

Minutes of the Statutory Meeting of the Board of Trustees of the University of Kentucky on Tuesday, December 10, 1968

As provided under KRS 164.170, the Board of Trustees of the University of Kentucky met in regular session on Tuesday afternoon, December 10, 1968, at 2:00 o'clock Eastern Standard Time, in the Board Room of the Administration Building on the campus of the University of Kentucky with the following members present: Governor Louie B. Nunn, Chairman, Dr. Ralph Angelucci, Vice Chairman, Mr. Sam Ezelle, Secretary, Mr. William R. Black, Mrs. Rexford Blazer, Mr. Smith Broadbent, Mr. Richard E. Cooper, Dr. Harry Denham, Mr. George Griffin, Mr. J. Robert Miller, Mr. B. Hudson Milner, Dr. N. N. Nicholas, non-voting faculty members Professor Paul Oberst and Dr. Robert W. Rudd, and non-voting student member Mr. Wallace Bryan. Mr. Robert Hillenmeyer attended the meeting of the Finance Committee and the luncheon meeting of the Board of Trustees but was excused by Governor Nunn from the formal meeting. Absent were Mr. Wendell P. Butler and former Governor A. B. Chandler. Dr. A. D. Kirwan, Dr. A. D. Albright, Dr. William R. Willard, Mr. Robert F. Kerley and Dr. Alvin L. Morris represented the administration of the University. Members of the various news media were also in attendance.

A. Meeting Opened

Governor Nunn called the meeting to order at 1:55 p.m. after first determining that there was no objection to opening the meeting five minutes earlier than scheduled. After the invocation pronounced by Mr. William Black, the Secretary reported a quorum present and the Chairman declared the meeting officially open for the conduct of business at 1:57 p.m.

B. Minutes Approved

On motion by Dr. Nicholas, seconded by Mr. Ezelle, and passed, the reading of the Minutes of the Special Meeting of the Board of Trustees on Tuesday, November 19, and of the Executive Committee of the Board of Trustees on Tuesday, December 3, was dispensed with and the Minutes were approved as published.

C. President's Report to the Trustees

Dr. Kirwan discussed briefly the items mentioned in PR 1, President's Report to the Trustees. Following his presentation, Governor Nunn accepted the report and ordered it filed.

D. Recommendations of the President (PR 2)

Dr. Kirwan endorsed the proposed change in name for the Department of Radio, Television, and Films as recommended in Item I. Dr. Willard, after explaining briefly, recommended approval of the changes in the administrative structure of the College of Dentistry as proposed in Item II, and Dr. Kirwan indicated that the remaining items were routine in nature, calling attention only to the requests for leaves of absence and the naming of two department chairmen in Item IV.

On motion by Dr. Angelucci, seconded by Mr. Cooper, and approved unanimously, the recommendations made in PR 2 were approved as a whole and it was ordered made an official part of the Minutes of the meeting. (See PR 2 at the end of the Minutes.)

E. Supplemental Recommendations of the President (PR 3)

Dr. Kirwan indicated that he made with deep regret the recommendation that Dr. Paul Nagel's resignation as Dean of the College of Arts and Sciences, effective June 30, 1969 be accepted. He further recommended that Dean Nagel be placed on special assignment during the fall semester of the 1969-70 academic year and that he be granted sabbatical leave during the spring semester of 1969-70. Following this, Dr. Nagel will return to his teaching and research duties in the Department of History where he holds the rank of professor with tenure.

Before action was taken on PR 3, Mr. Kerley explained the recommendation relative to the sale of the property presently owned by the University and known as 506, 508, and 512 Columbia Avenue to Gamma Phi Beta Sorority, Inc. for the sum of \$50,550.00, its appraised value, and recommended approval.

On motion by Dr. Angelucci, seconded by Mr. Griffin, and passed without dissent, PR 3 was approved as a whole and ordered made an official part of the Minutes of the meeting. (See PR 3 at the end of the Minutes.)

F. Report on Alumni Trustee Member Election (PR 4)

Dr. Kirwan read a letter he had received from the Secretary of the Board of Trustees reporting the following results of the election for an alumni member of the Board of Trustees:

Ralph J. Angelucci	3,322 votes
J. Roger Caudill	1,891 votes
Hamilton R. Duncan	1,094 votes
John H. Gray	2,045 votes
James H. Pence	2,560 votes
William B. Sturgill	2,031 votes

The results of the election were duly noted and on motion by Dr. Denham, seconded by Mr. Ezelle, and all present voting "aye," the Secretary's report was received and ordered put to record, and the Secretary was authorized to certify to the Governor the names of the three persons receiving the largest number of votes from which list he would appoint a successor to Dr. Ralph J. Angelucci whose term expires December 31, 1968. (See PR 4 at the end of the Minutes.)

G. 1968-69 Budget Revisions Approved (PR 5)

Dr. Albright indicated that the proposed budget revisions recommended in PR 5 were routine but he would be glad to answer any questions the Board members might have. There being no questions, on motion by Mr. Black, seconded by Mrs. Blazer, and passed, the proposed budget revisions in PR 5 were approved. (See PR 5 at the end of the Minutes.)

H. Acceptance of Land for Madisonville Community College (FCR 1)

At the request of Dr. Denham, Chairman of the Finance Committee, Mr. Kerley showed on a map the location of the 150 acres in Hopkins County which the Madisonville College Foundation, Inc. has agreed to purchase and to deed to the University of Kentucky if it is acceptable to the Board of Trustees as the site of the Madisonville Community College. He stated that the University of Kentucky has determined that the site is acceptable providing certain conditions mentioned in FCR 1 are satisfied and continued that, if accepted, the Board should authorize the appointment of an architect for the preparation of a comprehensive physical development plan and appropriate \$12,000 from available funds to cover the costs of the plan.

Dr. Denham indicated that the Finance Committee had studied the matter and recommended adoption of the Resolution in FCR 1. Mr. Ezelle so moved and his motion was seconded by Mr. Cooper, passed without dissent, and it was so ordered by the Chairman. (See FCR 1 at the end of the Minutes.)

I. Installation of Elevator at Spindletop Hall Approved (FCR 2)

Mr. Kerley explained that the Board of Directors of Spindletop Hall wished to install an elevator from the basement to the second floor at its own expense but could not do so without prior approval of such structural change from the Board of Trustees. He assured the Board members that the location of the elevator at the end of the hallway to the left of the main entrance hall of the mansion near the kitchen would not be discernible from the social areas.

With the understanding that the University would be involved in no expense

and that the structural changes would be minor, on motion by Dr. Denham, seconded by Mrs. Blazer, and passed, the Board of Directors of Spindletop Hall were authorized to install an elevator in the mansion. (See FCR 2 at the end of the Minutes.)

J. Revenue Bonds in Amount of \$130,000.00 Authorized for Alpha Delta Pi Construction Program (FCR 3)

Dr. Denham stated that it was in order for there to be considered a resolution authorizing the issuance of \$130,000.00 of University of Kentucky Dormitory Revenue Bonds, Second Series (476 Rose Street), dated December 1, 1968, which would finance the construction of an addition to the dormitory on the property at 476 Rose Street.

Thereupon, Mr. Ezelle introduced and caused to be read in full a resolution entitled:

A RESOLUTION OF THE BOARD OF TRUSTEES OF THE UNIVERSITY OF KENTUCKY PROVIDING FOR THE ISSUANCE, SALE AND DELIVERY OF DORMITORY REVENUE BONDS TO PAY THE COST (NOT OTHERWISE PROVIDED) OF CONSTRUCTING AN ADDITION TO THE DORMITORY BUILDING SITE GENERALLY KNOWN AND DESIGNATED AS NO. 476 ROSE STREET IN LEXINGTON, KENTUCKY,

a true copy of which was presented to the meeting at which such resolution was presented and a true copy of which is attached to these Minutes. Such member of the Board of Trustees thereupon moved that all rules be suspended and that such resolution be adopted, which motion was duly seconded by member Dr. Denham and said motion having been duly considered, the Chairman of the Board of Trustees put the question, and upon the roll being called the following voted AYE: Governor Louie B. Nunn, Dr. Ralph J. Angelucci, Mr. Sam Ezelle, Mr. William R. Black, Mrs. Rexford Blazer, Mr. Smith Broadbent, Mr. Richard E. Cooper, Dr. Harry Denham, Mr. George Griffin, Mr. J. Robert Miller, Mr. B. Hudson Milner and Dr. N. N. Nicholas.

NAY: None.

Whereupon, the Chairman of the Board of Trustees declared that such resolution had been duly adopted.

Mr. Ezelle thereupon introduced and caused to be read in full the form of Notice of Bond Sale, the Further Information as to Sale of Bonds, \$130,000 of University of Kentucky Dormitory Revenue Bonds, Second Series, (476 Rose Street), Dated December 1, 1968, and the Bid Form, true copies of which were presented at

the meeting and true copies of which are attached to these Minutes. Such member of the Board of Trustees thereupon moved that all rules be suspended and that such form be accepted and approved, which motion was duly seconded by Dr. Denham. After discussion the Chairman put the question and the vote was recorded as follows:

Voting AYE: Governor Louie B. Nunn, Dr. Ralph J. Angelucci, Mr. Sam Ezelle, Mr. William R. Black, Mrs. Rexford Blazer, Mr. Smith Broadbent, Mr. Richard E. Cooper, Dr. Harry Denham, Mr. George Griffin, Mr. J. Robert Miller, Mr. B. Hudson Milner and Dr. N. N. Nicholas.

Voting NAY: None.

The Chairman then announced that the form of the Notice of Bond Sale, Further Information as to Sale of Bonds, \$130,000 of University of Kentucky Dormitory Revenue Bonds, Second Series, (476 Rose Street), Dated December 1, 1968, and the Bid Form had been accepted and approved. (See FCR 3, Resolution, Notice of Bond Sale, Information as to Sale of Bonds, and Bid Form at the end of the Minutes.)

K. Inactive Accounts Receivable, Albert B. Chandler Medical Center Authorized Written Off (FCR 4)

Mr. Kerley explained that full efforts had been made to collect the 15,463 inactive accounts of the University Hospital incurred during the calendar years 1962 through 1966 and that further efforts would probably yield minimal return with the cost of internal management probably exceeding the accounts which might be collected. He said that since 1966 patient charges are based on a more careful assessment of ability to pay. Under this policy 90 per cent of accounts receivable are being collected. He added that in the future the collection agency authorized by the Board of Trustees to handle uncollectible accounts for the entire University would be responsible for making recommendations relative to all write-offs.

On motion by Dr. Nicholas, seconded by Dr. Angelucci, and passed, the appropriate University officials were authorized to write off against the Reserve for Bad Debts, 15,463 inactive accounts receivable of the Albert B. Chandler Medical Center totaling \$809,039.54, incurred during the calendar years 1962 through 1966. (See FCR 4 at the end of the Minutes.)

L. Agreements with Veterans Hospital Approved (FCR 5)

Mr. Kerley said he felt the background statement explained adequately the reasons for the proposed "site clearance" and "utility connection" agreements with the Veterans Administration Hospital and pointed out that the reimbursement provided by the Veterans Administration for expenses incurred for the benefit of the

Veterans Administration would be as indicated and the University would concurrently provide additional improvements in the University's utility and roadway systems to more adequately serve certain adjacent University facilities. The Finance Committee concurred in the recommendation made in FCR 5.

On motion by Mrs. Blazer, seconded by Mr. Ezelle, and passed, the recommendation proposed in FCR 5 was approved. (See FCR 5 at the end of the Minutes.)

M. Committee Reports

The Chairmen of the Hospital Committee and the joint Trustee--Faculty Committee on the Codification of the Governing Regulations both indicated they had no reports to present.

N. Resolution Adopted Supporting Appropriation of Funds for Interest Grants Under Public Law 90-575

Mr. Kerley said that the 90th Congress enacted legislation authorizing annual interest grants to institutions of higher education and higher education building agencies. (Public Law 90-575) The objective of this legislation was to reduce institutional cost of borrowing. Under the provisions of this law, the Federal Government could subsidize the difference between debt service at three per cent and the average annual debt service required to be paid. Unfortunately, no appropriation was made.

The benefits to be derived from such appropriations to the University of Kentucky are great. Two major construction programs, of which a large part of the costs are to be financed by bonds, are now in progress--\$33.5 million on the main campus and \$20 million at the Community Colleges. If appropriation were made to subsidize fully the difference in interest based upon the rates we expected to pay on the open market and the three per cent authorized by Public Law 90-575, the savings at the Lexington campus would be \$22,300,200 over the forty-year period for these projects and \$8,843,840 over that period for the Community College projects. The annual reduction in costs would be \$557,505 for the main campus and \$221,096 for the Community Colleges.

In addition to the \$33.5 million construction program, which is presently in the construction or final planning stage, projects totalling \$21.5 million are now being planned for the main campus. These projects must also be financed by revenue bonds. The annual reduction in costs for these projects, with full interest subsidy, would be \$409,790 or a total savings of \$16,391,600. Together, the savings for the three groups of projects would be \$47,535,640 over the forty-year period if the difference between the average annual debt service we can expect to pay, and the three per cent authorized, is fully subsidized. These savings could be used for operating budgets or to finance badly needed additional construction.

The annual interest grants or interest subsidy has the additional value of providing financial assistance on a total University basis. Such subsidies better assure the construction programs needed to fulfill the University's needs and best provide a subsidy program to maintain reasonable rates.

He, therefore, strongly urged the Board of Trustees to adopt the following resolution to be sent to the Kentucky Congressional delegation:

RESOLUTION OF THE BOARD OF TRUSTEES
OF THE UNIVERSITY OF KENTUCKY

WHEREAS, the 88th Congress gave recognition to the urgent need for Federal financial assistance in the construction of academic facilities by passage of the Higher Education Facilities Act of 1963, and subsequent revisions and appropriations; and

WHEREAS, in passage of this legislation, Congress recognized a need to provide Federal financial assistance in the form of both low interest loans and grants; and

WHEREAS, the 90th Congress enacted legislation amending the Higher Education Facilities Act of 1963 to authorize interest grants on loans financing the construction of academic facilities; and

WHEREAS, this amendment, supported by all Associations of Higher Education, had the effect of supplementing existing federal financial aid programs for the construction of academic facilities to provide additional physical capacity through low borrowing costs; and

WHEREAS, the legislative authorization was passed so late in the Session of Congress as to preclude an opportunity for the appropriation of funds; and

WHEREAS, the University of Kentucky has great need for additional academic facilities and must borrow substantially in the private market to construct them; and

WHEREAS, funding of this authorization would save the parents of students of Kentucky many millions of dollars in charges required for financing the construction of such facilities;

NOW, THEREFORE, BE IT RESOLVED THAT:

1. The Board of Trustees of the University of Kentucky requests and urges the Kentucky delegation to Congress to introduce and to support the appropriation of funds for interest grants approved by Public Law 90-575 to the authorized level as soon as possible.

2. The President of the University of Kentucky be directed to forward this resolution to each member of the Kentucky Congressional delegation.

This the _____ day of _____, 1968.

/s/ Louie B. Nunn

 Chairman

Attest: Sam Ezelle
 Secretary

On motion by Dr. Denham, seconded by Mr. Griffin, the resolution was adopted and the President was authorized to forward copies to the Kentucky Congressional delegation.

O. Report on Sale of \$33,200,000 Revenue Bond Anticipation Notes

Mr. Kerley reported to the Board of Trustees that the Executive Committee, acting on behalf of the Board of Trustees, had received bids on the renewal of the \$33,200,000 Revenue Bond Anticipation Notes at a meeting on Tuesday, December 3, 1968, and bids were accepted as follows:

\$15,000,000	Chemical Bank New York Trust Company at par for 4-3/8%
\$15,000,000	First National City Bank, New York, and Bank of America (N. T. & S. A.): \$12,500,000 at par for 4.45% \$2,500,000 at par for 4.50%
\$3,200,000	John Nuveen & Co., (Inc.) and Associates at 99.82 for 4.50%

The overall interest rate on the \$33,200,000 amounted to 4.420%. His report was accepted and ordered filed. (See Minutes of December 3, 1968 meeting.)

P. Student Referendum on Housing Policy Statement Report

Mr. Wallace Brvan requested permission to give to Dr. Kirwan for transmission to the Board of Trustees in January the results of a student referendum held following the November 19, 1968 meeting of the Board of Trustees which indicated that ninety per cent of the approximately 4,000 students voting were not in favor of a policy which would require sophomores, juniors and seniors to live in University housing. The Board members indicated their approval of his request.

Q. Meeting Adjourned

Having determined there was no further business to come before the meeting, Governor Nunn receiving concurrence from the membership, declared the meeting adjourned at 2:35 p. m.

Respectfully submitted,

Sam Ezelle
Secretary, Board of Trustees

(PR's 2, 3, 4, and 5, and FCR's 1, 2, 3 with attachments, 4, and 5 which follow are official parts of the Minutes of the December 10, 1968 statutory meeting of the Board of Trustees.)

PRI

PRESIDENT'S REPORT TO THE TRUSTEES

December 10, 1968

1. PUBLICATIONS BY FACULTY SHOW INCREASE

Research publications by the faculty of the Division of Colleges (colleges on the Lexington campus, not a part of the Medical Center) continue to show "a very satisfying increase in both numbers and quality," according to Dr. L. W. Cochran, vice president-research. In 1962, he said, this faculty published 181 books, chapters in books and articles in refereed journals of national and international circulation. In 1966 the number had increased to 410, and a recent survey shows 542 such items were published in calendar year 1967. The total number of such publications from the University, including colleges in the Medical Center, in 1967, was 756.

2. STUDENT BODY HAS FEWER NON-RESIDENTS

The student body on the Lexington campus has a slightly higher percentage of Kentuckians this fall. An increase in tuition costs for out-of-state students is believed to have caused the change. More significant than the over-all shift, however, is the fact that the number of new out-of-state residents entering the University this fall dropped by 6.8 per cent. "If this is the start of a trend--and since it coincides with the increase in fees, it probably is--it could mean that once the out-of-state students already enrolled are graduated, UK will move closer and closer to an all-Kentucky enrollment," Dr. A. D. Albright, executive vice president, notes. Last year, the student body on the Lexington campus was 76.4 per cent Kentuckians. This fall, 76.9 per cent of the students are residents. (Enrollment in the Community College System is virtually all Kentuckians. Last year, the System had 5,637 Kentuckians and 66 non-residents. This year, the totals are 9,613 and 145). The figures for new students on the main campus--entering freshmen, transfers and new graduate students--show 6.8 per cent fewer non-residents entered this fall. The number of new men students from outside Kentucky increased (561 last year; 609 this year) but the number of new women non-residents took a big dive, almost 20 per cent, from 676 to 543.

3. 5,000 ANNUALLY AT CARNAHAN HOUSE, FIGG SAYS

More than 5,000 persons are attending meetings and institutes each year at the University's conference center. That many were on hand for 103 conference institutes and seminars at Carnahan House Conference Center in 1967, Robert G. Figg, director of Conferences and Institutes, reports. "We can't accept groups at Carnahan House unless they are sponsored by the University and their meetings fit the definition of educational intent," Figg emphasized, noting that Carnahan House has 10 guest bedrooms, 12 bathrooms, an auditorium, five conference rooms, a living room, dining room, lounge, kitchen, reception areas and large parking lot. Resident manager is Frank Ogden, who has 30 years' experience in teaching and education. He formerly was superintendent of Clark County schools.

Improvements are being made on the center. Clogged water pipes recently were replaced with new ones. An air conditioner is being installed in the Knight Room.

4. FORMER STUDENTS HONOR DR. SCHERAGO

Dr. Morris Scherago, founder and long-time chairman of the Department of Microbiology, was honored on November 22 by the public release of "Essays in Microbiology," published by the UK Press. The book is edited by Dr. Scherago's former student and colleague, Dr. Albert Balows, Departments of Medicine and Cell Biology. The nine papers in the volume were written by Dr. Scherago's former students, pointing out his qualities as a scientific investigator and teacher.

Contributors include Marvin Fishman and Frank L. Adler, Public Health Research Institute of the City of New York, Ind.; Landon E. Bowers, St. Lawrence University, Canton, N. Y.; William B. Cherry, U. S. Public Health Service National Communicable Disease Center, Atlanta, Ga.; M. L. Morse and Barry Egan, University of Colorado Medical Center, and Webb-Waring Institute for Medical Research, Denver. Henry T. Eigelsbach, U. S. Army Biological Laboratories, Ft. Detrick, Md.; Dorris J. Hutchison, Sloan-Kettering Institute for Cancer Research and Cornell University Medical College, New York; Edward H. Kass, Boston City Hospital and Harvard Medical School; George H. Scherr, Consolidated Laboratories, Inc., Chicago Heights, Ill., and J. L. Stokes, Washington State University, Pullman. Dr. Ralph H. Weaver, professor of microbiology, is the author of the introduction relating the history of microbiology, at the University.

5. DEVELOPMENT COUNCIL COMMITTEE ENCOURAGES GIFTS

A special committee to encourage consideration of the University in the estate planning of alumni and friends was announced by C. Robert Yeager, chairman of the University of Kentucky Development Council, at the Council's semi-annual meeting in the Capitol Building in Frankfort on November 15. Named to the committee were: Arthur Abshire, vice-president and trust officer, First Security National Bank and Trust Co., Lexington; William F. Blackburn, CPA, Williamson, W. Va.; James H. Lewis, vice-president and trust officer, Central Bank and Trust Co., Lexington; Thomas A. Pardue Jr., vice-president and trust officer, Citizens Fidelity Bank and Trust Co., Louisville, and McKay Reed Jr., CLU, John Hancock Mutual Life Insurance Co., Louisville.

The primary goal of the committee will be to help the University enlarge its endowment through bequests, life insurance, and other deferred giving techniques. The committee will work with attorneys and bank trust officers throughout the state to provide estate planning counsel and information about University needs. Yeager noted that bequests form the basis of endowment funds at most universities throughout the nation. Virtually all universities of distinction, he said, enjoy sizeable endowment funds that generate income to supplement other revenue sources. "The University of Kentucky has not been so fortunate."

For example, he added, endowment funds at the University presently are less than \$650,000, compared with the University of Texas, \$460 million; the University of California, \$260 million; the University of Michigan, \$72 million, the University of Indiana, \$13 million, and the University of Tennessee, \$5 million. "The time has come when the University of Kentucky must work harder and more aggressively to seek private help to enlarge endowment resources that will help insure greater educational opportunities for our young people in the future," Yeager emphasized. "With the leadership of the experienced financial advisers I have named today to a deferred gifts committee, I feel certain we soon will see improvement in these funds that are so vital to the financial future of our great University."

6. LAW STUDENTS AND COLLEGE CITED FOR SERVICES

The College of Law and a group of advanced law students have received a commendation from the Children's Bureau of Fayette County for volunteer counseling services. Prof. Charles Williamson accepted the commendation on behalf of the college and Prof. John Batt who is on leave of absence from his teaching duties. Prof. Batt initiated a program of counseling juveniles living at the Bureau's home on Cisco Road. Counselors were advanced students in the College of Law who acted as volunteer parole officers.

7. NEW HEART-LUNG MACHINE PUMP IS INTRODUCED

A new mechanical heart-lung machine pump for use in open heart surgery has been developed at the Medical Center. Designed by Norman E. Helton, chief extracorporeal circulation technician in the Department of Surgery, the pump was described on November 21 at the cardiovascular surgery session of the American Heart Association. Known as the Helton-Pemco Pulsatile Pump, the mechanism was reviewed in a paper given by one of its co-developers, Dr. J. Kent Trinkle, assistant professor of surgery, at the association's meeting in Bal Harbor, Fla.

The new pump, which delivers a pulsatile blood flow, overcomes the mechanical problems that have made other pulsatile-type pumps unsafe for use in patients. Currently available heart-lung machines utilize a pump which delivers a steady blood flow rather than a more natural intermittent, or pulsatile, flow pattern after the normal heart beat. During open heart surgery all blood returning to the heart is diverted into a heart-lung machine, where it is oxygenated and then pumped back into the arterial circulation. This allows the surgeon to work on the heart while it is empty and maintains the patient's blood circulation during the operation.

The Helton-Pemco Pulsatile Pump has been used successfully in both animals and patients, and has proved to be mechanically and metabolically superior to the standard constant flow type pump now being used with most heart-lung machines. Other Department of Surgery members who participated in the development of the machine pump are Dr. Richard E. Wood, Dr. R. Herman Playforth and Dr. Lester R. Bryant.

8. UNIVERSITY DENTIST MAKES A BETTER ADHESIVE

A University dentist has described a way he said would make lower dentures stick better. Dr. Charles W. Ellinger told the 109th annual convention of the American Dental Association in Miami Beach, Fla., that the method involves "depositing a microlayer of silica on plastic." This microlayer increases the adhesion between the lower denture and tissue in preliminary studies, Dr. Ellinger said. Twenty-three denture wearers revealed an average increase of retention of 107 per cent, while seven other denture wearers showed a 9 per cent average decrease in retention. The process was developed originally for artificial eyes, to make them less irritating, Dr. Ellinger reported. Water and other fluids do not readily stick to plastics, and patients wearing plastic eyes continually blinked their eyelids in order to moisten the plastic. This continual blinking caused irritation. But a deposit of the microlayer on the plastic eyes, Dr. Ellinger said, made them "physiologically acceptable" and increased the adhesion.

9. DR. MORRIS REPORTS ON ALUMINUM RESEARCH PROJECT

Dr. James Morris reports that the Department of Metallurgy has received more than \$125,000 in research funds from governmental agencies and the aluminum industry since 1959. The department graduates from six to ten students each year with 25 per cent of that number being employed by aluminum companies. That's more than any other college has given to the aluminum industry in the past 10 years, Dr. Morris says. He calls attention to Keith Howard, who got his BS degree in metallurgy in 1964, his MS in 1967, and is now at work on the Ph.D with the help of funds from the U.S. Air Force and Kaiser Aluminum and Chem. Corp. (Kaiser presented a \$1,000 check to the department in early October).

Keith's research with aluminum alloys is not directly related to industry standards as such at this time, nor is he as much concerned with why a section of aluminum fails as what happens when it does. Efforts to produce a better product is the research project of the College of Engineering graduate student from Tompkinsville. To find what happens during stressing of aluminum, Keith first will roll bars of aluminum into thin sheets. The sheets are stretched to a predetermined degree of strain at various speeds. To stop the activity of atoms at a particular point, Keith says he will subject the metal to liquid nitrogen, with its temperature of 320 degrees below zero. The next step will be to remove some of the surface with chemicals, to study the aluminum sheet at a magnification of 100,000 times.

Testing of aluminum alloys for the Air Force has been the principal research aim of the department over the past few years, Dr. Morris says. Other testing is done on metal samples sent in by industrial companies who want answers to why a particular metal failed. Often the answer is that a small company has produced a low grade alloy. Nine years of intensive engineering study will have passed when Keith completes requirements for the Ph.D next year. He hints that he may return to teaching in later years, but first he wants to learn for himself what it's like to find answers to tough, technical problems in industry.

10. PULASKI MAN FIRST CANDIDATE FOR EE PH.D

The first candidate for a doctor's degree in electrical engineering at the University is Kermit Meece of Lexington. Meece was born in Dykes, Ky., and attended Shopville High School in Pulaski county. He received his bachelor's degree in electrical engineering from Purdue University, following a stint with General Electric Company in Somerset, where he served on the Educational Committee of the Industrial Management Association. He has served as graduate assistant for the University computer laboratories.

11. DR. STROUP REPORTS ON VIETNAM STUDY

Dr. Robert H. Stroup, economics professor who has returned to the University after two years in South Vietnam, reports that "most of the people (of that country) are rural-minded, they look to their village leader for guidance and they are not inclined to support any central national government." Dr. Stroup said that militarily the U.S. Armed Forces "could defeat the North Vietnamese at any time...." He returned to the University with a book-length report on his study of the economy of South Vietnam. The report said in part:

"In many instances, respondents (to Stroup questions) were reluctant to disclose cash holdings...The Vietnamese dislike government. They don't want any central authority. They don't even understand what 'election' means, much less who they might vote for." He described South Vietnam as "not exactly a country--it is a complex of communities and villages. The people regard the village leader as the man most to be trusted and they do not wish to take government beyond the village level." Dr. Stroup, who has released his report, "Rural Income and Expenditure--Sample Survey of Vietnam", said he hoped in the future to return to Vietnam and continue his studies of the problems there.

He added, in his official report: "Among the most useful relationships bearing upon the importance of rice income to the rice-producing (Vietnamese) households is the value of paddy sold expressed as a percentage of all household cash expenditures, showing how dependent the household is on paddy sales as a source of piasters." He said few of the rice farmers can be called commercial growers, and while it always has been generally believed the Vietnamese have a very high regard for education, "it does not show in expenditures for this purpose. As do Americans, the Vietnamese peasants spend more for smoking and chewing than they do for schooling. Education ranks seventh in all cash expenditures, whereas tobacco and betel ranks sixth." He said it is suggested that the low rank of education may be deceptive insofar as it indicates a low valuation of formal education. Most hamlet residents, he added, can afford no education except that provided at no cost in the hamlet or village school.

12. UK-DEVELOPED NAVY GUN MOUNT DESCRIBED

An original design for a Digital 60 cycle converter to be used on the Navy's three-inch guns, developed in the research laboratories of the University electrical engineering department, was described to National Electronics Conference delegates yesterday in Chicago. The converter adapts old control systems to the latest designed weapons, changing 60 cycle signals into 400 cycle signals. It will enable the Navy to develop equipment that is lighter, faster, and more accurate than the old mechanically operated devices. The paper was presented by Prof. John S. Jackson, College of Engineering, who directed research on the project.

13. FIRST LABOR EDUCATION CONFERENCE HITS DISCRIMINATION

Labor leaders and government officials discussed accomplishments in halting discrimination in the construction industry in a labor education conference sponsored on the campus by an agency of the College of Business and Economics, November 21 and 22. The leaders were joined by educators and attorneys in the meeting under the auspices of the Labor Education Center of the Office of Development Services and Business Research. The conference focused on Title VII of the Civil Rights Act of 1964. Title VII forbids discrimination in employment. Speeches were given by various Federal agency representatives from Washington, labor organization leaders from New York, educators and attorneys. The conferees put strong emphasis on "what remains to be done in carrying out the full intent of Title VII of the 1964 act."

14. GOVERNOR PRAISES LINCOLN SCHOOL IDEA

Gov. Louie B. Nunn praised the Lincoln School for "pioneering an idea that may set a pattern for the rest of the United States." He said the school for bright but disadvantaged youths has placed Kentucky in an unaccustomed position--that of being a leader in education. Such strides, he added, will insure continuation of the program. The chairman of the Board, making his first visit to the high school which is operated by the University, spoke to the 100 students, the faculty and many parents at the annual fall convocation on November 14. The school was created by the 1966 General Assembly to occupy the campus of the old Lincoln Institute, for many years a boarding school for Negro students. Gov. Nunn said there has been no full evaluation of the school's accomplishments yet. "We'll have to wait until some of the students have been out and in college for two or three years before we can really evaluate the program," he said after talking to some students at a reception. The Lincoln School offers a challenge to the students but it gives students a responsibility, the governor said. The success of the students here, he said, would enhance Kentucky's prestige in education and help the state to "dedicate itself to the challenge of moving Kentucky toward the top in the nation."

The Lincoln School will have its first graduating class in the summer of 1970. The first class of students was enrolled in 1967 with the second class entering this fall. The students are in ninth, 10th and 11th grade classes. They come from most counties in the state, with about half from Louisville and Jefferson County.

15. BRANDENBURG, CAMPBELLSVILLE YOUTHS WIN TRAVEL SCHOLARSHIPS

Arvin Howard Jupin, a 1968 graduate of the University and presently an NDEA fellow in the Department of English, and George Randolph Rice, Campbellsville, who earned an MA degree at the University in 1967, were selected winners of its 1969 scholarship by the Kentucky Branch of the English-Speaking Union. Jupin, of Brandenburg, will study and travel in England next summer. Rice has completed all class work and currently is writing his dissertation for the Ph.D. He also will go to England.

16. EIGHT BLACK STUDENTS AIDED BY KING FUND

The Martin Luther King Scholarship Fund has provided financial aid to eight black students during the fall semester. Six scholarships were provided at the opening of the semester and two other students who were having financial difficulties were brought into the program later in the term. Grants are made in varying amounts according to need. Both character and attitude are taken into account by the Fund's committee choosing the recipients, according to Mrs. Kilroy Harris, Department of English, treasurer. The committee plans an appeal for funds during the spring semester so that additional students can be helped as the need arises, Mrs. Harris reports.

17. EXTENSION STAFF EVALUATES AREA WORK

A year-long self-appraisal by the Cooperative Extension Service is nearly completed, according to Dr. William A. Seay. "This self-analysis," Dr. Seay added, "was conducted to see if our shift to area extension work was fulfilling its responsibility to better serve the people of the Commonwealth." Dr. Seay said the goal "is to provide greater assistance in agriculture, home economics, youth work, and resource development to the people of our ever-increasing complex society. It is a system using specialists on a multi-county basis rather than the traditional system of general agents for each county. We note with considerable pride that other states are following our lead into area work." Computing the opinions of some 400 extension staff members and 1,500 local extension leaders reveals that a majority of the respondents sees the need for the specialized approach; that specialization is a necessity in dealing with increased technology both on the farm and in the home. The survey, scheduled for completion next week, also reflects the feeling that more people--farm and non-farm alike--can be reached with better educational programs through the specialized agent. The agents, looking critically at their own work, generally agree that better teamwork on problems is possible through area work and that specializing in one subject, such as tobacco, gives them the opportunity to become better informed and more useful to the farmer.

18. RESEARCH AWARDS OVER \$8 MILLION

During the period November 1-November 29, a total of 30 agreement awards were received, amounting to \$584,325.53. Four other awards were received, amounting to \$2,365. Total since July 1, \$8,162,454.74.

COLLEGE OF AGRICULTURE

Department of Animal Sciences

D. M. Olds, REPRODUCTIVE PROBLEMS OF DAIRY CATTLE (T3231), National Association of Animal Breeders, \$2,400.

Department of Entomology

B. C. Pass/R. Thurston, RESEARCH ON THE CONTROL OF INSECTS ATTACKING ALFALFA AND TOBACCO (T3468), Chemagro Corporation, \$700.

B. C. Pass, NIAGARA CHEMICAL - STUDIES USING FURADAN FOR CONTROL OF THE ALFALFA WEEVIL (T3467), FMC Corporation - Niagara Chemical Division, \$600.

B. C. Pass/J. G. Rodriguez/R. Thurston, RESEARCH OF INSECTICIDAL CHEMICALS GARDONA, AZODRIN, AND ALDRIN WHEAT, TOBACCO, AND TOMATOES (T3466), Shell Oil Company, \$2,000.

COLLEGE OF ARTS AND SCIENCES

School of Social and Behavioral Sciences

Department of Geography

P. P. Karan, SIKKIM MAP PROJECT (T3471), National Geographic Society, \$2,496.

CENTER FOR DEVELOPMENTAL CHANGE

Nicholas Rice, FOREIGN ASSISTANCE TRAINING PROGRAM - INDONESIA (C3005), Agency for International Development, \$1,931.

Peace Corps Training Center

W. B. Leach, INDIA SMALL INDUSTRIES & COOPS - 3 STATES (W3006), Peace Corps, \$75,751.

K. A. Watson, EVALUATION OF MATERNITY AND INFANT CARE PROJECT IN HARLAN AND LETCHER COUNTIES (S3072), Commonwealth of Kentucky, \$10,000.

Department of Medicine

J. W. Hollingsworth, MEDICINE-HEART RESEARCH (T0005), Simpson County Heart Association, \$320.

H. Isbell, BURROUGHS WELCOME FUND (T0041), Burroughs Welcome Fund, \$27,304.53.

B. Surawicz, EXAMINATION OF THE HEART - 2-DAY SYMPOSIUM (T3416), Kentucky Heart Association, \$520. (additional funds).

Department of Pediatrics

V. James, CARE AND FOLLOWUP OF HIGH RISK INFANTS (S3069), Commonwealth of Kentucky, \$11,200.

J. A. Noonan, CARDIOVASCULAR CLINICS IN EASTERN KENTUCKY (S3066), Commonwealth of Kentucky, \$20,412.

W. Wheeler, THE ENRICHMENT OF RESIDENTS IN THE DEPARTMENT OF PEDIATRICS (T3449), Fayette County Children's Bureau, \$1,200.

Department of Pharmacology

J. W. Flesher, CARCINOGENS AND MAMMARY CANCER (T3469), American Cancer Society, Inc., \$17,408.

Department of Surgery

W. O. Griffen, STUDIES IN HEPATIC FAILURE (A3A88), National Institutes of Health, \$37,000.

B. F. Rush, CANCER REGISTRY (T0068), Kentucky Division of the American Cancer Society, \$3,600.

COLLEGE OF PHARMACY

G. A. Digenis, CHEMISTRY AND BIOCHEMISTRY OF GRAMINE AND HORDENINE (A3A70), National Institutes of Health, \$14,248.

Department of Clinical Pharmacy

C. A. Walton, ADVERSE DRUG REACTION (T3424), Food and Drug Administration, \$600.

Department of Materia Medica

L. Diamond, PHARMACY INSTRUCTIONAL SCIENTIFIC EQUIPMENT (B3124), National Science Foundation, \$14,200.

COLLEGE OF EDUCATION

Department of Higher and Adult Education

C. Burnett, CONSULTING SERVICES - HIGHER AND ADULT EDUCATION (T3465), Funds to be deposited as they come in.

Department of Special Education

E. Blackhurst, A SPECIAL EDUCATION INSTRUCTIONAL MATERIALS CENTER (K3019), United States Office of Education, \$185,970 (continuation account).

- MEDICAL CENTER -

Office of the Vice President

H. Bost, TECHNICAL ASSISTANT SERVICES (122-00003), Kentucky Area Development Office, Office of Economic Opportunity, \$124,845.

School of Allied Health

Department of Clinical Nutrition

J. Hamburg, ALLIED HEALTH PROFESSIONS ADVANCED TRAINEESHIP GRANT (A3A51), National Institutes of Health, \$15,594.

COLLEGE OF MEDICINE

Department of Anatomy

L. Gillilan, NERVOUS SYSTEM VASCULAR PATTERNS (A3A76), National Institutes of Health, \$6,026.

Department of Behavioral Science

E. B. Gallagher, SPECIAL POST-DOCTORAL PROGRAM (T0145), Pan American Health Organization, \$750.

Department of Biochemistry

S. K. Chan, FELLOWSHIP SUPPLY ALLOWANCE FOR DR. GEORGE CARVER HILL (A3A87), National Institutes of Health, \$1,000.

Department of Community Medicine

M. Furcolow, COMMUNITY MEDICINE RESIDENT ACCOUNT (T3351), Lincoln Laboratories, \$150 (additional funds).

H. M. Vandiviere, MEDICAL CONSULTANT TO KENTUCKY TUBERCULOSIS HOSPITAL (S3071), Commonwealth of Kentucky, \$6,000.

Pharmacy Central Supply

P. Parker, UNIT DOSE PACKAGING (T0033), Wyeth Labs, \$100.

OTHER

Lawrence A. Bradford Scholarship Fund	300.
Cabot Laboratory Endowment Fund	50.
William Maxwell Reed Professorship in Mechanical Engineering	2,000.
UK Library Associates	<u>15.</u>
	2,365

19. SIGNIFICANT ACTIVITIES OF FACULTY AND STAFF

Robert F. Kerley, vice president-business affairs, has been elected to the executive committee of the National Association of State Universities and Land-Grant Colleges.

Don Sproull, director of personnel, has been elected treasurer of the Bluegrass Chapter of the American Society for Training and Development. He also has been appointed to the Research Committee of the College and University Personnel Association for the year 1968-69.

Dr. John E. Keller, chairman of the Department of Spanish and Italian Languages and Literatures, presided as president of the South Atlantic Modern Language Association during its 38th annual meeting November 13-16 in Jacksonville, Fla. He addressed a luncheon meeting of the SAMLA on "Flexibility in Graduate Programs in Language and Literature," on November 15. The SAMLA-UK Press Award was formally presented during the luncheon. Dr. Thomas B. Stroup, professor of English, was a member of the awards committee.

Dr. Charles A. Walton, director of the Drug Information Center at the Medical Center, has been named president-elect of the American Association of Poison Control Centers. Professor of materia medica in the College of Pharmacy, Dr. Walton also was named vice president of the association at its 11th annual meeting in Chicago.

A manual of micro and rapid chemistry tests designed for both children and adults has been compiled and published by three pathologists and a medical technologist at the Medical Center. "Recent Advances in Pediatric Clinical Pathology" is the title of the 256-page book by Dr. C. Chariton Mabry, associate professor of pediatrics and assistant pathologist; Dr. Irene E. Roeckel, associate professor of pathology and associate pathologist; Robert E. Gevedon, assistant chief medical technologist at University Hospital, and Dr. John A. Koepke, associate professor of pathology and associate pathologist.

When Dr. Henry F. Dobyons, chairman of the Department of Anthropology, was elected treasurer to the American Society of Ethno-history recently, it brought to three the number of treasurers of national professional societies on the anthropology faculty. Dr. Frank J. Essene has been treasurer of the American Ethnological Society three and one-half years; Dr. Art Gallaher is treasurer of the Society for Applied Anthropology, while Dr. Marion Pearsall is editor of its professional journal.

Lt. Paul Harrison and Sgt. Bruce Curtis of the Security Department were among recent recipients of the graduate certificate of the Committee on Injuries of the American Academy of Orthopaedic Surgeons. They completed the advanced practical course on "Initial Emergency Care and Transportation of the Sick and Injured," sponsored by the committee on November 13-16.

Prof. Jean D. Charron of the French department chaired a meeting of the Directors of French Graduate Studies in the SAMLA area at the South Atlantic Modern Language Association meetings at Jacksonville, Fla.

Dr. Harry B. Kostenbauder, assistant dean for research in the College of Pharmacy, has been named vice-president, Academy of Pharmaceutical Sciences of the A. Ph. A. for 1969-70.

Dr. W. H. Griffin, director, Office for International Education Programs, will serve on the Board of Advisors of the Midwest Office of the Institute of International Education and will be co-chairman of a conference and seminar planning committee for IIE during its 50th anniversary year. Dr. Griffin also has been asked to serve as a member of a consultant panel for the Institute of International Studies, Department of Health, Education and Welfare, to evaluate proposals submitted under the Fulbright-Hays foreign studies extension program and foreign curriculum consultant program.

Two members of the Department of Political Science presented studies during the annual meeting of the Southern Political Science Association in Gatlinburg, Tenn., recently. Dr. Bradley Canon's study was on "Clientele, Attitudes, Perceptions and Compliance with Policy: The Case of the FCC Fairness Doctrine." Dr. S. Sidney Ulmer, department chairman, presented a study on "Small Groups Tendencies in the United States Court of Military Appeals." Dr. Fred Vetter and Dr. Gene Mason served as panel discussants and Justin Green, a Ph.D candidate, gave a paper on "Decisional Patterns of the United States Court of Claims.

Dr. Harold Binkley, chairman of the Department of Vocational Education, received the Legion of Merit, the nation's second highest noncombat military award, upon retirement after 30 years' service in the Army Reserve. Colonel Binkley served as brigade commander from 1960-1966, and chief-of-staff of the 100th Division, 1967-68.

The publishers of an English language edition of a scientific journal headquartered in Germany have appointed a University professor to their editorial board. Dr. Kurt Niedenzu, associate professor of chemistry, has accepted the position with "Topics in Current Chemistry", published by Springer-Verlag of Berlin, Heidelberg and New York. He will write and also solicit articles for the publication which is published six times a year.

Dr. Doris Y. Wilkinson, assistant professor of sociology, is the author of a workbook which is the first of its kind not limited to one text, published by the Burgess Publishing Co., Minneapolis. The workbook is a manual for students enrolled in introductory sociology courses or interested in the science of sociology.

Dr. Collins W. Burnett of the College of Education was among 25 educators in a recent meeting at the University of Cincinnati of the Institute for Research and Training in Higher Education, to discuss evaluation research on academic courses and programs; relationships of higher education institutes to their home academic institutions; relationships among higher education institutes; degree programs in higher education, and the Federal government in higher education.

Nine technical papers based on research work in physics were presented by Profs. B. D. Kern, R. F. Gabbard, M. T. McEllistrem, J. D. Brandenberger, J. L. Weil, F. A. Butler, and Rudolph Schrills at the annual meeting of the American Physical Society, Miami Beach.

Dr. Ernst Jokl, professor of physical education, and Dr. H. Mellerowicz, professor of medicine, Berlin University, are joint editors of a volume, "Proceedings of the Second International Seminar on Ergometry", held under the auspices of the UNESCO International Council of Sport and Physical Education in Berlin in 1967. (published in 1968 by Institut fur Leistungsmedizin, Berlin.)

Dr. Sheldon Simon, assistant professor of political science, has written the book "The Broken Triangle: Peking, Jakarta and the PKI," to be published this month by Johns Hopkins University Press. His article, "Maoism and Inter-Party Relations: Peking's Alienation of the Japan Communist Party," appears in the July-September issue of China Quarterly.

Dr. Joseph Krislov, professor of economics, has been serving as a consultant to the Department of Health, Education and Welfare committee on poverty. The committee's report "Exits from Poverty for the Non-Aged and Poor in the US," was released in August.

Dr. James Gibson, associate professor of business administration, was elected to the Board of Directors of the Southern Management Association at its annual meeting in Washington on November 7.

PR 2

Members, Board of Trustees:

RECOMMENDATIONS OF THE PRESIDENT

I. Department of Radio-Television-Films Renamed

Recommendation: that the present Department of Radio-Television-Films, College of Arts and Sciences, be renamed the Department of Telecommunications, effective January 1, 1969.

Background: The most important reason for this recommendation stems from the department's orientation toward its subject matter. Following basic curriculum changes of last year, the department orientation is now one of concern with the process of communication which occurs over a distance and which utilizes electric, electronic or cinematic recording, or distribution modes. Previous concern was almost entirely medium oriented and almost entirely focused upon message preparation for a medium. The name should reflect the concern with the communications process.

The recommendation, following University procedures, comes from the Department and carries the endorsement of the School and College administration.

II. Administrative Reorganization, College of Dentistry

Recommendation: that the position of Associate Dean in the College of Dentistry which has been vacant be filled; that the title of the position of Director of Student Affairs and Continuing Education be changed to Assistant Dean for Student Affairs and Advanced Education; and that a new position of Assistant Dean for Planning, Development and Evaluation be authorized. It is further recommended that Dr. Emmett R. Costich, currently Chairman of the Department of Oral Surgery, be named Associate Dean; that Dr. John A. DiBiaggio, Director of Student Affairs and Continuing Education, be named Assistant Dean for Student Affairs and Advanced Education; and that Dr. Merrill Packer, Assistant Professor, Department of Community Dentistry, be named Assistant Dean for Planning, Development and Evaluation. All recommendations shall become effective July 1, 1969.

Background: When Dr. Bohannon was appointed Dean of the College of Dentistry, his former position as Associate Dean became vacant. This line was dropped from the budget for the current year because Dean Bohannon wanted to redefine the duties of the position and was not ready to recommend an appointment. Experience has indicated the need to re-establish this position.

Dr. Emmett R. Costich, Chairman of the Department of Oral Surgery, has

exhibited the qualities of academic leadership and interests in administration that make him a logical candidate for the position of Associate Dean.

The position of Assistant Dean for Planning, Development and Evaluation has been defined. The incumbent would devote his time primarily to the evaluation of the curriculum and teaching program, evaluation of faculty, and of the performance of graduates of the College of Dentistry. Based upon these evaluations and on developing trends in dental education and practice, he would be responsible for directing much of the short and long range planning of the College. Already the College of Dentistry has initiated impressive beginning efforts in this field, one of the most difficult and most needed developments in academic administration. It is evident that these efforts cannot mature without more administrative leadership and effort which would be provided by this position.

Dr. Merrill Packer, Assistant Professor, Department of Community Dentistry, has the background, maturity, interest, and stability to provide the leadership this position requires. His appointment is recommended.

It is proposed that Dr. John A. DiBiaggio, Director of Student Affairs and Continuing Education, assume a large role as Assistant Dean for Student Affairs and Advanced Education in the areas of working with predoctorate students, in advanced education, public relations, and general administrative duties. In short, his present position will be redefined and given a new title, assuming the approval of the proposed new position.

These positions can be financed next year by reallocation of funds at the current level should additional funds not be forthcoming.

III. Dr. Tisdall Reappointed to Board of Lincoln School

Recommendation: that Dr. William Tisdall be reappointed to a three-year term ending January 1, 1972 on the Board of Directors of Lincoln School.

Background: The Board of Trustees of the University of Kentucky appoints three members to the Board of Directors of Lincoln School. Dr. William Tisdall has served most effectively both as a member of the Board of Lincoln School and as interim director during its crucial beginning year. In order to provide some continuity of membership among the University of Kentucky representatives on the Board, it is recommended that Dr. Tisdall be reappointed for a second three-year term.

IV. Appointments and/or Other Staff Changes

Recommendation: that approval be given to the appointments and/or other changes which require Board action and that the report relative to appointments and/or

changes already approved by the administration be accepted.

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

BOARD ACTION

New Appointments

- Helen L. Hallock, Instructor, Department of Psychiatry, College of Medicine, and Physician, University Health Service, effective January 1, 1969 (salary over \$15,000)
- Robert Allen Baker, Jr., Professor, with tenure, Department of Psychology, College of Arts and Sciences, effective January 1, 1969
- Philip Drucker, Professor, with tenure, Department of Anthropology, College of Arts and Sciences, effective September 1, 1969
- Hubert M. Martin, Jr., Associate Professor, with tenure, Department of Germanic and Classical Languages and Literatures, College of Arts and Sciences, effective July 1, 1969
- John Lihani, Professor, with tenure, Department of Spanish, College of Arts and Sciences, effective September 1, 1969

Promotions

- Jimmie B. Hawthorne, Department of Psychiatry, College of Medicine, from Clinical Instructor to Assistant Clinical Professor, retroactive to November 1, 1968 (voluntary faculty)
- George Land, Jr., Department of Civil Engineering, College of Engineering, from Assistant Professor to Associate Professor, with tenure, effective January 1, 1969
- Ray R. Ranta, Department of Personnel, College of Agriculture, from Associate Extension Professor to Extension Professor, with tenure, retroactive to November 1, 1968

Leaves of Absence

- Helen G. King, Director of Alumni Affairs, six months leave of absence with pay, effective February 1, 1969

Lewis Donohew, Associate Professor, Department of Journalism, sabbatical leave for the second semester 1969-70

Phillip Miller, Associate Professor, Department of Music, sabbatical leave at one-half pay for the 1969-70 academic year

Department Chairmen Named

Robert Allen Baker, Jr., Professor, Department of Psychology, named Chairman of the Department of Psychology, College of Arts and Sciences, effective January 1, 1969

Ralph S. Carpenter, Assistant Professor (Special Title Series), Department of Clinical Pastoral Counseling, named Chairman of the Department of Clinical Pastoral Counseling, retroactive to November 1, 1968

ADMINISTRATIVE ACTION

New Appointments

John Corcella, Assistant Clinical Professor, Department of Psychiatry, College of Medicine, effective January 1, 1969 (voluntary faculty)

Ralph S. Carpenter, Assistant Professor, Department of Pastoral Counseling, retroactive to November 1, 1968

Richard H. Johnson, Assistant Extension Professor (Special Title Series), Department of Animal Sciences, retroactive to November 16, 1968

Carter W. Bechtel, Instructor, Jefferson Community College, retroactive to September 1, 1968

Resignations

Mary Jean Hodor, Instructor, Jefferson Community College, retroactive to September 30, 1968

James G. Lorman, Assistant Professor, Department of Radiology, retroactive to November 8, 1968

Action: Approved X Disapproved Other

Date: December 10 , 1968

PR 3

Members, Board of Trustees:

SUPPLEMENTAL RECOMMENDATIONS OF THE PRESIDENT

I. Resignation of Deanship

Recommendation: that the resignation of Paul C. Nagel as Dean of the College of Arts and Sciences, effective June 30, 1969, be accepted; that he be placed on special assignment during the fall semester of the 1969-70 academic year; and that he be granted sabbatical leave during the spring semester of the 1969-70 academic year.

Background: Dean Nagel has expressed a strong desire to relinquish his administrative duties and to return to teaching and research on a full-time basis in the Department of History where he holds a professorship. Dean Nagel has served as dean of the College of Arts and Sciences since August 1965 and has made a tremendous contribution during his tenure in the reorganization of the college structure, in the strengthening of existing programs, and in the development of strong new programs. He feels that it is now time that a new dean assume the responsibility for the future development of the college and it is with deep regret that the University administration accepts his decision.

It is recommended that before returning to his teaching duties, Dean Nagel be placed on assignment related to review studies to be conducted in the College of Arts and Sciences and to the self-study that will be undertaken in the University this year during the first semester of the 1969-70 academic year and that he be granted sabbatical leave during the spring semester 1969-70 to pursue research which has been interrupted by his administrative duties.

II. Sale of Property

Recommendation: that the Vice President-Business Affairs and Treasurer be authorized to execute a deed of the property presently owned by the University, located in Lexington, Kentucky, and known as 506, 508, and 512 Columbia Avenue, together with all appurtenances and hereditaments thereunto belonging to Gamma Omicron of Gamma Phi Beta Sorority, Inc., in consideration of the sum of \$50,550.00.

Background: The University entered a contract for the sale of this property on April 29, 1967; the contract, however, was made expressly conditional upon final approval of the transaction by the Board of Trustees. The University has obtained an appraisal of the properties and the consideration

stated in the recommendation herein is identical with the University's appraised value of the property. The premises conveyed are to be used by the Sorority for the erection of a sorority house.

Action: Approved X Disapproved Other

Date: December 10 , 1968

Office of the President
December 10, 1968

PR 4

Members, Board of Trustees:

REPORT OF SECRETARY ON RESULTS OF ALUMNI MEMBER ELECTION

Recommendation: that the report of the Secretary of the Board of Trustees on the results of the election authorized by the Alumni Association be received and put to record, and that he be authorized to certify to the Governor the names of the three persons receiving the largest number of votes, from which list a successor to Dr. Ralph J. Angelucci, whose term expires December 31, 1968, will be appointed.

Background: The term of Dr. Ralph J. Angelucci as an alumnus member of the Board expires December 31, 1968. An election has been held among the alumni of the University as prescribed by Statute and in accordance with the rules and regulations of the Board of Trustees. The following letter from the Secretary of the Board of Trustees to the President of the University reports the results of the election.

UNIVERSITY OF KENTUCKY

LEXINGTON, KENTUCKY

**OFFICE OF SECRETARY
BOARD OF TRUSTEES**

December 9, 1968

**Dr. A. D. Kirwan
Interim President
University of Kentucky**

Dear Dr. Kirwan:

The term of Ralph J. Angelucci as an alumnus member of the Board of Trustees expires December 31, 1968. An election has been held among the alumni of the University as prescribed by Statute and by the rules and regulations of the Board of Trustees. The following is the result of the election:

Ralph J. Angelucci	3,322 votes
J. Roger Caudill	1,891 votes
Hamilton R. Duncan	1,094 votes
John H. Gray	2,045 votes
James H. Pence	2,560 votes
William B. Sturgill	2,031 votes

Will you please submit this information to the Board of Trustees that same may be approved and the names of the three receiving the highest number of votes be certified to the Governor of the Commonwealth of Kentucky, from which list of three he may appoint one to serve a term of four years beginning January 1, 1969.

Respectfully submitted,

/s/ Sam Ezelle

Sam Ezelle, Secretary
Board of Trustees

Action: Approved X Disapproved _____ Other _____

Date: December 10 , 1968

PR 5

Members, Board of Trustees:

1968-69 Budget Revisions

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

	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
A. <u>Restricted Funds</u>			
1. Income estimates	\$ 4,911,541	\$ 4,914,531	\$ 2,990
2. Expenditures			
University Scholarships	100,000	102,240	2,240
Gifts and Grants for Scholarships	143,206	143,956	<u>750</u>
			2,990
3. <u>Comments</u> - Additional funds have been received to support the Gifts and Grants for Scholarships. The recommendation is that an additional \$2,240 be appropriated from restricted fund balances to support University Scholarships. The \$2,240 in University Scholarship funds is to be carried forward into the 1969-70 fiscal year. The additional University Scholarship funds are to provide two scholarships for students studying at the University of Kentucky under the auspices of the English Speaking Union and two tuition equivalent scholarships for University of Kentucky students studying elsewhere.			
B. <u>Auxiliary Services - Community College Bookstores</u>			
	<u>Approved Budget</u>	<u>Revised Budget</u>	<u>Change</u>
1. Income estimates	\$ 596,196	\$ 599,546	\$ 3,350

2. Expenditures

Madisonville Community College Bookstore	-0-	3,350	3,350
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3. Comments - The proposed budget will provide for the operation of the Madisonville Community College Bookstore during the spring semester. The expenditure will be offset by income from the bookstore operation.

Action: Approved X Disapproved Other

Date: December 10 , 1968

F C R 1

Members, Board of Trustees:

RESOLUTION RELATIVE TO MADISONVILLE
COMMUNITY COLLEGE

Recommendation: that the following Resolution be adopted:

RESOLUTION OF THE BOARD OF TRUSTEES OF THE UNIVERSITY OF KENTUCKY ACCEPTING FROM THE MADISONVILLE COLLEGE FOUNDATION, INC., CERTAIN LAND SITUATED IN HOPKINS COUNTY, KENTUCKY, FOR THE PURPOSE OF ESTABLISHING THE UNIVERSITY OF KENTUCKY MADISONVILLE COMMUNITY COLLEGE; FURTHER, AUTHORIZING THE PREPARATION OF A COMPREHENSIVE PHYSICAL DEVELOPMENT PLAN FOR MADISONVILLE COMMUNITY COLLEGE.

WHEREAS, Kentucky Revised Statute 164.580, effective June 16, 1966, established the University of Kentucky Community College System, and,

WHEREAS, Kentucky Revised Statute 164.591, effective June 13, 1968, provides that a community college shall be maintained at Madisonville, Kentucky, and,

WHEREAS, the Madisonville College Foundation, Inc., has agreed to purchase from Mr. Otto F. Corum a certain 150 acre tract of land, accompanied by a permanent easement of access, in Hopkins County, Kentucky, to be used as the site of the Madisonville Community College, and cause said land to become available by deed to the Commonwealth of Kentucky, for the use and benefit of the University of Kentucky, without cost to the Commonwealth or the University, and,

WHEREAS, the University of Kentucky, having determined that the aforementioned tract of land meets its requirements for a community college site in all respects, has agreed to accept, by and through the Commonwealth of Kentucky, the deed to the Madisonville Community College site, and accompanying permanent easement of access, from the Madisonville College Foundation, Inc., provided certain hereinafter enumerated conditions are met, and,

WHEREAS, the University of Kentucky desires to cause the appointment of an architect for the preparation of a comprehensive physical development plan for the Madisonville Community College, and,

WHEREAS, the University desires that funds be made available to cover costs of the comprehensive physical development plan;

NOW, THEREFORE, BE IT RESOLVED by the Board of Trustees of the University of Kentucky:

1. That the University of Kentucky, by and through the Commonwealth of Kentucky, accept from the Madisonville College Foundation, Inc., title to a certain 150 acre tract of land, and accompanying permanent easement of access, in Hopkins County, Kentucky, to be used as the site of the Madisonville Community College, provided the following conditions are met:

- (a) That the Madisonville College Foundation, Inc., make available to the University a property abstract indicating that a General Warranty deed from the Madisonville College Foundation, Inc., to the Commonwealth of Kentucky, for the use and benefit of the University of Kentucky, will vest the Commonwealth with a free, clear and unencumbered fee simple title.
- (b) That the accompanying permanent easement of access be of sufficient length and width to permit the construction of an appropriate roadway and necessary utility connections from U.S. Alternate 41 (State Route 1751) to the eastern boundary of the Community College site proper.
- (c) That the Community College site be annexed to, and made a part of, the City of Madisonville, Kentucky.

2. That the Vice President - Business Affairs and Treasurer is hereby authorized to cause the appointment of an architect for the preparation of a comprehensive physical development plan for the Madisonville Community College.

3. That the Vice President - Business Affairs and Treasurer is hereby authorized to appropriate \$12,000.00 from available funds to cover costs of the comprehensive physical development plan.

4. That the Board of Trustees expresses its thanks and appreciation to the Madisonville College Foundation, Inc., for its significant contribution to the educational progress of the Commonwealth of Kentucky.

CERTIFICATION

The undersigned, Secretary of the Board of Trustees of the University of Kentucky, hereby certifies that the foregoing Resolution of the Board of Trustees was duly adopted by the Board at its meeting on the _____ day of _____, 19____.

Secretary

Finance Committee Report
December 10, 1968

FCR 2

Members, Board of Trustees:

APPROVAL OF INSTALLATION OF ELEVATOR
AT SPINDLETOP HALL

Recommendation: that the Board of Trustees approve the installation of an elevator in Spindletop Hall.

Background: Spindletop Hall desires to install an elevator so as to make the second floor private dining rooms more accessible.

Action: Approved X Disapproved Other

Date: December 10, 1968

FCR 3

Members, Board of Trustees:

AUTHORIZATION TO ISSUE BONDS FOR BENEFIT
OF ALPHA DELTA PI

Recommendation: that the Board of Trustees authorize the issuance of revenue bonds totaling \$130,000.00 (for the Alpha Delta Pi construction program) in the name of the University of Kentucky, said bonds to be retired serially at the rate of \$5,000.00 annually over a period of 26 years.

Background: The University of Kentucky has a present outstanding bond issue for the benefit of Alpha Delta Pi, the original principal sum having been \$76,000.00, with \$40,000.00 having been retired, and \$36,000.00 to be outstanding after December 1, 1968.

The proceeds from this subordinate bond issue are to be used to reimburse the above mentioned construction costs for addition to, and renovation of, the present sorority house.

Action: Approved X Disapproved _____ Other _____

Date: December 10 , 1968

A RESOLUTION OF THE BOARD OF TRUSTEES OF THE UNIVERSITY OF KENTUCKY PROVIDING FOR THE ISSUANCE, SALE AND DELIVERY OF DORMITORY REVENUE BONDS TO PAY THE COST (NOT OTHERWISE PROVIDED) OF CONSTRUCTING AN ADDITION TO THE DORMITORY BUILDING SITE GENERALLY KNOWN AND DESIGNATED AS NO. 476 ROSE STREET IN LEXINGTON, KENTUCKY.

WHEREAS, the University of Kentucky and its students are not now being provided with adequate buildings for educational purposes and in order to provide same, it is necessary that the University construct an addition to the dormitory building upon premises generally known and designated as No. 476 Rose Street in Lexington, Kentucky; and

WHEREAS, said addition can be constructed from the proceeds of \$130,000 of bonds; and

WHEREAS, under the provisions of Chapter 58 of the Kentucky Revised Statutes, the Board of Trustees of the University of Kentucky, as a governmental agency, is authorized to issue bonds as hereinafter provided for the purpose of financing the construction of said addition and appurtenances;

NOW, THEREFORE, THE BOARD OF TRUSTEES OF THE UNIVERSITY OF KENTUCKY RESOLVES AS FOLLOWS:

Section 1. It is hereby determined that in order to provide the University of Kentucky with additional and needed accommodations for educational purposes, it is necessary and desirable that an addition be constructed on the premises generally known and designated as No. 476 Rose Street in Lexington, Kentucky, for dormitory purposes, at a cost to the University of approximately \$130,000. The said land, the existing building, the addition and appurtenances are collectively sometimes hereinafter referred to as the Project; and are hereby declared to be a "public Project" within the meaning and application of Chapter 58 of the Kentucky Revised Statutes.

Section 2. In order to provide for the payment of the construction cost of the addition, all necessary expenses in connection therewith, and to reimburse the University for expenditures in connection with such Project in contemplation of the issuance of the bonds herein authorized, there shall be and there are hereby ordered to be issued by the Board of Trustees of the University of Kentucky, in its corporate capacity and by and through its corporate name, and as a state educational institution and agency, bonds which shall be designated "University of Kentucky Dormitory Revenue Bonds (476 Rose Street), Second Series," in the aggregate principal amount of

One Hundred Thirty Thousand (\$130,000) Dollars, dated December 1, 1968, consisting of twenty-six (26) bonds of the denomination of Five Thousand (\$5,000) Dollars each, to be numbered consecutively from one (1) to twenty-six (26), both numbers inclusive, bearing interest to be evidenced by coupons attached to each bond and maturing on June 1 and December 1 of each year to the respective maturity dates of principal at a rate not exceeding six and one-half per cent (6 1/2%) per annum (the exact rate to be determined at the time of the receipt and consideration of financing proposals as hereinafter provided.) Said bonds shall mature serially and in numerical order, \$5,000 on each December 1 during the years 1969 through 1994, provided, however, that any of said bonds numbered 11 to 26, inclusive, shall be redeemable prior to maturity as a whole, or from time to time in part, in the inverse order of their numbering, on December 1, 1978, or on any interest payment date thereafter, providing a notice specifying the bonds to be redeemed shall have been on file at the place of payment of the principal and interest at least thirty days prior thereto, and provided also that such notice shall have been published at least once not less than thirty (30) days prior to the redemption date in a newspaper having general circulation throughout Kentucky. In the event of redemption prior to stated maturities in accordance with these provisions the holder of each bond so redeemed shall be entitled to receive on the specified redemption date the face amount of the bond, together with interest to the redemption date at the applicable coupon rate and together with a premium in the sum of One Hundred and Fifty Dollars (\$150.00) if the redemption date is on or prior to June 1, 1983, One Hundred Dollars (\$100.00) if the redemption date is on or after December 1, 1983 but on or prior to June 1, 1988, and Fifty Dollars (\$50.00) if the redemption date is on or after December 1, 1988 but prior to maturity. All bonds called for redemption as herein provided shall cease to bear interest as of the redemption date.

Said bonds shall be signed for and on behalf of the Board of Trustees of the University of Kentucky by the facsimile signature of the Chairman of said Board of Trustees, attested by its Secretary, and sealed with a facsimile of its corporate seal, and the interest coupons attached to said bonds shall be executed with the facsimile signatures of said Chairman and said Secretary, and said bonds together with interest thereon shall be payable in lawful money of the United States of America at the office of First Security National Bank & Trust Company in the City of Lexington, Kentucky but only out of the "476 Rose Street Dormitory Revenue Bond and Interest Redemption Fund, Second Series," hereinafter created, and shall be a valid claim of the holders thereof only against said fund, and the gross income and revenues of the Project pledged to such fund.

Section 3. The aforesaid bonds and coupons shall be in substantially the following form, to-wit:

(Form of Bond)

UNITED STATES OF AMERICA
COMMONWEALTH OF KENTUCKY
UNIVERSITY OF KENTUCKY
DORMITORY REVENUE BOND, SECOND SERIES
(476 Rose Street)

No. _____

\$5,000.00

The Board of Trustees of the University of Kentucky, as a state educational institution and agency, for value received, hereby promises to pay to the bearer, or if this bond be registered, to the registered holder hereof, as hereinafter provided, the sum of Five Thousand Dollars (\$5,000.00) on the first day of December, 19____, with interest thereon from the date hereof until paid at the rate of _____ per cent (____%) per annum, payable semi-annually on June 1 and December 1 of each year, except as the provisions hereinafter set forth with respect to prior redemption may be and become applicable hereto, such interest as may accrue on and prior to the maturity date of this bond to be paid only upon presentation and surrender of the annexed interest coupons as they severally mature, both principal and interest being payable in lawful money of the United States of America at First Security National Bank & Trust Company, in the City of Lexington, Kentucky.

The right is hereby reserved to call and redeem bonds numbered 11 to 26 inclusive of the series of which this bond is a part prior to stated maturities, in whole, or from time to time in part, in the inverse order of their numbering, on any interest payment date on or after December 1, 1978, providing a notice specifying the bonds to be redeemed shall have been on file at the place of payment of the principal and interest at least thirty days prior thereto and providing also that such notice shall have been published at least once not less than thirty (30) days prior to the redemption date in a newspaper having general circulation throughout Kentucky. Upon the specified redemption date the holder of each bond so redeemed shall be entitled to receive the face amount of the bond, together with the interest to the redemption date at the coupon rate and together with a premium which shall be in the sum of One Hundred and Fifty (\$150.00) Dollars if the redemption date is on or prior to June 1, 1983, One Hundred (\$100.00) Dollars if the redemption date is on or after December 1, 1983, but on or prior to June 1, 1988, and Fifty (\$50.00) Dollars if the redemption date is on or after December 1, 1988, but prior to maturity. Bonds called for redemption as herein provided shall cease to bear interest as of the redemption date.

This bond is issued to finance the cost of constructing an addition to a dormitory building and appurtenances for educational purposes in connection with the University of Kentucky, under and in full compliance with the Constitution and Statutes of Kentucky, including, among others, Section 58.010 to 58.140, inclusive, of the Kentucky Revised Statutes.

This bond is payable only from a fixed amount of the gross income and revenues to be derived from the operation of said dormitory building, such addition and appurtenances which will be set aside as a special fund and pledged for that purpose and identified as the "476 Rose Street Dormitory Revenue Bond and Interest Redemption Fund, Second Series," and this bond does not constitute an indebtedness of the University of Kentucky or its Board of Trustees or of the Commonwealth of Kentucky within the meaning of any constitutional provisions or limitations. This bond is subject to a pledge of the first revenues from such Project to secure an authorized issue of \$76,000 of University of Kentucky Dormitory Revenue Bonds (476 Rose Street), dated December 1, 1950.

This bond is fully negotiable but may be registered as to principal only on the books of the Secretary of the Board of Trustees of the University of Kentucky, such registration to be evidenced by notation thereof on the reverse hereof by said Secretary, after which no transfer of this bond shall be valid unless made on said books at the written request of the registered owner of his authorized representative and similarly noted on the reverse hereof. But this bond may be discharged from registry by being registered to bearer, and thereafter transferability by delivery shall be restored. Registration of this bond as aforesaid shall not affect the negotiability of the coupons appurtenant hereto, which shall continue to be transferable by delivery merely and shall remain payable to bearer.

IT IS HEREBY CERTIFIED, RECITED AND DECLARED, that all acts, conditions and things required to exist, happen and be performed precedent to and in the issuance of this bond, do exist, have happened and have been performed in due time, form and manner as required by law, and the amount of this bond, together with all other obligations of said University of Kentucky and its Board of Trustees, does not exceed any limit prescribed by the Constitution or Statutes of Kentucky; that said dormitory building, such addition and appurtenances will be continuously operated by said University of Kentucky, and that a sufficient portion of the gross income and revenues therefrom has been pledged to and will be set aside into a special account for the payment of the principal of and interest on this bond and the series of which it is a part, as the same will respectively become due.

IN WITNESS WHEREOF, the Board of Trustees of the University of Kentucky has caused this bond to be signed by the facsimile signature of its Chairman, and a facsimile of its corporate seal to be imprinted hereon, attested by the Secretary, and the coupons hereto attached to be executed with the facsimile signatures of the said Chairman and said Secretary, who, by the signing of this bond by facsimile or manual signatures do adopt said facsimile signatures,

and each of them, to be their respective authorized and official signatures, all as of the first day of December, 1968.

Chairman, Board of Trustees

(SEAL)

ATTEST:

Secretary, Board of Trustees

(Form of Coupon)

No. _____ \$ _____

Unless the bond to which this coupon is attached shall have been called for prior redemption

On the First day of _____, 19____, the Board of Trustees of the University of Kentucky will pay to bearer _____ Dollars (\$ _____) out of its "476 Rose Street Dormitory Revenue Bond and Interest Redemption Fund, Second Series," at the First Security National Bank & Trust Company, in the City of Lexington, Kentucky, as provided in and for interest then due on its Dormitory Revenue Bond, Second Series (476 Rose Street), dated December 1, 1968, Number _____.

Chairman, Board of Trustees

Secretary, Board of Trustees

(Form of Registration to be printed on the back of each bond)

Date of Registration	Name of Registered Holder	Signature of Secretary, Board of Trustees
:	:	:
:	:	:
:	:	:
:	:	:
:	:	:

Section 4. The Project shall be operated as a revenue-producing undertaking on a fiscal year basis commencing on December 1 of each year and ending on November 30 of the ensuing year, and on that basis the gross income and revenues of said Project shall be sufficient so as to set aside the required amounts (hereinafter specified) into a separate and special fund designated the "476 Rose Street Dormitory Revenue Fund" (hereinafter designated the "Revenue Fund".)

There shall be and there is hereby created a fund to be known as the "476 Rose Street Dormitory Revenue Bond and Interest Redemption Fund, Second Series" (hereinafter called the "Bond Fund") into which there shall be set aside from the moneys held in the Revenue Fund such amounts as will be sufficient to pay the interest on and principal of the bonds hereby authorized as may be outstanding from time to time. The amount to be set aside into said fund during each fiscal year so long as any of said bonds remain outstanding shall be not less than as set forth in the following schedule:

During the fiscal year ending November 30, 1969 -	\$11,825.00
During the fiscal year ending November 30, 1970 -	11,562.50
During the fiscal year ending November 30, 1971 -	11,300.00
During the fiscal year ending November 30, 1972 -	11,037.50
During the fiscal year ending November 30, 1973 -	10,775.00
During the fiscal year ending November 30, 1974 -	10,512.50
During the fiscal year ending November 30, 1975 -	10,250.00
During the fiscal year ending November 30, 1976 -	9,987.50
During the fiscal year ending November 30, 1977 -	9,725.00
During the fiscal year ending November 30, 1978 -	9,462.50
During the fiscal year ending November 30, 1979 -	9,200.00
During the fiscal year ending November 30, 1980 -	8,937.50
During the fiscal year ending November 30, 1981 -	8,675.00
During the fiscal year ending November 30, 1982 -	8,412.50
During the fiscal year ending November 30, 1983 -	8,150.00
During the fiscal year ending November 30, 1984 -	7,887.50
During the fiscal year ending November 30, 1985 -	7,625.00
During the fiscal year ending November 30, 1986 -	7,362.50
During the fiscal year ending November 30, 1987 -	7,100.00
During the fiscal year ending November 30, 1988 -	6,837.50
During the fiscal year ending November 30, 1989 -	6,575.00
During the fiscal year ending November 30, 1990 -	6,312.50
During the fiscal year ending November 30, 1991 -	6,050.00
During the fiscal year ending November 30, 1992 -	5,787.50
During the fiscal year ending November 30, 1993 -	5,525.00
During the fiscal year ending November 30, 1994 -	5,262.50

All funds received as accrued interest at the time of the issuance of said bonds shall be paid into said Bond Fund, Second Series at the time of the issuance and delivery of the bonds hereby authorized, and shall be used for the payment of the interest on said bonds next thereafter becoming due.

The amount by which the payments in any fiscal year exceed the aggregate amount of interest on and principal of said bonds then currently becoming due shall be held in said Bond Fund, Second Series as a reserve for contingencies and used solely as herein provided; provided, however, that no further payments need be made into said Bond Fund, Second Series whenever and so long as such amount of the bonds shall have been retired that the amount then held in the Bond Fund, Second Series, including the reserve for contingencies, is equal to the entire amount of the principal and interest that is to be paid on all of such bonds then remaining outstanding.

If, for any reason, there be a failure to make any payments into such Bond Fund, Second Series, as aforesaid during any fiscal year, any sums then held as a reserve for contingencies shall be used for the payment of any portion of the interest or principal on which bonds there would otherwise be default, but such reserve shall be reimbursed therefor from the first available payments made into the Bond Fund, Second Series in the following year or years in excess of the required payment for the then current fiscal year.

All moneys held in the Bond Fund, Second Series or as a reserve for contingencies shall be deposited in a bank which is a member of the Federal Reserve System and of the Federal Deposit Insurance Corporation; the moneys held as reserve for contingencies may be invested in direct obligations of the United States of America; provided, however, that sale of a sufficient amount of such obligations shall be made in the event that it shall prove necessary to draw upon said reserve, and provided further that moneys so held may be applied to the redemption of bonds prior to their maturities.

The payments hereinabove provided into said Bond Fund, Second Series from the Revenue Fund shall be made in equal monthly installments on the first day of each month, except when the first day of any such month shall be on a Sunday or a legal holiday, in which event such payment shall be made on the next succeeding secular day. The balance then and from time to time remaining in the Dormitory Revenue Fund may be set aside for the necessary expenses of operation and maintenance, as hereinafter more fully provided. In the event that the moneys held in the Revenue Fund in any month shall be insufficient to make the aforesaid payments in full, any such deficiency shall be added to the amounts required to be paid into such Bond Fund, Second Series in the following month.

The Bond Fund, Second Series hereinabove created and described shall be used solely and only for the purpose of paying principal of and interest on the bonds herein authorized to be issued, and is hereby irrevocably pledged for that purpose and shall be used for no other purpose whatsoever.

The balance of the moneys remaining in the Revenue Fund after the aforesaid payments into the Bond Fund, Second Series, and after making the required payments into the Bond Fund as required by the resolution authorizing such bonds dated December 1, 1950, shall be set aside into an "Operation and

Maintenance Account", created by the ordinance authorizing such bonds dated December 1, 1950, and all moneys in said account shall be used for proper operation and maintenance of said Project, including an amount sufficient to pay the cost of insurance.

Section 5. While the bonds authorized hereunder, or any of them remain outstanding and unpaid, the rents and charges for all services rendered by the Project and fees charged to the students of the University of Kentucky shall be reasonable and just, taking into account and consideration the cost and value of said Project, the cost of maintaining and operating same, the amounts necessary for the retirement of all bonds and the accruing interest on all such bonds as may be sold and are unpaid under the provisions of this Resolution, and there shall be charged against the University of Kentucky such amounts for services rendered by the Project as shall be adequate, together with rents and fees charged to students, to meet the requirements of this and the two preceding sections hereof.

Section 6. The Board of Trustees of the University of Kentucky hereby covenants and agrees with the holder or holders of the bonds hereby authorized to be issued, or any of them, that all duties with reference to said Project required by the Constitution and laws of the Commonwealth of Kentucky will be faithfully and punctually performed, including the charging and collection from the University of Kentucky and its students reasonable and sufficient amounts for services rendered by said Project.

The Board of Trustees of the University of Kentucky further covenants and agrees with the holders of said bonds to maintain in good condition and continuously to operate said Project, so long as the principal of or interest on any of the bonds herein authorized remain outstanding and unpaid, and to charge and collect reasonable and sufficient amounts as rent and for services rendered by the Project in furnishing educational facilities to maintain the Bond Fund and the Operation and Maintenance Fund as required by the preceding sections of this Resolution, and the same are hereby pledged for that purpose.

Section 7. Any holder of said bonds, or of any of the coupons may, either at law or in equity, by suit, action, mandamus, or other proceedings, enforce and compel performance of all duties required by law, including the charge, collection and accounting for sufficient rents, student fees and charges, and the segregation and application of the income and revenues as provided by this Resolution.

If there be any default in the payment of the principal of or interest on any of said bonds then, upon the filing of suit by any holder of said bonds, or any of the coupons, any court having jurisdiction of the action may appoint a receiver to administer said Project, with power to charge and collect a sum sufficient to provide for the payment of any bonds or obligations outstanding against said Project and for the payment of the operating expenses, and to apply

the income and revenues in conformity with this Resolution and the provisions of said laws of Kentucky aforesaid.

Section 8. The bonds authorized to be issued hereunder and from time to time outstanding shall not be entitled to priority one over the other in the application of the revenues of said Project, regardless of the time or times of their issuance, it being the intention that there shall be no priority among the bonds authorized to be issued under the provisions of this Resolution, regardless of the fact that they may be actually issued and delivered at different times.

Section 9. While any of the bonds herein authorized are outstanding no additional bonds payable from the revenues of the Project shall be authorized or issued unless the lien and security for payment of such additional bonds are made junior and subordinate in all respects to the lien and security of the bonds herein authorized.

Section 10. So long as any of said bonds are outstanding the Board of Trustees of the University of Kentucky shall:

(a) Maintain insurance on the Project against loss or damage by fire, lightning and windstorm in an amount equal to the full insurable value, and pay the cost of such insurance from the Operation and Maintenance Fund hereinbefore described;

(b) Keep proper books of record and accounts (separate from all other records and accounts) in which complete and correct entries shall be made of all transactions relating to said Project, and furnish the original purchaser of said bonds and any subsequent holder of any of the said bonds, at the written request of such holder, complete operating and income statements of said Project in reasonable detail covering each six months' period, and same shall be available not later than thirty days after the close of each six months' period; and

(c) Grant to the holder of any of said bonds the right at all reasonable times to inspect the said Project and all record, accounts and data relating thereto.

Section 11. The Chairman of the Board of Trustees and the Secretary are authorized to cause to be published in the BOND BUYER, New York City, and in the COURIER-JOURNAL, Louisville, Kentucky, a notice soliciting sealed competitive bids for the purchasing of the bonds authorized by this Resolution. Secretary having submitted to the Board of Trustees copies of the Notice of Bond Sale, Further Information as to Sale of Bonds and Bid Form, and said instruments having been examined, the same are hereby approved for use in connection with the sale of the bonds herein authorized.

Section 12. The requirements set out in Section 4 are based on the assumption that the interest rate on the bonds will be 5 1/4%. If the rate or

rates are different an adjustment of the requirements will automatically be made and be based upon the actual interest rate or rates.

Section 13. That the provisions of this Resolution shall constitute a contract between the Board of Trustees of the University of Kentucky and the holder or holders of the bonds herein authorized to be issued and after the issuance of any of said bonds no change or alteration of any kind in the provisions of this Resolution may be made until all of the bonds have been paid in full as to both principal and interest or funds sufficient therefor shall have been duly provided and deposited for that exclusive purpose at the place of payment thereof.

Section 14. All sums received as accrued interest when the bonds are delivered and paid for shall be deposited in the Bond Fund. From said proceeds there shall next be paid all expenses incident to the authorization, issuance and sale of the bonds herein described. All sums then remaining shall be transmitted to the State Treasurer of the Commonwealth of Kentucky to be held and used to pay the costs in connection with such addition to the existing dormitory building.

Section 15. That if any section, paragraph, clause or provision of this Resolution shall be held to be invalid or ineffective for any reason the remainder thereof shall remain in full force and effect, it being expressly hereby found and declared that the remainder of this Resolution would have been adopted despite the invalidity of such section, paragraph, clause or provision.

Section 16. That all resolutions and orders, or parts thereof, in conflict herewith are, to the extent of such conflict, hereby repealed, and that this Resolution shall take effect from and after its adoption.

Adopted and approved December _____, 1968.

Chairman

Attest:

Secretary

NOTICE OF BOND SALE

The Board of Trustees of the University of Kentucky, will, until _____ M., E.S.T., _____, _____, in the Board Room, Administration Building, on the Campus of the University in Lexington, Kentucky, receive sealed competitive bids on \$130,000 of its Dormitory Revenue Bonds, Second Series (476 Rose Street), dated December 1, 1968. The minimum bid is the face amount plus accrued interest from December 1, 1968, and bidders must name a coupon rate or rates in multiples of 1/8 or 1/10 of 1%, not to exceed 6 1/2%. Only one coupon shall represent interest for each period on each bond. Each bond shall bear only one interest coupon rate. The difference between the highest and the lowest coupon rate shall not exceed 1%. Bids must be made on Bid Forms which may be obtained from Dr. Robert Kerley, Vice-President and Treasurer, whose office is in such Administration Building, or from F. L. Dupree & Company, Inc., Security Trust Building, Lexington, Kentucky, Fiscal Agent, who will also furnish further information as to the sale of such bonds, and shall be enclosed in sealed envelopes marked on the outside "Bid for University of Kentucky Dormitory Revenue Bonds, Second Series, (476 Rose Street)." A submitted bid may not be changed by telephone or telegram prior to the time of sale other than complete cancellation or withdrawal of such bid. Such bonds will be sold to the highest and best bidder, provided, however, the City reserves the right to reject any and all bids and to waive any informality in any bid. The required good-faith check is \$2,600. Upon failure of the successful bidder to take up and pay for such bonds when ready such check shall be forfeited by such bidder, and the amount of such check will be deemed liquidated damages for such default. Such bonds are offered for sale subject to the principal of and interest on such bonds not being subject to Federal

or Kentucky ad valorem or income taxation on the date of their delivery to the successful purchaser and subject to the unqualified approving legal opinion of Skaggs and Hays, Attorneys, Louisville, Kentucky, at no additional cost to the successful bidder. The successful bidder will be furnished such opinion, printed bond forms and the usual closing papers, including the customary no-litigation certificate. Delivery of the executed bonds to the successful purchaser will be made at any place in Continental United States, at no expense to the purchaser for the transportation charges in connection with such delivery. Bids submitted in advance should be sent to Dr. Robert F. Kerley, Vice-President and Treasurer, at his address given above. By Order of the Board of Trustees , (Signed) Sam Ezelle, Secretary of the Board of Trustees of the University of Kentucky.

FURTHER INFORMATION AS TO SALE OF BONDS

\$130,000 OF UNIVERSITY OF KENTUCKY DORMITORY REVENUE
BONDS, SECOND SERIES, (476 ROSE STREET), DATED DECEMBER 1, 1968

As advertised in The Courier-Journal, a newspaper published in Louisville, Kentucky, and in The Bond Buyer, published in New York, New York, the Board of Trustees of the University of Kentucky will, until the _____ day of _____, 19_____, at _____ . M., receive competitive sealed bids for the above bonds. Further information as to the sale of such bonds is as follows:

1. Such bonds are authorized pursuant to the provisions of Chapter 58 of Kentucky Revised Statutes.
2. Such bonds are being issued in accordance with a resolution of the Board of Trustees of the University of Kentucky authorizing such bonds. They are revenue bonds and do not constitute a direct indebtedness of such Board of Trustees or of the Commonwealth of Kentucky. They are being issued to finance the construction of an addition on the premises generally known and designated as No. 476 Rose Street, in Lexington, Kentucky, for dormitory purposes. They are secured by a pledge of the revenues to be derived from the operation of the dormitory building on such property, such addition being financed by the issuance of such bonds, and appurtenances thereto, but the security for such bonds is subject to a pledge of the first revenues from such Project which secures the outstanding bonds of an original authorized issue of \$76,000 of University of Kentucky Dormitory Revenue Bonds (476 Rose Street), dated December 1, 1950.
3. Such bonds are numbered 1 through 26 in the order of their maturity, each in the denomination of \$5,000, bearing interest from December 1, 1968, payable on June 1, 1969, and December 1 and June 1

semi-annually thereafter, and mature \$5,000 on December 1 in each of the years 1969 through 1994, subject to prior redemption as a whole or from time to time in part in the inverse order of their numbering on December 1, 1978, or any interest payment date thereafter, upon a notice being filed at the place of payment of the principal of and interest on such bonds and publication thirty days prior to the date stated for prior redemption. In the event of prior redemption such bonds shall be redeemed upon terms of the face amount plus accrued interest to the date stated for redemption, together with a premium for each bond redeemed in the sum of \$150 if the redemption date is on or prior to June 1, 1983, \$100 if the redemption date is on or after December 1, 1983, but on or prior to June 1, 1988, and \$50 if the redemption date is on or after December 1, 1988, but prior to maturity.

4. Such bonds are payable at First Security National Bank and Trust Company, Lexington, Kentucky, and are subject to registration as to principal only. By order of the Board of Trustees. (Signed) Sam Ezelle, Secretary of the Board of Trustees of the University of Kentucky.

BID FORM

Subject to the terms and conditions set forth in a resolution of the Board of Trustees of the University of Kentucky, providing for the sale of \$130,000 University of Kentucky Dormitory Revenue Bonds, Second Series (476 Rose Street) dated December 1, 1968, and in accordance with the Notice of Sale of the bonds as advertised in The Courier-Journal, published in Louisville, Kentucky, and in The Bond Buyer, published in New York, New York, to all of which the undersigned agrees, the undersigned hereby submits the following offer for said bonds.

We hereby bid for the total face amount of said \$130,000 of bonds the sum of \$ _____, plus accrued interest from December 1, 1968, bearing interest of _____

It is understood that such bonds are offered for sale subject to the principal of and interest on such bonds not being subject to Federal or Kentucky ad valorem or income taxation on the date of their delivery to the successful purchaser. It is also understood that the City will furnish a final approving legal opinion of Skaggs and Hays, Attorneys, of Louisville, Kentucky, subject to whose approving legal opinion said bonds are sold, and will furnish printed bond forms to the successful bidder. A certified or cashier's check in the amount of \$2,600, payable to the Treasurer of the University of Kentucky, is enclosed in accordance with the notice of sale.

The undersigned hereby designates the address below set forth as the address to which all notices may be sent.

By _____
Bidder.

Address

Such bid we calculate is on the basis of a net interest cost to the University of Kentucky of _____ %.

FCR 4

Members, Board of Trustees:

AUTHORIZATION TO WRITE OFF INACTIVE ACCOUNTS RECEIVABLE,
ALBERT B. CHANDLER MEDICAL CENTER

Recommendation: that the appropriate officials of the University be authorized to write off, against the Reserve for Bad Debts, 15,463 inactive accounts receivable of the Albert B. Chandler Medical Center totaling \$809,039.54, incurred during the calendar years 1962 through 1966.

Background: On June 24, 1968, the Board of Trustees approved a recommendation that the appropriate officials of the University be authorized to charge off uncollectible accounts against the Reserve for Bad Debts, provided each account charged off had been subjected to the following:

- (a) Normal billing cycle consisting of at least four billings;
- (b) Notice that account would be placed in the hands of an external agency for collection;
- (c) Attempt at collection by a collection agency;
- (d) Account returned by collection agency with a recommendation that the account would not warrant further pursuit.

Prior to the approval of the June 24th recommendation authorizing the writing-off of uncollectible accounts, a random sample of the 15,463 inactive accounts was taken by the University Legal Department to determine collectibility. The random sampling led the Legal Department to recommend that no further internal effort be made to collect the 15,463 inactive accounts.

It is now the recommendation that even though these 15,463 inactive accounts of the Hospital have not been subjected to the collection procedure set forth in the June 24th recommendation, they should be written off for the following reasons:

1. These accounts, having been incurred during the calendar years 1962 through 1966, are, for the most part, quite old, with some being barred by the statutory period for collection.
2. Efforts to collect the random sample of accounts by the University Legal Department, through the use of collection agency procedures, led to the recommendation that no further collection efforts be made.
3. Since additional collection efforts on these accounts would probably yield a minimal return, the cost of internal management would probably exceed the accounts collected.

Action: Approved X Disapproved Other

Date: December 10 , 1968

FCR 5

Members, Board of Trustees:

AGREEMENTS WITH VETERANS HOSPITAL

Recommendation: that the Vice President-Business Affairs and Treasurer be authorized to execute "site clearance" and "utility connection" agreements with the Veterans Administration providing for the clearance of and the construction of utility connections to the Veterans Administration Hospital site by the University; with the understanding that the Veterans Administration will reimburse the University for the cost of all work which may be undertaken for the benefit of the Veterans Administration, as more specifically described in the respective agreements.

Background: The construction of the Veterans Administration Hospital will necessitate the relocation of certain utility lines and surface improvements currently located within the approved site area. While the burden of responsibility for the cost of this work rests with the Veterans Administration, it has been determined that it would be to the advantage of the University if the work were to be done by the University and that, furthermore, certain improvements to the University's utility and roadway systems, required to more adequately serve University facilities, be undertaken at the same time. Therefore, the Veterans Administration has agreed to enter into the aforementioned agreements and to reimburse the University for the cost of all work undertaken for the benefit of the Veterans Administration. It is estimated that the site clearance and utility connection agreements will involve an expenditure of approximately \$425,000.00, of which \$201,000.00 represents expenditures related to the Veterans Administration Hospital for which the University will be reimbursed by the Veterans Administration, and of which \$224,000.00 represents expenditures for the improvement of the University's utility and roadway systems. Funds for the University's share of this expenditure (\$224,000.00) are to be provided from the University's Consolidated Educational Buildings Revenue Bond Issue and certain previously appropriated general funds, as specifically authorized by the Board at its meeting of November 10, 1967.

Action: Approved X Disapproved Other

Date: December 10, 1968