station.

- a. Sale by Adjoining Land Owners
Dean Cooper's Report

March 14, 1940

President Frank L. McVey
University of Kentucky

Dear President McVey:

I have been informed that the Pardees, a company owning land adjoining certain property of the Robinson Substation on the Rattlesnake Branch, have recently sold their property and at the same time have given deed for a part of the property owned by the Substation, and have sold the timber thereon.

Subject to your approval, I have instructed Mr. Jones to make representations that this property is the property of the Robinson Substation. In the event any cutting of timber occurs, an injunction is to be taken out immediately against those making claims against this property, and we will proceed to determine its ownership through the courts.

We have been advised by Attorney Back that there is no question but that the Robinson Substation has a sound title to the property.

Very truly yours,

(Signed) Thomas Cooper
Dean and Director

The action of Dean Cooper was approved.

- b. N. Y. A. Work Project.

Dean Cooper's Letter.

March 14, 1940

President Frank L. McVey
University of Kentucky

Dear President McVey:

In accordance with your approval, I have signed the work project application with the NYA for the construction of a camp at the Robinson forest, and for carrying on certain useful work in the forest.

The project requires a total of \$50 from the co-sponsor, other expenses being paid through the NYA.

As soon as approved, a copy of the project will be placed in the file for information and record.

Very truly yours,

(Signed) Thomas Cooper
Dean and Director

On motion and second, which carried, the signing of the N.Y.A. work project application was approved and the expense thereof was authorized.

c. Construction of Service Building.

Dean Cooper's Letter.

March 27, 1940

President Frank L. McVey
University of Kentucky

Dear President McVey:

After many delays and difficulties, arrangements have been completed for the construction of a service building which will provide the necessary accommodations for meetings at the Robinson Substation. Frankel and Curtis, architects, have drawn the plans, and the matter is now with the WPA regional office at Hazard. Our information is that they will soon be ready to have the agreement signed.

The preliminary estimates indicate the construction of the building will cost about \$33,000, of which we will be required to provide 45% or \$14,850. Funds to meet this obligation have been secured, and are

available from the following sources:

Investment Fund, Robinson Substation --	\$4038.26
Contribution, E. O. Robinson Mt. Fund (for building) -----	7500.00
Misc. Income Fund, Robinson Substation--	3311.74
	<hr/>
	\$14850.00

For emergencies in construction --	
Robinson Misc. Income Fund -----	\$ 1200.00

Very truly yours,

(Signed) Thomas Cooper
Dean and Director.

On motion and second, Dean Cooper was authorized to proceed with the project, construction of Service Building, on terms and conditions shown in his letter. Payment for the construction was authorized to be made from funds shown in his letter.

21. P. W. A. Construction.

a. Financial Status, Docket ^{Ky.} 1305-F

1. Letter submitting

April 2, 1940

President Frank L. McVey
University of Kentucky

My dear President McVey:

I attach hereto the statement of the financial status of P. W. A. Docket No. Ky.-1305-F, as of April 1, 1940. I can report that contracts (No. 1000 to No. 3040 inclusive) have been completed and accepted, and that contract No. 4000 (Laboratory Equipment) will be completed during the current month and that the Docket should be closed by April 30.

The semi-final audit of the entire Docket has been completed and requisition filed with P. W. A. for a further payment thereon in the sum of \$58,088.31. The final audit will be made as soon as contract No. 4000 is completed. We now estimate the final payment thereunder at \$9,996.54.

Yours truly,

(Signed) James H. Graham
Dean

STATUS OF DOCKET NO. KY-1305-F
APRIL 1, 1940

CONTRACT NO.	PARTICULARS	CONTRACT AMOUNT	CHANGE ORDERS	CONTRACT AND CHANGE ORDERS	PAID TO DATE	BALANCE DUE
1000	Women's Dorm-General	161,700.00	-8,680.52	153,019.48	153,019.48	
1030	" " -Heat.& Vent.	8,400.00	789.20	9,189.20	9,189.20	
1040	" " -Electrical	12,395.00	1,518.50	13,913.50	13,913.50	
1050	" " -Elevator	7,560.00		7,560.00	7,560.00	
2000	Bio.Sci.Bldg.-Footings	6,020.00		6,020.00	6,020.00	
2100	" " -General	242,600.00	-6,506.79	236,093.21	211,379.56	24,713.65
2130	" " -Heat.& Vent.	17,350.00	643.74	17,993.74	15,997.39	1,996.35
2140	" " -Electrical	19,989.00	3,772.80	23,761.80	20,772.27	2,989.53
2151	" " -Elevator	9,679.00	61.52	9,740.52	9,740.52	
3000	Home Ec.Bldg. -General	103,750.00	-6,071.68	97,658.32	82,865.64	14,792.68
3030	" " Heat.& Vent.Plbg.	27,940.00	442.02	28,382.02	25,371.00	3,011.02
3040	" " Electrical	13,975.00	2,574.30	16,549.30	13,973.08	2,576.22
4000	Laboratory Equipment	33,984.95	-10,188.66	23,796.29		23,796.29
TOTALS		665,322.95	-21,645.57	643,677.38	569,801.64	73,875.74

STATUS OF DOCKET NO. KY-1305-F
APRIL 1, 1940

ITEM NO.	PARTICULARS	ESTIMATE	ALLOCATED	BALANCE
1	Preliminary	844.01	844.01	
2	Land			
3	Construction	643,677.38	643,677.38	
4	Engineering	18,822.62	20,144.30	-1,321.68
5	Administration	15,786.14	14,463.24	1,322.90
6	Interest	9,503.70	9,503.70	
7	Miscellaneous			
TOTAL		688,633.85	688,632.63	1.22

2, Status of Docket.

b. Cost of Building Construction

1. Letter submitting

February 20, 1940

President Frank L. McVey
University of Kentucky

My dear President McVey:

In accord with your request, I am attaching hereto two copies of a brief statement showing the costs of building construction under P. W. A. Docket No. KY-1013-R and P. W. A. Docket No. KY-1013-2-D.

I shall furnish similar information about the present Docket as soon as it is completed.

Yours truly,

(Signed) James H. Graham
Dean

2. Status of Docket

STATEMENT
UNIVERSITY OF KENTUCKY BUILDING PROGRAM
DOCKET NO. KY-1013-R & DOCKET NO. KY-1013-2-D

Compiled-February 12,
1940

BUILDING COSTS

DOCKET NO. KY-1013-R:

Central Heating System	\$239,406.62
Engineering Building - So. & E. Unit	131,414.05
Incurring Costs (Business Office Record)	<hr/>
Sub-Total	\$370,820.67

DOCKET NO. KY-1013-2-D:

Central Heating System	\$ 55,077.00
Engineering Building - West Unit	138,797.65
Law Building	94,187.76
Biological Sciences Building	165,800.92
Student Union Building	277,792.94
Incurring Costs (Business Office Record)	<hr/>
Sub-Total	\$731,656.27
GRAND TOTAL	<hr/> <hr/> \$1, 102,476.94

RECAPITULATION:

Central Heating System	\$294,483.62
Engineering Quadrangle	270,211.70
Law Building	94,187.76
Biological Sciences Building	165,800.92
Student Union Building	<u>277,792.94</u>
RECAPITULATION TOTAL	\$1,102,476.94

22. Foster Monument.

President McVey presented photographs of the statue of Stephen Collins Foster, a duplicate of which has been offered to the University of Kentucky by the Covington Art Club. See Minutes of February 8, 1940, Section 11.

23. Walks and Roads.

President McVey stated that it is necessary to consider the construction of walks and roads needed in connection with approaches to and from the newly constructed Biological Science and Home Economics Buildings; planting of trees and shrubs on the campus and around the new buildings and sewer connections from Washington Avenue to storm sewer on the campus. He stated that work should be done on these projects as far as possible during the coming summer. Most of the work may be done under W. P. A. project, the University furnishing the material.

On motion and second, the President of the University was given authority to proceed with such works as funds therefor become available.

24. Bi-Centennial Celebration - University of Pennsylvania.

The Bi-Centennial Celebration of the University of Pennsylvania is to be held at Philadelphia, September 20 and 21. Mr. John B. Thayer, Director, has by formal invitation asked the University of Kentucky to participate in the Celebration, requesting that a representative be named. By unanimous vote of the Board of Trustees of the University of Kentucky, Dr. Frank L. McVey was chosen as such delegate, the expense of the attendance to be paid by the University of Kentucky, and his name was authorized to be certified as such representative to the Celebration.

25. The O'Bannon Inquiry.

At the December, 1939, meeting of the Board of Trustees, the following resolution was passed:

That the report be accepted and filed; that Professor L. S. O'Bannon was transferred to the staff of the Kentucky Agricultural Experiment Station, and that his status in the University now is as a member of the staff of the Kentucky Agricultural Experiment Station; that a copy of the Committee's report and a copy of this resolution be sent to Professor O'Bannon.

At this meeting of the Board of Trustees (April 2, 1940), it was brought to the attention of the Board that another letter had been received by members of the Board from Professor O'Bannon. Therefore, the following action was taken:

It was moved and seconded, and unanimously adopted, that the recent letter written by Professor O'Bannon to the individual members of the Board of Trustees constitutes a grave offense against the proper administration of the University of Kentucky, and indicates that Professor O'Bannon is not competent or efficient to perform the duties of his position; that Professor O'Bannon be called upon to repudiate the statements made in that letter and to apologize to President McVey, Dean Graham and the Board of Trustees, and give assurances satisfactory to the President and the Board that there will be no recurrence of such publications, written or oral.

If Professor O'Bannon refuses to make the apology and to give satisfactory assurances, the Board will take such action as it deems advisable with reference to his connection with the University.

26. Appointments and Other Staff Changes.

President McVey presented staff appointments and other changes requested by deans and heads of departments, and, on his recommendation, by motion and second, the following were approved and record ordered made in the minutes:

Appointments

David B. McFadden, Graduate Assistant in Bacteriology, to succeed Charles Turnipseed, resigned; appointment effective from March 1, 1940, to June 30, 1940, at salary of \$30.00 a month.

William Mahon, part-time secretarial assistant, Department of Art, to succeed Mary A. LaGrone, resigned; appointment effective from February 5, 1940, to June 30, 1940, at \$20.00 a month.

William G. Herzel, Research Assistant, College of Commerce, employment for months of July and August, 1940, salary \$128.00 for the period.

Gardner F. Cook, lecturer in Child Welfare course, compensation \$250.00, effective March 1, 1940.

Resignations

Charles Turnipseed, Junior Technician, Department of Bacteriology. He rejoined the U. S. Army, in which he has a captaincy, effective February 29, 1940.

Mrs. Mary A. LaGrone, part-time secretary, Department of Art, effective February 5, 1940.

Thomas D. Boyd, Assistant Superintendent, Buildings and Grounds, resigned to accept a position with the Farm Mutual Automobile Insurance Company. He will be placed on half-time basis until his successor is appointed; effective April 1, 1940.

W. B. Ray, Assistant County Agent, Mercer County, effective June 30, 1940. He goes into other agricultural work.

Harold Binkley, Assistant County Agent, Henry County, effective March 11, 1940. He has accepted position as farm manager with Mr. Herschel Weil.

Leaves of Absence

Miss Laura Deophouse, Assistant Professor, Department of Home Economics, granted sabbatical leave of absence with half pay from September 1, 1940, to June 30, 1941. She will do work toward the doctor's degree.

Miss Margaret Durhan, University Library, leave of absence without pay, for period beginning April 8 and ending July 1, 1940.

Miss Ida Hagman, Field Agent in Home Economics, Extension Division, granted sabbatical leave of absence with half pay for period of October 1, 1940, to July 1, 1941. She expects to study at Columbia University.

Dr. Ralph Woods was granted an extension of leave of absence for two years from July 1, 1940. He is Director of Vocational Education, State Department of Education. This extended leave was granted on approval of Mr. Brocker, Superintendent of Public Instruction.

27. Luncheon.

At the lunch hour the members of the Board and its officers were received at the Women's Residence Halls by the staff of the Halls, assisted by young women residents, and a delightful luncheon was served.

After luncheon, the meeting was continued for a brief period in the Halls, and the business having been completed there, on motion and second the meeting adjourned.

D. H. Peak
Secretary, Board of Trustees