

Minutes of Meeting of the Executive Committee of the Board of Trustees of the University of Kentucky, July 25, 1933.

The Executive Committee of the Board of Trustees of the University of Kentucky met in President McVey's office at the University of Kentucky July 25, 1933, at 10:30 a. m. The members of the Committee present were Judge R. C. Stoll, Chairman; James Park, Joe B. Andrews, R. G. Gordon, and Senator C. O. Graves, the new member appointed at last meeting of the Executive Committee. 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 June 23, 1933, were approved as published.

2. Financial Report.

The financial report for June, completing the report for the year 1932-33, was received and ordered to be recorded in the Minutes. It reads as follows:

EXHIBIT "B"

Statement of Income and Expenditures
Month of June 1333

	Previously Reported	Current Month	Fiscal Year To Date
General Fund Income			
Federal Appropriation	42,750.00		42,750.00
Special Agr. Appro.	21,909.18	2,568.26	24,477.44
Vocational Ed. Board	18,720.05	4,728.95	23,449.00
Bureau of Min. & Top.			
Survey - Misc. Receipts	882.82	29.79	912.61
Bureau of Mineral and Top-			
Survey - State Appro.	3,539.52	153.51	3,693.03
State Tax	646,570.75	32,813.99	679,184.74
Int. on Endowment Bonds	8,644.50		8,644.50
Int. on Liberty Loan Bonds	1,700.00		1,700.00
Student Fees	188,443.31	3,905.59	192,348.90
Student Fees - Sum. Sch.	14,415.54		14,415.54
Student Fees - U. H. S.	9,135.05	85.00	9,220.05
Student Fees - El. Tr. Sch.	7,477.25	80.00	7,557.25
Student Fees - Un. Ext.	24,933.80	1,454.70	26,388.50
Miscellaneous Receipts	19,547.03	2,770.92	22,317.95
Rentals	2,463.72	181.50	2,645.22
State Appr. - Library Book Stacks	7,019.95	6,728.38	13,748.33

Men's Dormitories	11,174.19	106.25	11,280.44
Total	<u>1,029,326.66</u>	<u>55,406.84</u>	<u>1,084,733.50</u>
Expenditures			
Instruction	749,736.19	47,443.60	797,179.79
Adm. Expense & Maint.	226,925.64	20,296.92	247,222.56
Additions and Betterments	17,023.47	14,042.31	31,065.78
Total	<u>993,685.30</u>	<u>81,782.83</u>	<u>1,075,468.13</u>
Excess of Income over Ex-			
penditures	<u>35,641.36</u>	<u>(26,376.03)</u>	<u>9,265.33</u>
Patterson Hall Income			
Board	36,514.16	1,243.25	37,757.41
Miscellaneous Receipts	213.74	7.00	220.74
Room Rent - Summer School	1,271.50		1,271.50
Total	<u>37,999.40</u>	<u>1,250.25</u>	<u>39,249.65</u>
Expenditures			
Expense	29,932.21	4,519.16	34,451.37
Additions and Betterments	2,080.12		2,080.12
Total	<u>32,012.33</u>	<u>4,519.16</u>	<u>36,531.49</u>
Excess of Income over Ex-			
penditures	<u>5,987.07</u>	<u>(3,268.91)</u>	<u>2,718.16</u>
General Fund Income	1,067,326.06	56,657.09	1,123,983.15
General Fund Expend.	<u>1,025,697.63</u>	<u>86,301.99</u>	<u>1,111,999.62</u>
Excess of General Fund			
Income over Expend.	41,628.43	(29,644.90)	11,983.53
Accounts Payable liqui.	(4,110.99)	(2,267.44)	(6,378.43)
Accounts Receivable -			
1932-1933		(8,797.82)	(8,797.82)
Old Outstanding Warrants			
charged off		695.28	695.28
Excess of Receipts over			
Expenditures for Gen-			
eral Ledger accounts	<u>(4,006.49)</u>	<u>35,449.34</u>	<u>31,442.85</u>
Excess of Receipts over			
Expenditures for the			
fiscal year to date -			
General Fund	<u>33,510.95</u>	<u>(4,565.54)</u>	<u>28,945.41</u>
Excess of Receipts over			
Expenditures for the fis-			
cal year to date - General			
Fund			28,945.41
Cash in Bank July 1, 1932 -			
General Fund			<u>(12,274.36)</u>
Cash in Bank June 30, 1933 -			
General Fund			<u>16,671.05</u>

Experiment Station Income			
Hatch - Federal Appro.	15,000.00		15,000.00
Milk and Butter - Cash Rec.	8,053.65	1,375.18	9,428.83
Beef Cattle Sales	831.42	329.40	1,160.82
Dairy Cattle Sales	346.00	87.86	433.86
Sheep Sales	408.91	108.48	517.39
Swine Sales	466.91	201.91	668.82
Poultry Sales	1,296.24	334.66	1,630.90
Farm Produce Sales	1,576.79	110.90	1,687.69
Horticultural Sales	304.32	12.25	316.57
Seed Test	575.69	157.75	733.44
Seed Inspection	19,203.33	2,096.23	21,299.56
Rentals	3,421.70	264.34	3,686.04
Miscellaneous	612.12	60.56	672.68
Fertilizer - Fees	15,772.25	10,228.75	26,001.00
Public Service - State Ap- propriation	17,252.49	3,352.23	20,604.72
Public Service - Misc. Re- ceipts	18.14	5.00	23.14
Feeding Stuffs - Fees	28,244.61	3,675.15	31,919.76
Adams - Federal Appro.	15,000.00		15,000.00
Serum - Sales	1,139.57	179.10	1,318.67
Serum - Virus Sales	70.92	13.50	84.42
Serum - Live Stock	45.70	58.02	103.72
Serum - Supply Sales	116.45	22.53	138.98
Serum - Misc. Receipts	60.00	12.35	72.35
State Appropriation	44,346.23	3,407.58	47,753.81
Creamery - License Fees	4,535.50	340.00	4,875.50
Creamery - Testers' Licenses	1,480.00	198.00	1,678.00
Creamery - Glassware Tested	304.43	192.26	496.69
Robinson - State Appro.	11,459.12	2,570.15	14,029.27
Robinson - Misc. Receipts	3,634.73	285.14	3,919.87
West Ky. - State Appro.	12,055.80	2,032.05	14,087.85
West Ky. - Misc. Receipts	4,134.16	302.10	4,436.26
Purnell - Federal Appro.	60,000.00		60,000.00
Nursery Inspection - Fees	1,530.30	110.00	1,640.30
Blood Test	912.75	244.90	1,157.65
Total	<u>274,210.23</u>	<u>32,368.33</u>	<u>306,578.56</u>
Expenditures			
Expense	253,917.54	32,918.37	286,835.91
Additions and Betterments	2,739.74	1,757.49	4,497.23
Total	<u>256,657.28</u>	<u>34,675.86</u>	<u>291,333.14</u>
Excess of Income over Expenditures	17,552.95	(2,307.53)	15,245.42
Excess of Receipts over Expenditures for General Ledger accounts	(13,468.10)	19,987.31	6,519.21
Old Outstanding Warrants - charged off		73.93	
Excess of Receipts over Expenditures	<u>4,084.85</u>	<u>17,753.71</u>	<u>21,838.56</u>

Excess of Receipts over Ex- penditures for the fiscal year to date - Experiment Station			21,838.56
Cash in Bank July 1, 1932 - Experiment Station			<u>(5,383.43)</u>
Cash in Bank June 30, 1933 - Experiment Station			<u><u>16,455.13</u></u>
Extension Division Income			
Federal Smith-Lever	148,308.76		148,308.76
Federal Additional Co-op.	31,000.00		31,000.00
Federal Supplementary	53,091.04		53,091.04
Federal Capper-Ketcham	36,800.99		36,800.98
State Smith - Lever	113,026.07		113,026.07
County and Other	2,245.74	1,260.36	3,506.10
Total	<u>384,472.59</u>	<u>1,260.36</u>	<u>385,732.95</u>
Expenditures			
Expense	<u>340,674.71</u>	<u>43,731.83</u>	<u>384,406.54</u>
Excess of Income over Ex- penditures	43,797.88	(42,471.47)	1,326.41
Excess of Expenditures over Receipts for General Ledger Accounts		(358.21)	(358.21)
Old Outstanding Warrants - charged off		<u>358.21</u>	<u>358.21</u>
Excess of Receipts over Expenditures	<u>43,797.88</u>	<u>(42,471.47)</u>	<u>1,326.41</u>
Excess of Receipts over Expenditures for the fiscal year to date - Extension Division			1,326.41
Cash in Bank July 1, 1932 - Extension Division			<u>7,737.68</u>
Cash in Bank June 30, 1933 - Extension Division			<u><u>9,064.09</u></u>
Trust Fund Income			
Student Loan Fund	969.15	42.90	1,012.05
Student Notes Paid	<u>2,050.00</u>	<u>10.00</u>	<u>2,060.88</u>
Total Receipts	<u>3,020.03</u>	<u>52.90</u>	<u>3,072.93</u>
Expenditures			
Expense	469.30	62.03	531.33
Student Notes	<u>2,855.25</u>		<u>2,855.25</u>
Total	<u>3,324.55</u>	<u>62.03</u>	<u>3,386.58</u>
Excess of Expenditures over Receipts	<u>(304.52)</u>	<u>(9.13)</u>	<u>(313.65)</u>

Excess of Expenditures over Receipts for the fiscal year to date - Trust Fund	(313.65)
Cash in Bank July 1, 1932 - Trust Fund	<u>1,308.58</u>
Cash in Bank June 30, 1933 - Trust Fund	<u>994.93</u>

Summary

General Fund Income	1,067,326.06	56,657.09	1,123,983.15
Experiment Station Income	274,210.23	32,368.33	306,578.56
Extension Division Income	384,472.59	1,260.36	385,732.95
Trust Fund Income	969.15	42.90	1,012.05
Total	<u>1,726,978.03</u>	<u>90,328.68</u>	<u>1,817,306.71</u>
General Fund Expenditures	1,025,697.63	86,301.99	1,111,999.62
Experiment Station Expend.	256,657.28	34,675.86	291,333.14
Extension Division Expend.	340,674.71	43,731.83	384,406.54
Trust Fund Expenditures	469.30	62.03	531.33
Total	<u>1,623,498.92</u>	<u>164,771.71</u>	<u>1,788,270.63</u>
Excess of Income over Expenditures	103,479.11	(74,443.03)	29,036.08
Accounts payable liquidated	(4,110.99)	(2,267.44)	(6,378.43)
Accounts Receivable 1932-1933		(8,797.82)	(8,797.82)
Old Outstanding Warrants - charged off		1,127.42	1,127.42
Excess of Receipts over Expenditures for General Ledger Accounts	(17,474.59)	55,078.44	37,603.85
Student Loan Fund - Notes	<u>(804.37)</u>	<u>10.00</u>	<u>(794.37)</u>
Excess of Receipts over Expenditures for the fiscal year to date - Combined Fund	<u>81,089.16</u>	<u>(29,292.43)</u>	<u>51,796.73</u>
Excess of Receipts over Expenditures for the fiscal year to date - Combined Fund			51,796.73
Cash in Bank and on hand July 1, 1932 - Combined Fund			<u>(6,611.53)</u>
Cash in Bank and on hand June 30, 1933 - Combined Fund			<u>45,185.20</u>

Abstract of item shown on Statement
of Income and Expenditures as "Excess
of Receipts and Expenditures for Gen-
eral Ledger accounts \$37,603.85"

	<u>Debit</u>	<u>Credit</u>
Accounts Receivable		28,763.01
Insurance Paid in Advance		173.66
Sundry Accounts		9,207.60
Walter K. Patterson Fund		5,000.00
Outstanding Warrants - Can- celled	1,127.42	
Surplus	<u>4,413.00</u>	
	5,540.42	43,144.27
		<u>5,540.42</u>
		<u>37,603.85</u>

3. Bureau of Mineral and Topographic Survey Statements Approved.

The Business Agent presented statements of salaries in the Bureau of Mineral and Topographic Survey for months of July and August, 1933, as follows:

July 16, 1933

Payable from Appropriation

Louise Barton	one month	\$ 82.70
D. M. Young	one month	107.70
R. P. Meacham		150.00
C. S. Crouse		7.70
Newell Wilder	50 hours @ 40¢	20.00
Arthur C. McFarlan		465.00

August 16, 1933

Payable from Appropriation

Louise Barton	\$ 81.00
R. P. Meacham	108.00
D. M. Young	108.00
Arthur C. McFarlan	465.00

The statements were approved by the Executive Committee and ordered to be submitted to the Auditor of Public Accounts for payment.

4. Inheritance Tax Situation.

President McVey reported that inheritance tax collections made by the Auditor of Public Accounts in June, 1933, amounting to \$64,177.74, were withheld from distribution, pending settlement of certain refunds. The amount of the refunds according to information now amounts to about \$47,000.00. The date of transfer to the University of the balance, if any, is indefinite. The reason for withholding the funds is based on the decision in the following case:

COURT OF APPEALS OF KENTUCKY

JUNE 23, 1933

J. Dan Talbott, Auditor of Public Accounts Appellant

V. Appeal from Franklin Circuit Court

Ira A. Urguhart's Exrs. Appellees.

OPINION OF COURT BY JUDGE THOMAS - - AFFIRMING

(Copied in Part)

The second defense must share the same fate. The same subsection of the Statutes (4 of section 4281a-5) expressly provides that such refunds shall be made by the Auditor "out of any inheritance tax money in his possession." It does not require that the amount paid, or any part of it, shall be impounded and redelivered to the payer if it should be subsequently determined that

he was entitled to the whole or any part of it. The only requirement being that he shall make payment out of any inheritance tax in his possession, and which he has not distributed according to law. The answer in his case does not state that at the time of its filing there was no inheritance tax fund in the hands of defendant. In the absence of such a showing, it becomes unnecessary for us to determine what would be the remedy of plaintiff, or the rights of the parties, in cases where there was no such tax fund in the possession of the Auditor. If he has in his possession any such fund at the time payment is demanded of him, or required of him by order of court, it then becomes his duty to issue his warrant against that fund which will necessarily have the effect to reduce the amount to be later distributed among the beneficiaries thereof, since their right to the fund is subordinate to that of a payer of taxes who paid his proportion thereof illegally and without the right of the Commonwealth to collect it, accompanied with the proper protest.

It, therefore, is our conclusion that the judgment appealed from was and is proper, and it is affirmed.

It appears further that an appeal from the decision of the Court of Appeals of Kentucky in the case of Charleston's Heirs against Talbott has been taken to the Supreme Court of the United States. This case involves the question of refund of inheritance taxes paid by estates of non-resident decedents on transfer of stock. The secretary was directed to make further investigation and report.

5. Bank Accounts of Federal Funds and Interest Thereon.

A ruling by the Comptroller General of the United States involving the keeping of accounts of federal funds appropriated to educational institutions is recorded in the Minutes of the Executive Committee of June 23, 1933, Sec. 17.

In the same minutes is the statement of the depository of University funds, The First National Bank and Trust Company, of Lexington, Kentucky, to the effect that on and after June 16, 1933, no interest could be paid on daily balances of University accounts. The notice in part is as follows:

"No member bank (referring to members of the Federal Reserve Banking System) shall directly or indirectly by any device whatsoever, pay any interest on any deposit which is payable on demand."

Following this notice, President McVey wrote the Comptroller General and received answer as follows:

Sir:

There has been received your letter of June 26, 1933, as follows:

"We have received from your office and also from the office of the Commissioner of Education a statement to the effect that all interest accruing under the Morrill-Nelson and other acts shall be paid to the United States Treasury. Since then we have received a statement from the depository of this institution to the effect that no member bank shall pay any interest on any deposit which is payable on demand. I, therefore, raise the question: what object can there be in requiring special accounts for special funds paid to the Federal Land Grant Colleges, if no interest can be paid on such accounts?"

"If the requirement to maintain separate accounts for all these funds in the bank is still insisted upon it means an added burden on the institution, and also upon the bank which serves it. Since the purpose of the regulation was to meet the requirements of interest and that interest is no longer payable, is there any object in continuing the regulations of such special accounts?"

My letter of March 22, 1933, A-46031, to the Secretary of Agriculture, as to the procedure to be followed in handling the funds in question by the State custodians, suggested that separate accounts should be maintained so that there would be no question as to the interest which accrued thereon, if any. However, since the funds in question are to be considered as funds of the United States until expended by the educational institutions to which intrusted for safekeeping and expenditure, no reason appears why separate accounts should not be maintained even if no interest accrues thereon. The educational institution, in any event, is to keep and use such funds for certain specific purposes only and to render an accounting therefor as to the use made, and it is not apparent why there should be any undue added burden to the institution in keeping a separate account with the bank. In so far as the bank is concerned, since you state that no interest is payable upon such demand accounts, it is not apparent how it may have any ground for complaint in that connection.

Accordingly, unless there are other reasons why the procedure in this connection should be changed, no action in that respect will be taken by this office.

Respectfully,

(Signed) J. R. McKarl

Comptroller General of the
United States.

The Executive Committee ordered that the Treasurer of the University open accounts in the First National Bank and Trust Company, Lexington, Kentucky, in accordance with directions of the Comptroller General of the United States.

The Business Agent's report as to interest due on federal funds from January 16 to June 16, 1933, is as follows:

The interest received from bank deposits on Federal Funds computed from January 16, 1933 (date of opinion given by Comptroller of Currency) to June 16, 1933 (date when First National Bank and Trust Company stopped paying interest) is shown below:

Morrill-Nelson Fund	\$23.74
Experiment Station Fund	125.18
Smith-Lever Funds	<u>805.63</u>
	\$904.55

July 25, 1933 (Signed) D. H. Peak
Business Agent

6. Tax Receipts 1930-31 to 1932-33

President McVey presented a report, which was ordered incorporated in the Minutes, of a comparison of tax receipts to institutions of higher learning and common school fund for the years 1930-31, 1931-32, and 1932-33. This report follows:

Comparison of Tax Receipts to Institutions of Higher Learning and Common School Fund for the Years 1930-31, 1931-32, and 1932-33.

Institution	Millage Tax			Per Cent Decrease (a)
	1930-31	1931-32	1932-33	
University of Kentucky	\$599,910.44	\$556,608.25	\$466,613.11	22.6
Morehead	179,591.36	166,151.71	139,287.47	22.6
Murray	179,591.36	166,151.71	139,287.47	22.6
Eastern	209,214.84	193,843.68	162,502.07	22.6
Western	235,468.82	218,765.46	183,395.18	22.6
Common School Fund	6,208,673.91	5,732,234.13	4,805,418.76	22.6

Inheritance Tax				
University of Kentucky	537,570.85	377,896.45	212,571.63	60.5
Morehead	67,196.35	42,236.96	26,571.39	60.5
Murray	67,196.35	42,236.96	26,571.39	60.5
Eastern	134,392.70	84,474.01	53,142.82	60.5
Western	268,785.45	168,948.06	106,285.69	60.5

(a) Per cents have been adjusted to take care of sheriffs' exonerations.

(Table continued from preceding page)

Comparison of Tax Receipts to Institutions of Higher Learning and Common School Fund for the Years 1930-31, 1931-32, and 1932-33.

Institution	Total Receipts			Per Cent De- crease
	1930-31	1931-32	1932-33	
University of Kentucky	\$1,137,481.29	\$894,504.70	\$679,184.74	40.3
Morehead	246,787.71	208,388.67	165,858.86	32.8
Murray	246,787.71	208,388.67	165,858.86	32.8
Eastern	343,607.54	278,317.69	215,644.89	37.2
Western	504,254.27	387,713.52	289,680.87	42.6

The order authorizing the borrowing of money, made at the meeting of the Executive Committee, June 23, 1933, was changed to read as follows:

Authority to borrow, during the fiscal year 1933-1934 for the purpose of paying salaries, bills approved and due and current operating expenses, a sum not to exceed one hundred thousand dollars (\$100,000.00) is hereby granted. This may be borrowed in part or in whole as needed, and note or notes executed therefor, which notes may be made for three months and renewed from time to time. The Chairman of the Executive Committee and the Business Agent or the President of the University and the Business Agent are authorized to sign such notes for the University of Kentucky.

7. Payment on Unpaid Salaries.

President McVey made report of payment on unpaid salaries for the year 1931-32 on basis of ten per cent and unpaid obligations to the University. The amount distributed was \$23,264.69, previous reductions having amounted to \$4,121.72. This leaves a balance of \$173,049.48 unpaid on 1931-32 salaries. This is subject to a further reduction of indebtedness to University on fees. The report was approved by the Executive Committee, with the provision that notation be made in the records of the Business Office that such payments as made or that hereafter may be made on unpaid salaries of 1931-32 shall in no wise amount to a recognition or acceptance by the Board of Trustees or Executive Committee or anyone in authority of any obligation of the University of Kentucky to pay unpaid salaries of 1931-32 or any part thereof.

Further distribution on unpaid salaries of 1931-32, on per cent basis and obligations to the University, in amount of balance of 1932-33 income of general fund not yet expended, was recommended. No exception was made as to amount of distribution to those who have permanently severed service connection with the University.

8. Sale of State Warrants.

The sale of following State Warrants, reported by the Business Agent, was approved:

WARRANTS SOLD - JUNE - COLLEGE

	<u>No.</u>	<u>Face Value</u>	<u>Date</u>	<u>Discount</u>	<u>Int.</u>	<u>Total</u>
Special Ag.	F8969	\$2279.23	3/31/33	\$2079.79 (91 $\frac{1}{2}$)	26.59	\$2106.38
Voc. Rehab.	F11393	927.83	6/20/33	844.32 (91)	1.29	845.61
Min. & Top.	F11987	257.12	6/27/33	233.98 (91)	.10	234.08
Spec. Ag.	F9040	500.00		456.25 (91 $\frac{1}{2}$)	5.63	461.88
Library Stacks	F10575	4581.00		4180.16 (91 $\frac{1}{2}$)	20.36	4800.52
Library Stacks	F11991	2769.00	6/27/33	2526.71 (91 $\frac{1}{2}$)	1.15	2527.86

WARRANTS SOLD - JUNE - EXPERIMENT STATION

	<u>Date</u>	<u>Face Value</u>	<u>Date</u>	<u>Discount</u>	<u>Int.</u>	<u>Total</u>
Public Service.	F10853	\$1833.33	6/2/33	\$1672.92 (91 $\frac{1}{4}$)	\$5.60	\$1678.52
West Ky.	F11990	188.43	6/27/33	171.47 (91)	.08	171.55
Robinson Station.	F10955	1414.06		1290.33 (91 $\frac{1}{4}$)	3.33	1293.66
Ex. Sta. 50M	F8966	3673.94		3361.65 (91 $\frac{1}{2}$)	45.92	3407.58
West Ky.	F10954	1289.97		1180.32 (91 $\frac{1}{2}$)	4.30	1184.62
Public Service	F11989	1833.37	6/27/33	1672.95 (91 $\frac{1}{4}$)	.76	1673.71
Robinson Station	F12181	1398.46	6/28/33	1276.10 (91 $\frac{1}{4}$)	.39	1276.49

TABULATION OF SALE OF WARRANTS 1932-1933Extension Division Fund

<u>No.</u>	<u>Face V.</u>	<u>Per Cent</u>	<u>Amount</u>	<u>Interest</u>	<u>Total</u>
F. 771	5,000.00	85 $\frac{3}{4}$	4,287.50	13.89	4,301.39
772	5,000.00	85 $\frac{3}{4}$	4,287.50	17.34	4,304.84
773	2,432.72	85 $\frac{3}{4}$	2,086.06	6.76	2,092.82
1870	12,154.89	93 $\frac{1}{4}$ -93	11,334.04	40.42	11,374.46
3200	11,467.75	89	10,206.30	84.39	10,290.69
4210	4,007.75	89 $\frac{1}{4}$ less $\frac{1}{4}$	3,566.90	15.03	3,581.93
4208	4,000.00	89 $\frac{1}{2}$ " "	3,570.00	12.22	3,582.22
4209	4,000.00	89 $\frac{1}{2}$ " "	3,570.00	12.22	3,582.22
7821	14,143.06	91 $\frac{1}{2}$	12,905.53	66.78	12,972.31
8968	17,100.47	90 $\frac{1}{4}$	15,433.17	64.13	15,497.30
Cash	40,693.36	Part of Appro. paid by check			40,693.36
	<u>120,000.00</u>				<u>112,273.54</u>
				Loss	<u>7,726.46</u>
					<u>120,000.00</u>

Experiment Station Fund

No.	Face V.	Per Cent	Amount	Interest	Total
F. 775	2,298.00	85 3/4	1,970.54	6.39	1,976.93
1869	5,221.54	93 $\frac{1}{4}$ -93	4,868.54	17.27	4,885.81
3244	3,513.84	89 less $\frac{1}{4}$	3,118.54	25.85	3,144.39
3249	2,842.49	89	2,529.81	20.91	2,550.72
4206	3,679.57	89	3,274.82	11.24	3,286.06
7823	3,241.21	91 $\frac{1}{4}$	2,957.61	15.30	2,972.91
8966	3,673.94	91 $\frac{1}{2}$	3,361.66	45.92	3,407.58
Cash	25,529.41	Part of Appro. paid by check			25,529.41
	50,000.00				47,753.81
		Loss			2,246.19
					50,000.00

Public Service Appropriation

F 778	1,833.33	85 3/4	1,572.08	5.09	1,577.17
1838	1,833.33	93 $\frac{1}{4}$ -93	1,708.74	5.92	1,714.66
3199	1,833.33	89 $\frac{1}{4}$ less $\frac{1}{4}$	1,631.66	15.28	1,646.94
4207	1,833.33	89	1,631.66	5.60	1,637.26
7824	1,833.33	91 $\frac{1}{4}$	1,672.90	8.66	1,681.56
8967	1,833.33	90 $\frac{1}{4}$	1,654.58	7.00	1,661.58
10853	1,833.33	91 $\frac{1}{4}$	1,672.92	5.60	1,678.52
11989	1,833.37	91 $\frac{1}{4}$	1,672.95	.76	1,673.71
Cash	7,333.32	Part of Appro. paid by check			7,333.32
	22,000.00				20,604.72
		Loss			1,395.38
					22,000.00

Robinson Exp. Sub. Sta. Appropriation

F. 913	1,157.89	89 3/4	1,039.21	4.35	1,043.56
3242	1,580.49	89 less $\frac{1}{4}$	1,402.69	11.63	1,414.32
3976	1,218.88	89 $\frac{1}{2}$ " "	1,087.85	4.74	1,092.59
4662	1,023.99	89 " "	908.79	2.56	911.35
7893	1,291.33	91 $\frac{1}{4}$	1,178.35	5.74	1,184.09
8970	1,082.71	90 $\frac{1}{4}$	977.15	3.87	981.02
10955	1,414.06	91 $\frac{1}{4}$	1,290.33	3.33	1,293.66
12181	1,398.46	91 $\frac{1}{4}$	1,276.10	.39	1,276.49
Cash	4,832.19	Part of Appro. paid by check			4,832.19
	15,000.00				14,029.27
		Loss			970.73
					15,000.00

No.	Face V.	Per Cent	Amount	Interest	Total
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Western Kentucky Experiment Sub Station Appropriation

F. 914	1,391.02	89 3/4	1,248.44	5.22	1,253.66
3242	1,208.66	89 less 1/4	1,072.80	8.89	1,081.69
3977	853.54	89 1/2 " "	761.79	3.31	765.10
4663	1,474.22	89 " "	1,308.37	2.67	1,311.04
7894	1,325.31	91 1/4	1,209.35	5.89	1,215.24
8971	1,748.99	90 1/4	1,578.46	6.63	1,585.09
11990	188.43	91	171.47	.08	171.55
10954	1,289.97	91 1/2	1,180.32	4.50	1,184.82
Cash	<u>5,519.86</u>	Part of Appro. paid by check			<u>5,519.86</u>
	15,000.00				<u>14,087.85</u>
				Loss	<u>912.15</u>
					<u>15,000.00</u>

War Orphan Fund

F 10226	175.65	92 1/2	162.48	4.88	167.36
				Loss	<u>7.29</u>
					<u>175.65</u>

Geological Survey Expense

F 1323	776.39	92 1/2	718.16	16.28	734.44
1324	<u>462.50</u>	Transferred to Union Transfer			<u>462.50</u>
	1,238.89	Co. in payment of bill			<u>1196.94</u>
				Loss	<u>41.95</u>
					<u>1238.89</u>

Bureau of Mineral and Top. Survey Appro.

F 3248	307.60	92 1/2	284.53	4.70	289.23
11987	257.12	91	233.98	.10	234.08
Cash	<u>2,435.28</u>	Part of Appro. paid by check			<u>2,435.28</u>
	3,000.00				<u>2,958.59</u>
				Loss	<u>41.41</u>
					<u>3,000.00</u>

Special Agricultural Appropriation

F. 3245	3,612.23	92 1/2	3,341.31	55.19	3,396.50
4211	3,619.57	92 1/4	3,348.10	40.22	3,388.32
9040	500.00	91 1/4	456.27	5.63	461.88
7822	4,426.92	91 1/4	4,039.56	22.75	4,062.31
8969	2,279.23	91 1/4	2,079.79	26.59	2,106.38
Cash	<u>11,062.05</u>	Part of Appro. paid by check			<u>11,062.05</u>
	25,500.00				<u>24,477.44</u>
				Loss	<u>1,022.56</u>
					<u>25,500.00</u>

No.	Face V.	Per Cent	Amount	Interest	Total
<u>Vocational Rehabilitation Fund</u>					
F. 6879	1,725.48	94½	1,630.58	4.07	1,634.65
11393	<u>927.83</u>	91	844.32	1.29	<u>845.61</u>
	2,653.31				2,480.26
				Loss	<u>173.05</u>
					2,653.31
<u>Library Book Stacks Appropriation</u>					
F. 7825	7,650.00	91¼	6,980.63	39.32	7,019.95
10575	4,581.00	91¼	4,180.16	20.36	4,200.52
11991	<u>2,769.00</u>	91¼	2,526.71	1.15	<u>2,527.86</u>
	15,000.00				13,748.33
				Loss	<u>1,251.67</u>
					15,000.00

Total loss by discount on sale of State
Warrants \$15,788.84

9. Agreement with War Department as to Camp Site Buildings at Robinson Experiment Sub-Station.

The Act of the Chairman of the Executive Committee and the Secretary of the Board of Trustees in executing on July 19, 1933, an agreement with the War Department of the United States of America, as to removal of camp site building at Robinson Experiment Sub-Station was approved. Copy of the agreement follows:

THIS AGREEMENT, between the UNIVERSITY OF KENTUCKY and the WAR DEPARTMENT OF THE UNITED STATES OF AMERICA,

WITNESSETH: That the University of Kentucky covenants and agrees to and with the War Department of the United States of America that said War Department shall have, and is hereby given, the right to remove, at any time, any and all buildings which have been, or may hereafter be, erected at its expense on any camp site on the property of the University of Kentucky in Breathitt County, Kentucky, which is now or may hereafter be used and occupied with the consent of said University for the purposes of the Citizens' Civilian Conservation Camp.

IN TESTIMONY OF ALL WHEREOF, the University of Kentucky has hereunto set its hand by Richard C. Stoll, Chairman of its Executive Committee, and caused its corporate seal to be affixed and attested by D. H. Peak, Secretary of its Board of Trustees, this the 19th day of July, 1933, pursuant to a resolution of its Executive Committee adopted the 19th day of July, 1933.

UNIVERSITY OF KENTUCKY

(Signed) BY Richard C. Stoll
Chairman of its Executive
Committee

Attest:

(Signed) D. H. Peak
Secretary of its
Board of Trustees.

10. Lease of Home Demonstration House.

Dean Thomas Cooper presented the following recommendation:

The lease on the property at 162 Bonnie Brae Avenue, which is occupied as a home management house, will expire July 31, 1933. I wish to recommend that it be re-leased from the Henry Clay Fire Insurance Company for the period of one year, namely, August 1, 1933, to July 31, 1934, at a rental of \$60.00 a month. The item for same is provided for in the budget of the department of home economics, teaching division, College of Agriculture.

The recommendation was approved and Dean Cooper was authorized to act accordingly,

11. Report to Budget Commission for 1934-35 and 1935-36.

President McVey presented a letter from Nat B. Sewell, State Inspector and Examiner, requesting the biennial report to State Budget Commission. This report must be submitted to the Board of Trustees for approval, and action thereon was deferred until the September, 1933, meeting of that body. The Secretary was directed to write Mr. Sewell in regard thereto.

12. State Council of Education.

President McVey called attention to proposed membership of the University of Kentucky on the State Council of Higher Education. It was recommended that the membership of the University of Kentucky should consist of three members of the Board, the President of the University, and the Dean of the College of Education.

13. National Reconstruction Act in Relation to University Buildings.

President McVey brought up the question of the probability of the University of Kentucky being able to take advantage of the National Reconstruction Act as to carrying indebtedness on dormitories, construction of new buildings, and repairs to buildings. He was directed to get an opinion of the Attorney General relative to the status of the University in regard to requesting and accepting loans from the reconstruction fund, and especially to ask interpretation of the Act of 1928, relating to borrowing money on the amortization plan.

14. Patterson Student Loan Funds Investment.

The Treasurer and Business Agent were authorized to invest the Walter K. Patterson Student Loan Funds in State Warrants. Following is copy of a receipt executed to Executor of Walter K. Patterson Estate by the University of Kentucky.

Lexington, Kentucky

Received, this 26th day of June, 1933, of SECURITY TRUST COMPANY, EXECUTOR OF WALTER K. PATTERSON, DECEASED, FIVE THOUSAND DOLLARS (\$5,000) bequeathed to the University of Kentucky in the 16th clause of the will of said Walter K. Patterson, to be held in trust and the income to be administered by the Student Loan Committee of the said University for the use and benefit of needy and worthy students matriculated therein, on the terms and conditions specified in said clause 16 of the will of Walter K. Patterson, deceased; the said bequest to be held intact and only the accrued interest or income therefrom to be loaned, and the interest or income that accrues from loans of the fund to students shall be added to and augment the endowment fund; said bequest shall forever be known and styled as "The Janet Kennedy Patterson Memorial Student Loan Fund, founded and endowed by Walter Kennedy Patterson in remembrance of his mother."

The undersigned, University of Kentucky, accepts the said bequest under the terms specified, and agrees to hold and to administer the same as directed in the will of Walter K. Patterson, deceased, particularly the 16th clause thereof.

UNIVERSITY OF KENTUCKY

(Signed) By Frank L. McVey
President

(Signed) John Skain
Treasurer

15. Seed Fund Reversion to General Fund of the State.

The Business Agent reported that of the amount collected by the Experiment Station for the year 1932-33 under the Seed Testing Act of 1932, a balance of \$789.78 was not expended. This amount, under the provision of the law, reverted to the general fund of the State of Kentucky.

16. Auditors Employed.

The President reported that the firm of Peat, Marwick, Mitchell and Company had been employed to audit the books of the Business Office, compensation therefor to be \$600.00. The employment was approved.

17. Annual Payment on Service Building Ordered.

On motion and second it was ordered that the payment due on the Service Building (tobacco warehouse), viz. \$14,200.00 be paid, and that payment of tax bills thereon be made as they become due.

18. Appointments and Other Staff Changes.Appointments

J. H. Haynesworth, Jr., graduate assistant in Physics, stipend, \$500.00.

K. D. Little, half-time graduate assistant in Physics, stipend, \$250.00.

H. M. Sullivan, half-time graduate assistant in Physics, stipend, \$250.00.

Miss Bernice Fox, assistant in English, stipend, \$400.00.

E. J. Lewis, part-time instructor of the band, relieving E. G. Sulzer of that duty.

Changes in Employment

G. H. Wiggin, forester at Robinson Experiment Sub-Station, will take over the work of Camp Superintendent for emergency conservation work at the Robinson Experiment Sub-Station forest. His compensation from the Experiment Station is fixed at \$38.33 per month, the principal portion of Mr. Wiggin's salary to be paid from emergency conservation funds, for such time as he is employed as Superintendent.

Howell D. Spears, chemist at the Experiment Station, several years ago was granted by the Board of Trustees the privilege of giving technical assistance as chemist to the City of Lexington. The granting of this privilege created no obligation on part of the Experiment Station, nor did it affect Mr. Spears' work at the Station. Mr. Spears received from the City Manager notice that his services would be terminated July 15, 1933.

Leave of Absence

Howard O. Matson, instructor in Agricultural Engineering and field agent in Agricultural Engineering, was granted an indefinite leave of absence, beginning August 9, 1933. Mr. Matson is to assist in the erosion control work in the State.

On motion, the meeting adjourned.

D. H. Peak
Secretary, Board of
Trustees