

**MEETING OF THE BOARD OF TRUSTEES**

**OF THE**

**UNIVERSITY OF ILLINOIS**

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**May 11, 1932**



The May meeting of the Board of Trustees of the University of Illinois was held at the University, in Urbana, at 9 o'clock a.m. on Wednesday, May 11, 1932. The following members were present: President Barrett, Mr. Armstrong, Mr. Barr, Mrs. Grigsby, Dr. Noble, Mr. Trees, Mr. Williams.

President Chase was present.

**MINUTES APPROVED**

The Secretary presented the minutes of the meeting of April 20, 1932.

On motion of Mr. Trees, the minutes were approved as printed on pages 559 to 588 above.

**TRIBUTE OF THE BOARD OF TRUSTEES TO  
MRS. LAURA B. EVANS**

On motion of Dr. Noble, the following resolution was adopted.

The members of the Board of Trustees of the University of Illinois record with profound sorrow and a sense of great loss the death on April 29, 1932, of their honored and beloved colleague, Mrs. Laura B. Evans.

From 1903 until her death she served continuously as a member of the Board of Trustees of the University, manifesting a devoted interest in the welfare of the University in all phases of its activities, particularly in promoting the welfare of the women students. She was untiring in her interest and activities in behalf of the Women's Residence Halls, and in the organization of women's cooperative houses. She was always ready with her help and advice.

Her work on the Board was but one phase of her long and faithful career of public service. She was for many years president of the Taylorville Public Library, an institution she is largely credited with establishing. She was active in the work of the Women's Relief Corps and served as State President of that organization.

Finally, the Members of the Board would record their appreciation of Mrs. Evans as a woman of warm sympathies, high ideals of conduct and living, and a loyal and warm supporter of all measures that set before her beloved students the ideals in which she believed. She numbered among her friends the great people of the State, and she was a friend of the friendless. In her death the State has lost a loyal citizen and a faithful servant, and the University of Illinois a true friend in every sense of the word.

In recording this tribute to the memory of their dear friend and colleague, the Members of the Board of Trustees direct the Secretary to send a copy of this message to the members of Mrs. Evans' family as an expression of the sorrow of the Board and its deepest sympathy with them in their great loss.

**MATTERS PRESENTED BY PRESIDENT CHASE**

The Board considered the following matters presented by the President of the University.

**AUTHORITY TO CONFER DEGREES**

(1) A request for authority to confer degrees at the Commencement exercises, in the Chicago Departments on June 10, and in the Urbana Departments on June 13, on such candidates as may be duly qualified and recommended by the University Senate.

On motion of Mrs. Grigsby, this authority was granted.

**LEAVES OF ABSENCE**

(2) A report that leaves of absence have been granted the following members of the staff:

1. Dr. Sherlock Swann, Research Associate in Chemical Engineering, for one month during the summer in addition to his month's vacation, on account of his health.

2. Herman Wascher, First Assistant in Soil Survey Mapping, two weeks during the summer in addition to his vacation, with pay, to enable him to take a field course in Geology during the coming summer at the University of Colorado.

On motion of Mr. Barr, these leaves were granted.

**CANCELLATION OF LEAVE FOR  
PROFESSOR EDNA E. WALLS**

(3) A recommendation that the action of the Board of Trustees at its meeting on April 20 granting Miss Edna E. Walls, Specialist and Assistant Professor in Child Development and Parent Education, a sabbatical leave of absence on one-half pay under the rules for one year beginning September 1, 1932, be rescinded because of the refusal of the United States Department of Agriculture Extension Service to concur in the arrangement.

On motion of Mr. Trees, this recommendation was adopted.

**LABORATORY FEES IN THE COLLEGE OF PHARMACY**

(4) A recommendation that the following laboratory fees in the College of Pharmacy be authorized, effective in September, 1932:

*First Semester*

Pharmacy 23.....	\$ 7 00
Chemistry 21.....	10 00
General Botany 23.....	6 00
<i>Total, first semester.....</i>	<i>\$23 00</i>

*Second Semester*

Pharmaceutical Preparations 24.....	\$ 7 00
Organic Chemistry 22.....	13 00
Physics 24.....	5 00
Plant Histology 22.....	4 00
<i>Total, second semester.....</i>	<i>\$29 00</i>
<i>Total for year.....</i>	<i>\$52 00</i>

On motion of Mr. Barr, these fees were approved.

**PLYM FELLOWSHIP APPOINTMENT**

(5) A report that the Plym Fellowship Committee has appointed Charles T. Masterson, 1833 Alcoy Road, Cleveland, Ohio, of the Class of 1930, to the Nineteenth Plym Fellowship in Architecture, and Mr. Arthur Bassin, 307 South Wright Street, Champaign, Class of 1931, as an alternate in case Mr. Masterson cannot accept.

This report was received for record.

**RULES FOR PLYM FOREIGN SCHOLARSHIP IN  
ARCHITECTURAL ENGINEERING**

(6) A report of a change in the regulations governing the Plym Foreign Scholarship in Architectural Engineering adopted by the Board of Trustees on May 17, 1924 (Minutes, page 480). A copy of the regulations as amended is hereby filed with the Secretary of the Board for record.

"That a committee to be known as the Plym Scholarship Committee shall consist of such members of the staff of the Department of Architecture as may be required to administer the work, with the Head of the Department as an *ex officio* member."

On motion of Mr. Armstrong, this change was approved.

**KATE NEAL KINLEY MEMORIAL  
FELLOWSHIP REGULATIONS**

(7) A report that the Kate Neal Kinley Memorial Fellowship Committee has been authorized to prepare an announcement and regulations to govern the award of the Kate Neal Kinley Memorial Fellowship. These regulations are in accordance with the conditions of the gift as published in the Minutes of the Board of Trustees of September 29, 1931 (Minutes, page 410). A copy of these regulations is filed with the Secretary of the Board for record.

On motion of Mrs. Grigsby, these rules were adopted.

**ELECTRICAL ENGINEERING LOAN FUND**

(8) On October 13, 1928 (Minutes, page 45), the Board accepted the offer of the student Electrical Engineering Society to turn over the money it has made on the Electrical Shows for the establishment of a student loan fund under certain conditions.

In as much as the Electrical Engineering Society is now extinct, the organization which has replaced it, The Student Branch of the American Institute of Electrical Engineers, requests that the name of this fund be changed to THE ELECTRICAL ENGINEERING LOAN FUND; and that since students in the curriculum in Engineering Physics now participate in the work of the organization, such students be extended the same rights to secure loans that students in Electrical Engineering have.

On motion of Mr. Armstrong, this recommendation was adopted.

At this point, Mr. Barrett, being called from the room, asked Mr. Armstrong to take the chair.

#### **CARTER-PENNELL FARM DRAINAGE PROJECT**

(9) A recommendation that a payment of \$100 be made from the North Carter-Pennell Trust Farm income for a drainage project which is being promoted by the Village of Rankin.

On motion of Mr. Barr, this payment was authorized, by the following vote: Aye, Mr. Armstrong, Mr. Barr, Mrs. Grigsby, Dr. Noble, Mr. Trees, Mr. Williams; no, none; absent, Mr. Barrett, Mr. Blair, Mr. Emmerson, Mrs. Hopkins.

At this point, Mr. Barrett returned.

#### **USE OF FLINT OIL DUST INSECTICIDE METHOD BY ILLINOIS ORCHARDISTS**

(10) On February 6, 1931 (Minutes, page 174), Professor W. P. Flint, Chief Entomologist of the State Natural History Survey and Entomologist of the Agricultural Experiment Station, was authorized to apply for a patent on his method of making certain types of dusting insecticides with oils, which patent has since been assigned to the University. The Niagara Sprayer and Chemical Company of Middleport, New York, has been authorized to manufacture and sell insecticidal oil dusts made under this formula.

Professor Flint reports that some orchardists in Illinois have equipment for making such dusts for use in their orchards and he recommends that they be permitted to use his method.

On motion of Mr. Trees, this privilege was granted to the orchardists of Illinois, for their own use only, and not for sale, for a period of five years, subject to any existing agreements.

#### **STATUS OF STADIUM FUND**

(11) A recommendation that the Stadium Fund which heretofore has been handled as a separate fund with its own treasurer be deposited with the University Treasurer as a trust fund and that the Comptroller be authorized to turn over the net receipts of the fund, after deduction of collection expenses, to the Athletic Association until such time as the advance made by it for the completion of the stadium has been fully covered, with the understanding that the matter be kept alive.

On motion of Mr. Barr, this recommendation was approved.

#### **REVISED STATUTES OF THE UNIVERSITY**

(12) On September 29 and November 16, 1931 (Minutes, page 478 and 485), the Board of Trustees adopted certain Statutes for the educational organization and administration of the University as recommended by the University Senate and as amended by the Board on June 26, 1931 (Minutes, page 284). The University Senate at its various meetings held during the present academic year has adopted certain supplementary provisions, and it recommends that the following Statutes be adopted and that all conflicting statutes and rules be herewith repealed:

#### **APPOINTMENTS**

All appointments, reappointments, and promotions of members of the staff shall be made by the Board of Trustees, on recommendation presented by the President.

Appointments shall be made on the merit basis, solely with respect to the special fitness of the individual for the work demanded in the position.

The following ranks in the academic staff shall be recognized: professor, associate professor, assistant professor, associate, instructor, lecturer, assistant. The principal officers of the administrative staff may be accorded an appropriate academic rank, with the rights and privileges pertaining thereto.

Recommendation to positions in the academic staff shall ordinarily originate with the department, or, in cases of groups not organized as departments, with the officers in charge of the work concerned, and shall be presented to the dean of the college for transmission with his recommendation to the President. In case the appointment or promotion of members of the rank of professor or associate professor is involved, the dean shall consult, so far as it is practicable, the chairman and the executive committee, or the head of the department concerned, or, if the college has no departments, the executive committee of the college, before making his recommendation. If the appointment involves a person who may be expected to offer courses open to graduate students, the dean of the college concerned shall consult also the dean of the Graduate School.

In determining appointments to, and salaries and promotion in, the academic staff, special consideration shall be given: (a) to the teaching ability of the appointee or prospective appointee; (b) his research ability and achievement; and (c) his general usefulness or promise thereof to the University.

#### ACADEMIC FREEDOM

Academic freedom in teaching and in the pursuit of knowledge shall be maintained.

#### TENURE

An appointment as professor or as associate professor shall be for an indefinite term; provided, however, that when a person's first appointment in this University is to a professorship or an associate professorship, such appointment may be for any limited term, but a reappointment following shall be for an indefinite term. Appointments below the rank of associate professor shall be made for a definite term. Tenure may be terminated by: (1) honorable retirement; (2) acceptance of resignation; or (3) discharge for cause.

Cause for discharge shall consist of conduct seriously prejudicial to the University through deliberate infraction of law or commonly accepted standards of morality, neglect of duty, or inefficiency or incompetency.

No appointee shall be removed before the expiration of his term of service without first having been presented with a written statement detailing the charges against him, together with a summary of the evidence in support of the same. After the presentation of charges he shall have the opportunity of a hearing before the Board of Trustees.

#### GRADUATE SCHOOL

The Graduate School shall be organized with a teaching faculty, an executive faculty, and a dean.

Except as otherwise provided under this heading the Graduate School shall be governed by the same regulations as a college. The teaching faculty of the Graduate School shall consist of the President, the dean, and all those who on recommendation of the department have been approved by the Executive Faculty to be in independent charge of courses designed for graduate students, or of theses to be submitted for higher degrees.

The executive faculty shall consist of ten or more members chosen annually from the teaching faculty, and the dean, who shall be *ex officio* a member and chairman of the Executive Faculty. Of this number the teaching faculty shall elect three, and the remainder shall be appointed by the President in consultation with the dean and the three members elected by the teaching faculty. The executive faculty shall advise the dean in the administration of the school.

The method of appointment and the duties of the dean of the Graduate School shall be the same as those of the dean of a college. In the appointment to the staff of any college or school of a person who may be expected to offer courses open to graduate students, or to supervise theses submitted for higher degrees, the dean of the Graduate School shall be consulted by the dean of the college, or the director of the school in which the appointment is to be made.

**SUMMER SESSION**

All courses for which credit towards a degree is given in the Summer Session shall be maintained at the same grade and standards as other work in the University.

The scope and character of the courses offered therein shall be outlined by the respective departments and the director of the Summer Session, and shall be approved in the same manner as other courses.

The director shall be appointed biennially by the Board of Trustees, on the recommendation of the President of the University. He shall be the chief executive of the Summer Session, and shall have therein the same duties as the dean of a college.

There shall be an Executive Committee, appointed by the President, which shall assist the director in the administration of his office, including the formulation of plans and the preparation of a budget.

Appointments to the academic staff of the Summer Session shall be made by the President, on the joint nomination of the department and the director.

**EXCHANGE PROFESSORS**

On the recommendation of the head or chairman of a department and with the approval of the dean, the President, and the Board of Trustees, a professor, associate professor, or assistant professor may be permitted to exchange for a period of one year or one semester his position with a professor of approximately equal rank in another university, provided the arrangement does not involve substantial increase in the cost of instruction. The professor with whom the exchange is made shall during his period of service in this University be subject to the rules governing appointments and conditions of service applicable to regular members of the faculty.

**VISITING LECTURERS**

In accordance with the existing practice, scholars of eminence from other universities and men of affairs who have achieved distinction in their professions may be invited from time to time to give one or more public lectures at this University. The fund for this purpose shall be administered by a committee consisting of the Dean of the Graduate School, the Provost, and one member of the Senate to be appointed by the President.

On motion of Mr. Barr, these Statutes were adopted, and all conflicting Statutes were repealed as recommended.

**REPEAL OF STATUTE GOVERNING APPOINTMENTS**

(13) Provision having been made by the University Senate concerning appointments in its recommendations for the adoption of the revised statutes, the Senate recommends that the following sections in the present statutes (adopted by the Board December 28, 1908) of the Board be repealed:

A part of Section 16 (e) (as published in the booklet of "Extracts from the Laws of the Board of Trustees," 1926), beginning "It is the desire," and ending with the word "and" in the last line on page 7.

All of Section 18 (a), (page 14 of the "Extracts").

On motion of Mr. Barr, these sections of the Statutes were repealed.

**PURCHASE OF SOUND FILM PROJECTOR**

(14) A recommendation that an appropriation of \$1,408.50 be made from the Reserve and Contingent Fund for the purchase of the following equipment:

One Simplex Acme projector and amplifier.....	\$1 400
One RCA loud speaker.....	90
One collapsible steel table.....	75
<i>Total</i> .....	<u>\$1 565</u>

The Company allows a ten per cent reduction to the University, which will make the net cost \$1,408.50.

On motion of Mr. Barr, this appropriation was made, by the following vote: Aye, Mr. Armstrong, Mr. Barr, Mr. Barrett, Mrs. Grigsby, Dr. Noble, Mr. Trees, Mr. Williams; no, none; absent, Mr. Blair, Mr. Emmerson, Mrs. Hopkins.

**PURCHASE OF COAL FOR CHICAGO DEPARTMENTS**

(15) A report that on recommendation of the Supervising Architect and the Comptroller a contract was placed with the Consumers Company of Chicago for coal requirements for the School of Pharmacy and College of Dentistry for the year 1932-1933 on the basis of the following proposals received:

<i>Name</i>	<i>Price per NT</i>
Consumers Company.....	\$5 74
E. L. Hedstrom Coal Company	
(5-1-32 to 8-31-32).....	5 75
(9-1-32 to 4-30-33).....	5 85
Western Fuel Company	
(5-1-32 to 9-30-32).....	5 75
(9-30-32 to 4-30-33).....	6 00
Crerar Clinch Coal Company.....	5 90
Bunge Bros. Coal Company.....	5 95
J. P. Collins Fuel Company.....	6 00

This report was received for record.

**FIRE INSURANCE ON CHICAGO DEPARTMENTS**

(16) A report that the Comptroller has been authorized to renew the fire insurance, which expires in May and July of this year, on the old medical and dental buildings and contents, pursuant to the action of the Board of Trustees on October 29, 1926 (Minutes, page 152), directing the Comptroller and the Supervising Architect to handle this matter. The Supervising Architect valued the property, the value of the contents was appraised, and the insurance value, based on 80% co-insurance, was fixed at \$133,000 on the Medical Building and \$120,000 on the Dental Building, including contents in both cases.

In order that in the future premiums on this insurance will not become due in a single year, policies will be obtained for one-fifth of the total amount, to run from one to five years, and as these policies expire they will be renewed annually for five-year periods. Proposals for this insurance were received, and on the basis of policies for one-fifth of the total amount the premiums quoted are as follows:

Otto E. Seiler, Chicago.....	\$1 265 00
W. A. Alexander and Company, Chicago.....	1 809 72
McKey and Poague, Chicago.....	1 844 60

The insurance was placed with the low bidder, Otto E. Seiler of Chicago, who will insure with the Farmer's Fire Insurance Company of York, Pennsylvania, and the Traveler's Fire Insurance Company of Hartford, Connecticut. Funds for this insurance are provided in the budget for physical plant operations in the Chicago Departments.

This report was received for record.

**REPORT ON PARR COKING PROCESS**

(17) A report on the present status of the Parr coking process to supplement the report made at the meeting of the Board on April 20 (Minutes, page 556).

This report was received for record. On motion of Mr. Barr, the Committee on Patents was requested to confer with Dr. Leighton and others with respect to this process.

**ASSIGNMENT OF PATENT RIGHTS**

(18) A report of the following assignments to the University of patent rights:

1. Inventions for improving the method in removing SO<sub>2</sub> from flue gases, disclosed in Cases 1 and 2, Canadian Applications, Serials Nos. 388,300 and 388,301, which assignments were recorded in the Canadian Patent Office on April 22, 1932, receiving therein Nos. 180,987 and 180,988 respectively. This assignment has been made by Dr. Henry F. Johnstone, Special Research Assistant Professor of Chemical Engineering.

2. Method of treatment of plant juices, Case No. 1, Serial No. 598,537, recorded in United States Patent Office, Transfers of Patents, Liber F 152 page 215, March 26, 1932. This assignment has been made by Dr. Ulrich Heubaum, Special Research Assistant in Chemistry.

This report was received for record.

#### SALE OF SECURITIES

(19) A report from the Comptroller that in accordance with the authority granted by the Board at its last meeting the Treasurer sold the remaining securities received from the First National Bank of Champaign on account of Mr. H. S. Capron as Treasurer, as follows:

\$50 000 U.S. Treasury 3% Bonds @ 94 1/32 due 1951/1955...	\$47 015 63
55 000 U.S. Treasury 3% Bonds @ 92 1/2, March and September 15th, due 1951/55.....	50 875 00
45 000 U.S. Treasury 3% Bonds @ 92 3/4, March and September 15th, due 1951/55.....	41 737 50
50 000 U.S. Treasury 3% Bonds @ 93 1/4, March and September 15th, due 1951/55.....	46 625 00
50 000 U.S. Treasury 3% Bonds @ 93, March and September 15th, due 1951/55.....	46 500 00
5 000 County of Champaign Tax warrants.....	5 000 00
Interest.....	1 212 64
	<u>\$238 965 77</u>

This concludes the sale of all securities turned over to the Board of Trustees by Mr. Capron, and the realizations have been credited to his account. There remains a balance in his account of \$92,592.92. This balance does not include any interest accrued on the Treasurer's account subsequent to December 31, 1931. The amount of such interest to April 19, the date on which the University's accounts were audited, on the basis of the arrangements between Mr. Capron and the Board, was \$2,362.99.

The Comptroller requests instructions as to whether Mr. Capron will be expected to pay interest on his balance continuously to the time the entire balance is accounted for.

This report was received for record.

#### NATIONAL RESEARCH COUNCIL GRANTS TO MEMBERS OF THE FACULTY

(20) A report that the National Research Council has made the following assignments of funds to members of the faculty for research work:

To Professor B. Smith Hopkins, of the Department of Chemistry, for technical assistance in connection with his investigations on the properties of the element Ilinium.....	\$ 750
To Professor V. E. Shelford, of the Department of Zoology, for field and laboratory expenses, in connection with his studies of the rodents of the Canadian tundra.....	350
To Professor William C. Rose, of the Department of Chemistry, for technical assistance, in connection with his continued investigations of the nutritive importance of the amino acids.....	1 000
To Mr. J. E. Kania, Department of Geology, for chemical and X-ray analyses, in connection with his study of the genesis of hydrothermal copper deposits of the pyritic type.....	200

This report was received for record.

#### REPORT OF GIFTS

(21) The following report of gifts received by the University since the last report:

From the Detroit Illinae Club, \$25 as an addition to the student loan funds.  
From Mr. C. B. Burdick of the Class of 1895, \$100 as a contribution to the fund for Anonymous Scholarships in Civil Engineering.

From the Jones & Laughlin Steel Corporation, structural steel valued at \$80 for use in the concrete arch investigations; from Fairbanks Morse and Company, \$80.60 and from the Neal Gravel Company of Mattoon, \$36 for use in this investigation.

From Mead Johnson and Company an additional \$1200 (supplementing a previous gift of \$500 reported to the Board on December 15, 1931 (Minutes, page 494), for research work on Metabolism.

This report was received for record.



**QUARTERLY AUDIT OF UNIVERSITY ACCOUNTS**

(22) A report from Arthur Young and Company, public accountants, on their audit of the accounts of the University for the quarter ended March 31, 1932.

April 29, 1932

*Board of Trustees, University of Illinois, Urbana, Illinois*

DEAR SIRS,

We have audited the books of the University of Illinois for the quarter ended March 31, 1932, and submit the following summary of the work done and the result of the audit:

The cash receipts have been verified by checking all cash receipts vouchers into the cash book and examining a substantial portion of the original departmental records. Cash received as recorded has been duly deposited with the University Treasurer. The warrants drawn on the University Treasurer and the vouchers certified to the State Auditor for payment have been checked into the cash book and a substantial portion of the supporting vouchers has been examined with respect to authorization, object of expenditure and receipt of goods or services by the University. A number of pay roll vouchers of non-appointees has been checked against the original time reports on file in the respective departments. Salaries paid to appointees have been checked against the Secretary's letters of appointment. The footings of the cash book have been proved.

The cash balances at March 31, 1932, in the hands of the Ex-treasurer of the University, Hazen S. Capron, and of the University Treasurer, Frank M. Gordon, have been confirmed to us by the depositories, the First National Bank of Chicago and the Receiver of the First National Bank, Champaign, as follows:

Hazen S. Capron:

First National Bank, Champaign	
Balance as confirmed by Receiver.....	\$887 558 51
<i>Deduct:</i> Proceeds of sale of collateral securities, March 16, 1932.....	<u>386 726 55</u>
Balance as per Books.....	\$500 831 96
First National Bank of Chicago	
Balance as confirmed by the Bank.....	\$ 793 41
<i>Deduct:</i> Outstanding Warrants.....	<u>387 04</u>
Balance as per Books.....	<u>406 37</u>
	<u>\$501 238 33</u>

Frank M. Gordon:

First National Bank of Chicago	
Balance as confirmed by the Bank.....	\$571 427 68
<i>Deduct:</i> Outstanding Warrants.....	<u>423 686 16</u>
	\$147 741 52
<i>Add:</i> Deposits in transit, net.....	<u>2 966 11</u>
Balance as per Books.....	<u>150 707 63</u>
	<u>\$651 945 96</u>

Shown on books as follows:

General Funds Cash.....	\$511 461 04
Trust Funds Cash.....	<u>140 484 92</u>
	<u>\$651 945 96</u>

The First National Bank, Champaign, suspended payment at the close of January 16, 1932. The following University funds were then on deposit at this bank:

Hazen S. Capron, Treasurer.....	\$887 558 51
Business Office.....	14 545 01
Creamery.....	1 027 15
Stadium Fund.....	<u>243 65</u>
	<u>\$903 374 32</u>

At the same date, collateral securities amounting at par to \$810,800 had been deposited by the First National Bank, Champaign, subject to the joint control of the Treasurer and the Comptroller of the University. Of these securities, \$379,750 par

were sold by the University on March 16, 1932, the proceeds amounting to \$386,726.55 including interest and on April 13, 1932, \$176,050 par were sold, yielding \$169,273.27 including interest.

The account, Hazen S. Capron, Treasurer, at the First National Bank, Champaign, may be stated as follows as at April 19, 1932:

Balance, January 16, 1932.....	\$887 558 51
<i>Deduct:</i> Sale of Collateral, March 16, 1932.....	<u>386 726 55</u>
Balance, March 31, 1932.....	\$500 831 96
<i>Deduct:</i> Sale of Collateral, April 13, 1932.....	<u>169 273 27</u>
Balance, April 19, 1932.....	<u>\$331 558 69</u>

Against this balance the University held at April 19, 1932, collateral securities amounting, at par, to \$255,000 as follows:

United States Treasury, 3%, September 15, 1935.....	\$250 000 00
County of Champaign Tax Warrant, 5%, dated September 24, 1931.....	<u>5 000 00</u>
	<u>\$255 000 00</u>

Sale of these securities will reduce the Treasurer's account at First National Bank, Champaign, to approximately \$77,000.

The University is further protected as to the account of Hazen S. Capron, Treasurer, by a personal bond of Hazen S. Capron and co-sureties in the amount of \$1,000,000.

We have been informed that committees representing stockholders and depositors, respectively, of the First National Bank, Champaign, are working out a plan to reorganize the bank and that the plan has received the tentative approval of the Comptroller of the Currency. If the reorganization is effected, the loss to depositors may be expected to be considerably less than if the bank is permitted to go into liquidation.

Collateral securities deposited by the Treasurer's depository banks as at March 31, 1932, have been confirmed to us by the Custodian, the First Union Trust and Savings Bank, Chicago. Collateral securing the funds held for account of Hazen S. Capron, Treasurer, have been detailed above. These securities amounted to \$431,050 par at March 31, 1932. Collateral securing the funds held for account of Frank M. Gordon, Treasurer, has been deposited by the First National Bank of Chicago as follows:

United States of America, 3½%, June 15, 1949.....	\$500 000 00
United States 4th Liberty Loan, 4¼%, October 15, 1938.....	<u>200 000 00</u>
	<u>\$700 000 00</u>

The account of Treasurer Frank M. Gordon at March 31, 1932, as stated by the First National Bank of Chicago, shows a balance of \$571,427.68.

Investment securities as shown by the books at March 31, 1932, have been verified by actual inspection and/or confirmation from the depository.

Cash on hand was verified by actual count.

The income for the quarter under audit has been verified by extensive detail checking and comparison with the files of the Registrar and of the various operating departments. No income has been realized from interest on the Treasurer's account at the First National Bank, Champaign, since December 31, 1931. This interest, calculated upon the same basis as heretofore, amounts to \$2,124.61 for the quarter ended March 31, 1932.

The accounts of the Chicago departments and of the Stadium Fund have been audited along the lines indicated above and have been found correct. Appropriation accounts kept at the Chicago business office have been reconciled with corresponding control accounts kept at Urbana.

The records of the meetings of the Board of Trustees of January 13, 22, and 28, February 6 and 10, and March 8, 1932, have been examined and all actions affecting the finances of the University, in so far as they had been consummated at the time of our audit, have been checked into the books of account. The records of previous meetings have likewise been examined with respect to transactions consummated and recorded in the financial books during the quarter under audit.

The records of the purchasing division have been inspected and a number of the larger purchase orders issued have been compared with relative bids and quotations. Contracts and bids on file in the office of the Supervising Architect have been checked against reports made to the Board of Trustees as shown in the minutes of the meetings of the Board.

Subject to the above comments on the University's funds at the First National Bank, Champaign, we hereby certify that, so far as we have been able to ascertain by an extended detail examination,

All income which the University should have received during the quarter ended March 31, 1932, has been received and duly accounted for.

All disbursements have been made for University purposes and have been properly authorized and the expenditures have been correctly recorded in the books of account.

The cash and securities as shown by the books at March 31, 1932, are correct in amount and have been verified by actual inspection, count, or confirmation from the depository.

The report of the Comptroller to the Board of Trustees as at March 31, 1932, a copy of which is attached hereto, is in accordance with the books and, in our opinion, is correct.

The financial report of the Comptroller to the Governor of the State of Illinois for the period beginning July 1, 1931, and ending March 31, 1932, is in accordance with the books and, in our opinion, is correct.

Yours faithfully,

ARTHUR YOUNG & COMPANY

This report was received for record.

#### RESOLUTIONS CONCERNING EXPERIMENT FIELDS AT PALESTINE AND SPRING VALLEY

(23) The following resolutions authorizing the conveyance of the agricultural experiment fields at Palestine and Spring Valley in accordance with the action of the Board of Trustees at its meeting on April 20, 1932 (Minutes, page 570):

#### RESOLUTION

*WHEREAS*, The Trustees of Schools of Township numbered Seven, North Range numbered Eleven West of the Second Principal Meridian, of Crawford County did on the 13th day of March, A.D. 1919, by Warranty Deed, convey to the University of Illinois the described land, to wit: Beginning at a point Thirteen and one-half ( $13\frac{1}{2}$ ) rods North and Two hundred and eighty-seven and six-tenths (287.6) feet West of the South-east corner of the South-west quarter of section numbered Thirty-four (34) township numbered seven (7) north, range numbered eleven (11) west of the second principal meridian, running thence west Two hundred and twenty-nine and four-tenths (229.4) feet, thence north Three hundred and ninety-seven and one-fourth ( $397\frac{1}{4}$ ) feet, thence west Sixty-two and two-thirds ( $62\frac{2}{3}$ ) rods, thence south Six hundred and twenty (620) feet, thence east Seventy-six and fifty-seven hundredths (76.57) rods, thence north, Two hundred and twenty-two and three-fourths ( $222\frac{3}{4}$ ) feet to place of beginning, situated in Crawford County of the State of Illinois, which deed provided that when the grantee ceases to use the same for two years as an agricultural experiment station, then the ownership of said land shall revert to the grantors, which deed was accepted by the University of Illinois and recorded in the Recorder's office of Crawford County, Book 5, on page 137, and,

*WHEREAS*, the said University has discontinued the use of the said land for agricultural experiments, therefore, the said land ceases to be useful to the said University,

*THEREFORE, BE IT RESOLVED* that the Board of Trustees of the University of Illinois, in a meeting regularly assembled, renounce all title and rights derived through and under said deed and direct the President and the Secretary of this Board of Trustees to execute and deliver to the Trustees of Schools of Township numbered Seven, North Range numbered Eleven West of the Second Principal Meridian, of Crawford County, a Quit Claim Deed reconveying to them all rights in the said land, affixing the seal of the said University to the said deed and the officers and agents of the said University of Illinois are hereby directed to surrender up the possession of said land and forever abandon the same.

On motion of Mr. Barr, the above resolution was adopted, by the following vote: Aye, Mr. Armstrong, Mr. Barr, Mr. Barrett, Mrs. Grigsby, Dr. Noble, Mr. Trees, Mr. Williams; no, none; absent, Mr. Blair, Mr. Emmerson, Mrs. Hopkins.

#### RESOLUTION

*WHEREAS*, I. J. Jagodzinski did on the 7th day of February, A.D. 1914, by Warranty Deed, convey to the University of Illinois the described land, to wit: A part of the West Half of the Southwest Quarter of Section Thirty-four (34) in Township Sixteen (16) North, Range Eleven (11) East of the Fourth Principal Meridian, described as follows, to wit: Commencing at a point on the East line of the West Half of the Southwest Quarter of said Section Thirty-four (34) one hundred fifty (150) feet South of the Northeast corner of the said West Half of said Southwest Quarter Section, and running thence West four hundred thirty-five and  $\frac{92}{100}$  (435.92) feet, thence South one hundred seventy-seven and  $\frac{52}{100}$  (177.52) feet, thence West one hundred thirty-three (133) feet to a point which is three hundred twenty-seven and  $\frac{52}{100}$  (327.52) feet South of the Northwest corner of Lot No. Two (2) in the Southwest Quarter of said Section Thirty-four (34), and thence South eleven hundred eighty and  $\frac{61}{100}$  (1180.61) feet, thence East five hundred sixty-two and  $\frac{92}{100}$  (562.92) feet, and thence North to the point of beginning, containing seventeen and  $\frac{93}{1000}$  (17.093) acres, more or less; excepting and reserving however all of the underlying coal and fireclay, together with the right to dig, mine and remove the same, without entering upon or occupying any part of the surface of said premises; situated in the County of Bureau and State of Illinois, which deed provided that when the grantee ceases to use the same for two years as an agriculture experiment station, then the ownership of said land shall revert to the Trustees of Schools of Township Sixteen (16) North, Range Eleven (11) East of the Fourth Principal Meridian, and also of Fractional Township Fifteen (15) North, Range Eleven (11) East of the Fourth Principal Meridian, a body politic and corporate of the County of Bureau and State of Illinois, and to their successors in office as said Trustees, which deed was accepted by the University of Illinois and recorded in the Recorder's office of Bureau County, Book 168, page 256, and,

*WHEREAS*, the said University has discontinued the use of the said land for agricultural experiments, therefore, the said land ceases to be useful to the said University,

*THEREFORE, BE IT RESOLVED* that the Board of Trustees of the University of Illinois, in a meeting regularly assembled, renounce all title and rights derived through and under said deed and direct the President and the Secretary of this Board of Trustees to execute and deliver to The Trustees of Schools of Township Sixteen (16) North, Range Eleven (11) East of the Fourth Principal Meridian, and also of Fractional Township Fifteen (15) North, Range Eleven (11) East of the Fourth Principal Meridian, a Quit Claim Deed reconveying to them all rights in the said land, affixing the seal of the said University to the said deed and the officers and agents of the said University of Illinois are hereby directed to surrender up the possession of said land and forever abandon the same.

On motion of Mr. Barr, the above resolution was adopted by the following vote: Aye, Mr. Armstrong, Mr. Barr, Mr. Barrett, Mrs. Grigsby, Dr. Noble, Mr. Trees, Mr. Williams; no, none; absent, Mr. Blair, Mr. Emmerson, Mrs. Hopkins.

#### REQUEST FROM GOODWILL INDUSTRIES FOR USE OF OLD MEDICAL BUILDING

(24) A request from the Goodwill Industries of Chicago for permission to use the old Medical Building as quarters and administrative offices for its various activities in furnishing employment and occupational therapy treatment to physically handicapped persons.

On motion of Mr. Barr, the question of the use of the old Medical Building was referred to the Committee on Buildings and Grounds and Dr. Noble for consideration and report.

**FINANCIAL SITUATION**

(25) A report on the financial situation.

This report was received for record.

**SAFETY OF SECURITIES**

Mr. Trees, for the Finance Committee, presented the following letter from the First Union Trust and Savings Bank.

Trust Number 16542

*Board of Trustees, University of Illinois, Urbana, Illinois*

GENTLEMEN:

As requested we submit herewith a definition of the Bank's responsibility applicable to securities and cash entrusted to it under an agency agreement comparable to that between the Board of Trustees of the University of Illinois and First Union Trust and Savings Bank dated February 19, 1932.

In the collection of principal and income the Bank uses reasonable diligence but can not be held liable for failure to collect same; neither is it responsible for any loss occasioned by the depreciation in the value of the securities, nor for any defects, irregularities, or want of validity of the same. The Bank does assume all other liability for loss, except that occasioned by the act of God or of the public enemy; the lawful act of any legislative or judicial body or public officer; loss occurring while the securities are out of its possession and in the hands of an agent for the purpose of collection, provided reasonable diligence has been exercised in the selection of such agent.

Yours very truly,  
O. A. BESTEL  
*Vice President*

**PETTY CASH FUND AT URBANA**

Mr. Trees, for the Finance Committee, presented a recommendation of the Comptroller that the Bursar's petty cash fund be reduced to \$10,000.

On motion of Mr. Armstrong, this recommendation was adopted.

**LOCAL DEPOSITORY**

Mr. Trees, for the Finance Committee, presented a recommendation of the Comptroller that the Trevett-Mattis Banking Company of Champaign be designated as the depository for the Bursar's petty cash fund.

On motion of Mr. Trees, this recommendation was adopted.

**DATE OF JUNE MEETING**

On motion of Mr. Barr, it was voted to hold the June meeting at the University, in Urbana, at 9 o'clock a.m. on Saturday, June 11, 1932.

**APPOINTMENTS MADE BY THE PRESIDENT**

The Secretary presented for record a list of appointments made by the President of the University.

Boikan, William, Instructor in Internal Medicine, in the College of Medicine, for four months beginning May 1, 1932, without salary (this is in addition to his appointment as Instructor in Pathology and Bacteriology). (May 3, 1932)<sup>1</sup>

Doty, J. R., Special Research Assistant in Chemistry, on one-half time, for twelve months beginning June 15, 1932, at a cash compensation of one thousand dollars (\$1,000). (May 3, 1932)

McGreevy, Carrie, Stenographer in the Registrar's Office, beginning June 6, 1932, and continuing until September 1, 1932, subject to the rules of the Civil Service

<sup>1</sup>The date in parenthesis is the date on which the appointment was made by the President of the University.

Commission, at a cash compensation at the rate of one hundred sixteen dollars sixty-six cents (\$116.66) a month (this supersedes her previous appointment). (May 4, 1932)

Moorman, Mrs. Josephine N., Stenographer in the Registrar's Office, beginning June 6, 1932, and continuing until September 1, 1932, subject to the rules of the Civil Service Commission, at a cash compensation at the rate of one hundred dollars (\$100) a month (this supersedes her previous appointment). (May 4, 1932)

Sanford, C. W., Principal of the University High School, and Instructor in Education, beginning July 1, 1932, and continuing until June 30, 1933, at a cash compensation of two thousand six hundred dollars (\$2,600). (May 3, 1932)

Williams, Lewis W., Secretary of the Appointments Committee, and Instructor in Education, beginning July 1, 1932, and continuing until August 31, 1932, at a cash compensation of three thousand two hundred dollars (\$3,200) a year (this supersedes his previous appointment). (May 3, 1932)

The Board adjourned.

H. E. CUNNINGHAM  
*Secretary*

EDWARD E. BARRETT  
*President*