

MEETING OF THE BOARD OF TRUSTEES

OF THE

UNIVERSITY OF ILLINOIS

May 15, 1941

**With Adjourned Sessions and
Executive Committee Meeting of
May 27, 1941**



The May meeting of the Board of Trustees of the University of Illinois was held in the Illini Union Building, in Urbana, at 2 p.m. on Thursday, May 15, 1941.

The following members were present: President Cleary, Mr. Adams, Mr. Davis, Mr. Fornof, Mrs. Grigsby, Mr. Jensen, Mr. Kar-raker, Mr. Livingston, Dr. Meyer.

President Willard was present; also Mr. A. J. Janata, Assistant to the President, Mr. Lloyd Morey, Comptroller, Mr. H. E. Cunningham, Secretary, Judge Sveinbjorn Johnson, University Counsel, and Mr. C. S. Havens, Director of the Physical Plant Department.

MINUTES APPROVED

The Secretary presented the minutes of the meetings of April 1, 17, and 28, 1941.

On motion of Mrs. Grigsby, the minutes were approved as printed on pages 235 to 272 above.

ADMISSION OF THE PUBLIC TO MEETINGS

Mr. Jensen presented the following report of the Committee on General Policy.

Board of Trustees, University of Illinois

GENTLEMEN:

Your General Policy Committee was asked to report on the advisability of opening the meetings of the Board of Trustees to press and public. We considered the proposition from two standpoints: (1) the welfare of the University, and (2) our legal obligations.

The Welfare of the University

We are unanimously of the opinion that the policy of closed meetings pursued by this Board for more than seventy years has contributed to the healthful development of the University. We believe this policy has operated to protect the University, its faculty, and its students from hurtful publicity.

We believe that closed meetings have attracted to unpaid service as University Trustees a high type of citizens, who have earned for the University a reputation for sound, conservative, thrifty management. Closed meetings have promoted a uniformly large attendance at Board meetings with full, free, non-partisan discussion by all members of the Board. There have been no charges against the Board from any responsible source that the University has suffered in any way from the closed meetings held during the past seventy years.

The practice of the governing boards of neighboring state universities is as follows:

Closed Meetings

University of Michigan
Michigan State College
Ohio State University
Indiana University
Purdue University
University of Missouri

Open Meetings

Iowa State Board of Education
University of Minnesota
University of Wisconsin

In the case of the University of Wisconsin, open meetings are specifically required by state law, but executive sessions are specifically permitted. In the case of all three boards which hold open meetings, much of the deliberation and discussion is in executive sessions.

Legal Obligations

Our committee asked President Willard to inform us as to our legal rights or obligations. President Willard referred the matter to Judge Johnson, University Counsel, to be taken up with the Attorney General. The opinion of Attorney General Barrett is as follows:

"1. Does the Board of Trustees of the University of Illinois have a right to hold closed meetings for the purpose of transacting business of the University of Illinois?

"2. Does the Executive Committee of the Board of Trustees have a right to hold closed meetings for the purpose of transacting business of the University of Illinois?

"The Statutes of Illinois, entitled 'An Act to provide for the organization and maintenance of the University of Illinois' (Revised Statutes, chapter 144, paragraphs 22 to 70, inclusive), fail to make provision upon the manner of conducting board meetings or Executive Committee meetings with reference as to whether or not the same must be public or may be otherwise.

"The Trustees of the University have been given power not only of a special character provided by the above statutes but by paragraph 68 have been given general school powers. Paragraph 22 above provides that the trustees 'shall be a body corporate and politic to be styled "the board of trustees of the Illinois Industrial University".'

"Appropriations of State funds are made regularly to the University and many powers related to the State government are conferred to it by statute.

There is, therefore, no question but that the University is an agency of the State of Illinois and that its trustees and officers are answerable to all general laws and restrictions which apply generally to officers of State agencies and departments which may handle and disburse public money and transact business for the State.

"School boards generally must keep their records open for public inspection. That is the general rule of most municipal corporations and other public agencies.

"The Executive Committee is authorized by the statute to expend public moneys under certain conditions (paragraph 45) and by paragraph 43 of the Act the Committee is authorized, when the board of trustees is not in session to manage and control the University and do all acts and exercise all powers given by law to the trustees themselves except where they may be restricted by the board of trustees. Therefore, should it then be determined that the meetings of the board of trustees should be held public, the same reason would apply to the Executive Committee.

"There seems to be but one case in this country exactly in point with reference to public meetings of common councils, that being the case of *Acord v. Booth*, 33 Utah 79; 93 Pac. 734, in which the court held that public officers transacting public business and expending public taxes must sit with open doors.

"It is true that in Utah the statute provided that the council must sit with open doors, yet the court in the above case held that its committees on the whole must sit with open doors also and gave their reasons as follows:

"Did the city council have the right to exclude the public, including the plaintiff, from its sessions while sitting in the capacity of what, in parliamentary law, is termed the "committee of the whole"? It was held that it did not have such right, the court saying: "When the main body resolves itself into such committee, it does so for the purpose of escaping from the restraint that is placed upon its members under the rules governing the procedure of the main body. Debate and discussion are freer, and the secretary or clerk is relieved from recording all motions made and proceedings had, since all these are finally incorporated into the report which the presiding officer of the committee makes to the presiding officer of the main body. The report is addressed to the presiding officer of the main body, and is made to the same assembly and to the same members from whom it emanates. . . . The city council . . . , while sitting as a committee of the whole, still was the city council and conducting public business, which, we think, the public, including the plaintiff, had a legal right to hear. The statute would be robbed of nearly all of its force if it were construed to mean that the sessions of the city council should be open only so long as it transacted its business under the strict rules applicable to legislative bodies, but when it relaxed those rules so as to make debate and discussion freer it could close the doors against the public. . . . The purpose (of the statute) was not that the public might know how the vote stood, but the purpose evidently was that the public might know what the councilmen thought about the matters in case they expressed an opinion upon them. Moreover, the public has the right to know just what public business is being considered, and by whom and to what extent it is discussed. These discussions and deliberations could thus all be taken up in committee of the whole, and the public be excluded from the very proceedings which the statute intended should be conducted with open doors."

"The tremendous public interest of the affairs of the State University is not only reflected by the liberal powers conferred upon the board of trustees by statute but is also reflected in the fact that in addition to all other incomes of the University there has been appropriated by the legislature bi-annually vast sums out of the public revenue of the State to the end that the education program, for which the University was created, might not be stinted or limited in its functions. For the biennium succeeding the 1939 session of the General Assembly of Illinois there was appropriated out of the public revenue of the State the gigantic sum of \$17,831,536.00. [See note below.] This sum, together

NOTE.—The total amount appropriated by the General Assembly and approved by the Governor for the biennium 1939-1941 was \$17,131,536. This included, from State tax revenues, \$12,604,902; from Federal funds reappropriated to the University, \$326,634; from University income, fees, receipts, and other non-tax sources, \$4,200,000.—H.E.C.

with other incomes of the University is managed and controlled by the Board of Trustees and the Executive Committee, above referred to. It is public money to be used for a public purpose and to be handled by public officers and I am asked by your letter if the public and the taxpayers, upon whom the burden rests to furnish said sums of money, have the right to observe the manner by which these public servants are conducting the business affairs of the University. 'It is the policy of the law that, where a question arises as to the accounts of a public officer, it is to the public interest that no unnecessary obstacle should be placed in the way of making a proper investigation of such accounts.' 46 C.J. 1041, paragraph 320.

"Paragraphs 28 and 68 of the chapter above referred to, as well as many other sections contained in the Act, confer not only the general powers ordinarily exercised by like municipal corporations by the Board of Trustees, by paragraph 68 is declared to be endowed with the special powers provided by the Act 'in addition' to such general powers. This board or its Executive Committee is authorized to receive endowments, control and expend stupendous appropriations, negotiate for and receive grants from the Federal Government, issue bonds, create trusts and execute contracts as public officers by the authority of the State Legislature.

"The occasion might arise, however, that a public body, such as boards or State agencies, while transacting business for the public, might be justified in making rules for a secret meeting and exclude the public, on the grounds that the public would, in some manner, impede or obstruct the duties to be performed by that board or State agency at such meeting.

"It is, therefore, my opinion, subject to the above exceptions, that all boards or State agencies which transact the public business of spending public revenues of the State for State purposes, should keep the records of such proceedings open for inspection to the public during reasonable business hours. It is further my opinion that the meetings and deliberations of such boards or State agencies are of vital interest to the public and to the People of this State; that by reason of the public nature of the business transacted, all such meetings and deliberations should be open to such of the public who might desire to keep informed of the acts and doings of their public servants. I, therefore, conclude that not only should the meetings of the Board of Trustees of the University of Illinois be open to the public, but also that the meetings of the Executive Committee of such Board of Trustees should likewise be open to the public."

We also asked the opinion of Dr. F. S. Siebert, recently appointed Director of the School of Journalism. Doctor Siebert is not only a professor but also an attorney with the degree of doctor of jurisprudence and is recognized as one of the leading authorities in the United States on the law of the press. Doctor Siebert's opinion follows:

"In strict legal theory the press does not have the absolute right to attend the sessions of legislative, judicial, or administrative bodies. In practice, attendance has been permitted by judicial bodies and has been regulated by internal rules of procedure by legislative bodies. For instance, the Senate of the United States theoretically can exclude all or any member of the press. This general right has been modified by a rule of order permitting the press to attend and excluding such representatives only by a majority vote under certain specified conditions.

"In the field of administrative bodies the practice has been to permit press attendance especially where the administrative or executive body is acting in a quasi-judicial capacity. For instance, the National Labor Relations Board permits the press to attend its sessions and has never exerted its theoretical right to exclude such representatives.

"Most municipal bodies, including both city councils and independent boards, are governed by State statute or city charter. These almost universally require the council or board to hold open meetings at which the press has the right under the statute or charter provision to be present.

"From an analysis of the legal background of the problem, it is my opinion that the press cannot demand the right to attend sessions of the Board of Trustees of the University of Illinois unless this right is specifically granted by statute or by rules of order established by the Board. I have on file examples of situations where the press has been successfully excluded from such meetings as the hearings of the immigration authorities and of the Internal Revenue Bureau. In above situations, however, no appeal was made to the courts. I know of no case where the courts have forced an administrative board in either the Federal or the State government to admit the press. However, there are several decisions enforcing the right of the press to inspect the records including the minutes of such boards. *Nowack v. Fuller*, 243 Mich. 200 (1928), is the principal authority for the above proposition.

"My own personal conclusion is that the press cannot demand the right to attend the sessions of the University of Illinois Board of Trustees, but can demand the right to inspect the minutes of such proceedings. The above discussion is concerned solely with the legal problems involved and not with the policy question."

Conclusion and Recommendations

The opinion of the Attorney General does not state that the sessions of the Board *must* be open to the public. Nevertheless we recommend that the Board conform to the opinion of the Attorney General that our meetings "should" be open. We call attention, however, to the following paragraph in the Attorney General's opinion:

"The occasion might arise, however, that a public body, such as boards of State agencies, while transacting business for the public, might be justified in making rules for a secret meeting and exclude the public, on the grounds that the public would, in some manner, impede or obstruct the duties to be performed by that board or State agency at such meeting."

To provide for the contingency thus foreseen by the Attorney General, your Committee recommends that the following be adopted as Section 5 of Article III of the By-laws of the Board of Trustees:

"If any member of the Board shall feel that the presence of non-members in some manner impedes or obstructs the duties to be performed by the Board, he may ask for an executive session and the President of the Board shall thereupon order the room cleared of all such non-members. The Board shall remain in executive session until the member who has asked it has had full opportunity to express himself on the question at issue and until the Board by majority vote decides to resume open meeting."

Your Committee further recommends that if open meetings are now adopted, this policy be reviewed at some future time in the light of practical experience with both methods of operation.

COMMITTEE ON GENERAL POLICY

KARL A. MEYER
CHESTER R. DAVIS
FRANK A. JENSEN, *Chairman*

Mr. Jensen moved that the report be accepted and that the By-laws of the Board be amended by the addition of Article III, Section 5, as recommended by the Committee.

Mr. Livingston moved to amend the proposed amendment to the By-laws by inserting after the word "issue" the words "and have discussion" and to omit all after the word "discussion."

On roll call, the amendment failed by the following vote: Aye, Mr. Adams, Mr. Livingston; no, Mr. Cleary, Mr. Davis, Mr. Fornof, Mrs. Grigsby, Mr. Jensen, Mr. Karraker, Dr. Meyer; absent, Mr. Green, Mr. Wieland.

On roll call, Mr. Jensen's original motion was carried, and the amendment to the By-laws was adopted as presented, by the following vote: Aye, Mr. Adams, Mr. Cleary, Mr. Davis, Mr. Fornof, Mrs. Grigsby, Mr. Jensen, Mr. Karraker, Dr. Meyer; not voting, Mr. Livingston; absent, Mr. Green, Mr. Wieland.

MATTERS PRESENTED BY PRESIDENT WILLARD

On request of the President of the University, the Board considered the following matters in executive session.

APPOINTMENT OF PROFESSOR AND HEAD OF DEPARTMENT OF PSYCHIATRY

(1) Following the death last summer of Dr. H. Douglas Singer, Professor and Head of Department of Psychiatry, a special committee was appointed to make a canvass of prospective candidates and a recommendation for the appointment of a successor. In September, 1940, the committee began its work with a study of the problems involved in the educational and scientific program of the Department of Psychiatry and its obligations to the State of Illinois which naturally have a bearing on the type of individual selected for this position.

The committee submits the following recommendations:

1. The appointment, on indefinite tenure, of Dr. Francis J. Gerty, now Professor and Chairman of the Department of Neurology and Psychiatry at the Loyola University Medical School and Medical Director of the Cook County Psychopathic Hospital, as Professor and Head of the Department of Psychiatry, on one-half time at an annual salary of \$5,000 (on the basis of a full-time rate of \$10,000) beginning June 1, 1941.

2. The appointment, on indefinite tenure, of Dr. P. L. Schroeder, now Professor and Head of the Department of Criminology, Social Hygiene, and Medical Jurisprudence in the University of Illinois and Director of the Institute for Juvenile Research in the State Department of Public Welfare, as Professor of Psychiatry in charge of child psychiatry and of the children's ward in the Neuropsychiatric Institute, on one-half time beginning September 1, 1941, without salary on the clinical staff.

Doctor Schroeder has been recommended by the Director of the Department of Public Welfare to serve as State Alienist, a position formerly held by Doctor Singer. (The University of Illinois concurs in this and has so advised the Director.)

3. The appointment of a full-time associate professor of psychiatry who will be primarily interested in fundamental research at an annual salary of approximately \$5,000.

I recommend approval of the appointments of Doctors Gerty and Schroeder as recommended by the committee. I also concur in Recommendation No. 3 in principle, but final action on this should be deferred until the budget for 1941-1943 has been passed by the General Assembly and approved by the Governor, when the financial resources of the University for the next biennium will be known.

On motion of Dr. Meyer, these recommendations were adopted.

APPOINTMENT OF W. NORRIS WENTWORTH AS DIRECTOR OF RESIDENCE HALLS

(2) The Director of the Physical Plant Department recommends the appointment of W. Norris Wentworth as Director of Residence Halls, for one year from July 1, 1941, at a salary of \$3,000, plus meals in the halls. His salary will be paid from Residence Halls operating funds.

I concur in this recommendation.

On motion of Mrs. Grigsby, this appointment was made as recommended.

At this point, President Cleary announced that the meeting was open, and the representatives of several newspapers were admitted.

MATTERS PRESENTED BY PRESIDENT WILLARD

The Board continued its consideration of matters presented by the President of the University.

On motion of Mrs. Grigsby, the recommendations contained in the following items of the agenda, covered by memoranda sent to all the members of the Board in advance of the meeting, items numbered 3 to 11, were approved and adopted.

DEGREES TO BE CONFERRED IN JUNE

(3) A recommendation that the President of the University be authorized to confer degrees as recommended by the University Senate in June.

LEAVES OF ABSENCE

(4) A recommendation that the following leaves of absence be granted members of the staff for the reasons and periods and under the conditions indicated in each case:

Maurice J. Rose,* Instructor in Obstetrics and Gynecology, leave of absence without pay from May 1 through August 31, 1941. Doctor Rose finds it necessary to be away from the city of Chicago for several months and in view of his long service to the University, this leave is recommended.

Stanley G. Hall, Assistant Professor of General Engineering Drawing, sick leave with full pay from April 18 to July 1, 1941. His work is being carried on by other members of the Department without additional expense to the University.

Leaves of Absence for Military Service

(The leave in each case is without salary.)

Roy F. Teborek,* Assistant in the Department of Medicine, April 18 through August 31, 1941.

Thomas H. Malloy, employee in the Illini Union Bookstore, one year from April 18, 1941.

Harold E. Bell, Supervisor of Official Testing in the Department of Dairy Husbandry, May 9, 1941, to April 23, 1942.

Irwin R. Hoener, First Assistant in Soil Fertility in the Department of Agronomy, April 21, 1941, to March 31, 1942.

Stanfield Sykes Taylor, Assistant to the Dean of Men, April 24 through August 31, 1941.

T. W. Harrell, Assistant Professor in the Department of Psychology, extension of leave of absence from September 1, 1941, through August 31, 1942, in order that he may continue his work in the Personnel Testing Section, War Department, Washington, D. C. At the expiration of this extension, Professor Harrell is either to return to the service of the University or resign.

John William Davis, Instructor in the Department of Architecture, one year from September 1, 1941.

Leaves of Absence for Other National Defense Service

F. W. Loomis, Professor and Head of the Department of Physics, one year from September 1, 1941, on one-half pay.

H. M. Mott-Smith, Associate Professor of Physics, one year from September 1, 1941, without pay.

E. M. Lyman, Associate in the Department of Physics, one year from September 1, 1941, without pay.

Richard H. Bolt, Associate in the Department of Physics, one year from September 1, 1941, without pay.

Norman F. Ramsey, Associate in the Department of Physics, one year from September 1, 1941, without pay.

These members of the staff are engaged in very important and highly confidential research work on problems related to national defense for the United States Government at the Massachusetts Institute of Technology. They have previously been granted leaves of absence by the Board for this purpose, and

*Member of the Clinical Staff serving without salary.

the above extensions of leaves are recommended. In the case of Professor Loomis, leave on part pay is recommended because Federal regulations do not permit the National Defense Research Committee, under whom he is working, to pay him the equivalent of his University salary. In all of the other cases the individuals receive pay from the Government equivalent to at least the amount of the University salary.

ROOM RATES IN WOMEN'S RESIDENCE HALLS

(5) Last year the rates for the large double rooms in the Mary E. Busey and Laura B. Evans Halls were increased from \$350 to \$375 a year, resulting in a net increase in revenue of approximately \$2,000 a year.

The Director of the Physical Plant Department is of the opinion that this increase should not apply to the double rooms on the fourth floors of these halls and he, therefore, recommends that the rates on the following rooms be put back to \$350 a year. This will result in a net reduction in income of \$375.

Busey Hall—Rooms 400, 402, 403, 404, 405, 406, 407, 408, 410, 411.

Evans Hall—Rooms 400, 410, 411, 415, 416.

I concur in this recommendation.

LAUNDRY SERVICE FOR URBANA DEPARTMENTS

(6) Since July 1, 1939, the laundry service for the Urbana Departments of the University has been supplied under a joint contract with the Model Laundry Company and the White Line Laundry, Inc., of Champaign. The prices in this contract are unit prices for various types of service, all subject to a 10 per cent discount. The contract expires June 30, and the laundries have submitted a proposal for a new contract for two years on the same basis, except that the 10 per cent discount is to be eliminated because of increased costs of material and labor.

These are the only laundries in Champaign and Urbana equipped to give the University satisfactory service. Three or four years ago, when the contract was awarded to an out-of-town laundry on a competitive basis, the service proved so unsatisfactory that it was necessary to cancel the contract. When the present contract with the Model and White Line laundries was negotiated, the Purchasing Agent consulted a number of institutions and found that only two indicated their laundry prices were as low as those quoted by the local companies, and most of those replying were paying higher prices. The present contractors have given excellent service, and their work has been of high quality.

The Purchasing Agent and the Comptroller recommend acceptance of the proposal of the Model Laundry Company and the White Line Laundry, Inc., for renewal of the contract for two years from July 1, 1941, at the same unit price as at present, but without any discount.

I recommend approval.

PURCHASE OF MILITARY UNIFORMS

(7) The Purchasing Agent, the Professor of Military Science and Tactics, and the Comptroller recommend the purchase of military uniforms for the advanced-course students in the R.O.T.C. for the academic year 1941-1942 from the Associated Military Stores, at a price of \$36 an outfit, to consist of the following articles:

<i>Group 1 (Mounted)</i>		<i>Group 2 (Unmounted)</i>	
Blouse.....	\$18 40	Blouse.....	\$18 40
Breeches.....	13 00	Trousers.....	8 85
Cap.....	2 50	Cap.....	2 50
Belt (Sam Browne).....	2 10	Belt (Sam Browne)....	2 10
		Shoes.....	4 15
<i>Total.....</i>	<i>\$36 00</i>	<i>Total.....</i>	<i>\$36 00</i>

This order will include approximately 300 uniforms at a total expenditure of \$10,800. The University purchases the uniforms but is reimbursed for this by the United States Government.

I recommend approval.

ELEVATOR AND DUMB-WAITER INSTALLATION, CHICAGO UNION BUILDING

(8) The Director of the Physical Plant Department submits the following schedule of bids received on the elevator and dumb-waiter installations in the Chicago Union Building.

He recommends award of the contract to the Trimon Elevator Company, Inc., the lowest bidder on the basis of its Bid No. 2 in the amount of \$2,024, covering the furnishing and installation of one dumb-waiter complete, and furnishing and installation of elevator entrance units only, for the elevator shaft. The installation of the elevator complete at this time is not being recommended, due to the building budget situation, but this can be completed later at no additional expense.

SCHEDULE OF BIDS FOR ELEVATORS—UNION BUILDING, CHICAGO

<i>Bidders</i>	<i>Base Bid</i>	<i>Alternate</i>	<i>Alternate</i>	<i>Base Bid</i>
	<i># 1</i>	<i># 1</i>	<i># 2</i>	<i># 2</i>
Haughton Elevator Co.....	\$5 190	\$ 566	\$1 150	\$2 440
Montgomery Elevator Co.....	5 558	490	779	2 843
Otis Elevator Co.....	1 707*	4 079*	5 574	2 704
Trimon Elevator Co., Inc.....	4 292	517	560	2 024
Westinghouse Electric Elevator Co.....	5 621	.....	.....	2 561

Base Bid #1—For the installation of one elevator and one dumb-waiter complete, except that the owner's present machine is to be used.

Alternate #1—In the event that a new machine is furnished as specified, add to Base Bid #1.

Alternate #2—In the event that the elevator operation is changed from constant-pressure push-button operation to automatic push-button operation and automatic leveling, add to Base Bid #1.

Base Bid #2—For the furnishing and installing of one dumb-waiter complete and furnishing and installing of elevator entrance units including doors as specified without interlocks.

*Bids disqualified because not based on specifications.

PURCHASES AUTHORIZED

(9) A report of the following purchases authorized by the President of the University as emergencies, in accordance with the University Statutes:

1. Sulphite bond paper:

16000 Reams 8½ x 10⅞—16# No. 4 Mimeograph Bond
500 Reams 8½ x 11—16# No. 4 Bond
432 Reams Canary and White No. 4 Bond

totaling approximately two carloads, from the Dwight Bros. Paper Company, Chicago, the lowest bidder, at a total cost of \$4,959.30, f.o.b. Urbana. This order is being placed for the Agricultural and Home Economics Extension Service and represents approximately a six months' supply.

2. Namelo Book Paper, 70#, 1,560 reams, 25 x 38 (54.6 tons) for Agricultural and Home Economics Extension Service publications, from Dwight Bros. Paper Company, Chicago, the lowest bidder, at a net price of \$7,506.13.

PURCHASES RECOMMENDED

(10) A recommendation that the following purchases be authorized:

1. Cass County Soil Map, 7,500 copies, from A. Hoen and Company, Baltimore, Maryland, the lowest bidder, at a price of \$1,192.00, f.o.b. Urbana. These maps are for the Soil Survey Reports published by the Agricultural Experiment Station.

2. Pyrex laboratory glassware:

Schaar and Company, Chicago, 149 cases.....\$1 781 96

Chicago Apparatus Company, Chicago, 104 cases..... 1 786 66

Pyrex laboratory glassware is sold only through jobbers at prices fixed by the manufacturer, the lowest price applying to orders for lots of 100 or more cases. The order is being divided between the above companies because of the service they can render.

3. One lot fabricated steel pipe supports and miscellaneous iron work for the Power Plant and Tunnel, from the Nechin Iron Works, Chicago, the lowest bidder, at a price of \$1,568.16, f.o.b. Urbana.

4. Seamless steel pipe, with fittings, $12\frac{3}{4}$ ", 163 pieces, for steam line from New Power Plant, from the Crane Company, Terre Haute, Indiana, the lowest bidder, at a price of \$6,667.75, f.o.b. Urbana. (This figure is approximate as the pipe will be furnished in random lengths at a unit price.)

5. Rugs and carpets for Men's Residence Hall, from F. K. Robeson, Champaign, the lowest bidder, at a price of \$1,457.59, f.o.b. installed.

6. Furniture for "Commons" (Lounge) in Men's Residence Hall, from Marshall Field and Company, Chicago, the lowest bidder, at a cost of \$3,583.60.

7. Lumber for the Physical Plant Stock, as follows:

- (a) Random widths 6" and wider—lengths 10' to 16'—kiln dried, rough—
 - 2000 board feet 1" clear heart red cypress
 - 4000 board feet $1\frac{1}{4}$ " red heart birch
 - 2000 board feet 2" plain red oak
 - 2500 board feet $1\frac{1}{4}$ " plain red oak
 - 1500 board feet 1" plain red oak
- (b) Clear all heart California redwood—S2S—kiln dried—
 - 3000 board feet 1" x 12" x 16'
 - 2000 board feet 1" x 12" x 12'
 - 2500 board feet 1" x 10" x 16'
 - 2000 board feet 1" x 10" x 12'
 - 1500 board feet 1" x 18" x 10' to 16'

from the lowest bidders, as follows:

(a) T. A. Foley Lumber Company, Paris, Illinois (cypress, oak, and birch).....	\$1 457 50
(b) Union Lumber Company, Chicago (redwood).....	1 047 75
<i>Total</i>	<u>\$2 505 25</u>

8. Dental instruments for the Student Supply Store, in the Chicago Departments, for resale to students:

40 sets elevators	50 sets cleavers
160 mirror handles	50 straight edges
120 handles	130 spatulas
52 dentimeters	116 plastic instruments
50 Krause file sets	60 carvers

from the Fara Manufacturing Company, Chicago, at a price of \$1,303.24 for the lot.

52 operative instrument sets, each set consisting of 56 instruments, from the Fara Manufacturing Company, Chicago, at a price of \$2,166.93 for the lot.

These instruments have been designed according to the specifications of the College of Dentistry, and the Fara Manufacturing Company is the only manufacturer which will quote on them. This year's bid is 9% under the American Dental Trades Association prices on standard instruments.

9. One 16-mm. sound-recording unit for the Photographic Laboratory, from C. R. Skinner Manufacturing Company, San Francisco, the lowest bidder, at a cost of \$3,129.65, f.o.b. Urbana.

10. One heavy duty truck with dump body for the Physical Plant Department, from the Mack International Motor Truck Corporation, Peoria, Illinois, the lowest bidder, at a price of \$3,480.59, f.o.b. Urbana.

11. One 16-mm. sound projector with arc lamp and amplifiers and speakers for the Physical Plant Department, from Garland B. Fletcher, Urbana, Illinois, the lowest bidder on the basis of specifications, at a price of \$1,607.

12. Dining room furniture for Men's Residence Hall, from the Universal Equipment Company, Batesville, Indiana, the lowest bidder (on the basis of alternate proposal No. 1A providing for wood top tables), at a price of \$4,126.96, f.o.b. Urbana.

13. Rugs for the Chicago Union Building, from Carson, Pirie, Scott, & Co., Chicago, the lowest bidder, at a price of \$2,218.

14. Furniture for the Chicago Union Building, from:

Marshall Field and Company.....	\$4 199 20
Mandel Brothers.....	37 18
Interior Contract Furnishing Company.....	4 191 97
<i>Total</i>	<u>\$8 428 35</u>

This distribution will place the orders with the above companies for those items on which they were the lowest bidders.

QUARTERLY REPORT OF THE COMPTROLLER

(11) The Comptroller submits his quarterly report to the Board of Trustees, as of March 31, 1941, which I recommend be referred to the Finance Committee for its consideration and report to the Board.

**APPOINTMENT OF KATHRINE E. NICKOLEY AS HOUSE
MANAGER OF DAVENPORT HOUSE**

(12) The Director of the Physical Plant Department recommends the appointment of Miss Kathrine E. Nickoley as House Manager of Davenport House (Residence Hall for Women), from September 1, 1941, to June 30, 1942, at a salary of \$900, plus maintenance. Her salary will be paid from Residence Halls operating funds.

I concur in this recommendation.

On motion of Mr. Adams, this appointment was made as recommended.

**APPOINTMENT OF MILDRED BONNELL AS HOUSE MANAGER OF
MEN'S RESIDENCE HALL AND ASSISTANT
IN HOME ECONOMICS**

(13) The Director of the Physical Plant Department recommends the appointment of Miss Mildred Bonnell, at present Assistant in Home Economics and House Manager of Davenport House, as House Manager of the Men's Residence Hall, from July 1, 1941, to June 30, 1942, at a salary of \$2,600, plus meals in the residence halls, to be paid from the Residence Halls operating funds. The Head of the Department of Home Economics and the Dean of the College of Agriculture also recommend, and the Director of the Physical Plant Department concurs, that Miss Bonnell be appointed Assistant in Home Economics on part time (13%) for the second semester of 1941-1942 (February 1 to June 30, 1942) at an additional salary of \$150. (Total salary, \$2,750.)

I concur in this recommendation.

On motion of Mrs. Grigsby, this appointment was made as recommended.

THE COLLEGE OF EDUCATION

(14) In view of questions which have been raised by some of the members of the Board of Trustees concerning the educational program and public relations policy of the College of Education, I have asked Dean T. E. Benner of that Division to appear before the Board today to discuss this subject. I respectfully request that he be given a hearing and an opportunity to answer any questions the members of the Board may have about the work of that College. A memorandum he has prepared was sent to members of the Board prior to this meeting.

Dean Benner was introduced and made a full statement concerning the educational and research programs and the public relations policy of the College of Education.

REFUNDING OF MEDICAL AND DENTAL BUILDING BONDS

(15) There is pending before the General Assembly of Illinois legislation which would authorize the Board of Trustees to issue bonds to refund the bonds and mortgages issued by the University of Illinois Foundation in financing existing building projects, including the Second Unit of the Medical and Dental College Laboratories Building. The bonds outstanding against this building may be

called on July 1, the next interest date, provided that thirty days written notice is given the holders and publication of such notice is made. Three days prior to the issuance of the notice there must be deposited with the trustees of the bond issue sufficient funds to retain the bonds and pay all interest and expenses to that date.

Consequently, steps should be taken by the Board to authorize officers of the University, acting on the advice of the Finance Committee, to prepare a new issue of bonds and negotiate their sale and to request the University of Illinois Foundation to take necessary steps to call the present issue for payment as of July 1, 1941.

Mr. Karraker, for the Finance Committee, presented the following report:

House Bill 471, which authorizes refunding of outstanding debt obligations on University properties, has been passed by the General Assembly. The Medical and Dental Building 4% bonds, in the amount of \$921,000, may be called as of July 1, 1941, providing immediate steps are taken to that end.

The investment firm of Charles K. Morris and Co., Chicago, who purchased these bonds and put them on the general market, have rendered valuable service in connection with the needed legislation as well as in other ways. Because of their familiarity with the Medical and Dental Building bonds, they are in a position to provide immediately the service needed by University and Foundation officials in marketing the new issue. It appears probable that a substantial saving in interest can be effected if the old bonds can be called on July 1.

The Finance Committee recommends:

1. That it be authorized to negotiate a settlement with Charles K. Morris & Co. for services rendered and expenses incurred to date, and report to the Board at a later date;

2. That Charles K. Morris & Co. be engaged to provide all legal and financial services and meet all expenses incident to the calling of the old and issuing of new bonds on the Medical and Dental Building, at a compensation of $\frac{1}{2}$ of 1% of the total issue, payable only in the event such refinancing is undertaken;

3. That the Finance Committee be authorized to consider and approve proposals for such refinancing and to accept the lowest responsible bid if thereby a satisfactory saving to the University may be effected;

4. That the proper officers of the Board be authorized to execute any and all documents including bonds which may be required to carry out the refinancing operation.

On motion of Mr. Karraker, these recommendations were adopted and authority was granted to the Finance Committee and the officers of the Board as recommended.

ADJUSTMENTS IN THE ATHLETIC ASSOCIATION BUDGET

(16) The Board of Directors of the Athletic Association, at a meeting on May 9, made the following assignments from its reserve fund, subject to the approval of the Board of Trustees:

1. Service building and bleachers on Illinois Field.....	\$3 500 00
2. Installation of drinking fountains in the Skating Rink.....	350 00
This is two-thirds of the total cost, the other one-third to be paid by the Physical Plant Department on the basis of the policy of so dividing expenditures between the Athletic Association and the University.	
3. Additional payment for the operating expense of the office of the Commissioner of Athletics of the Western Intercollegiate Conference.....	349 25
4. Appropriation to the University of Illinois Band.....	500 00
5. Certificates of award of "I" to all lettermen who have graduated since 1929.....	800 00

On motion of Mr. Jensen, these adjustments were authorized.

SUMMER COURSES IN PHARMACY

(17) The Dean of the College of Pharmacy and the Executive Dean of the Chicago Colleges request authorization to offer the following courses for students in the College of Pharmacy during the summer of 1941, and to charge the fees indicated in each case:

	<i>Fees</i>
Chemistry 43, Chemistry of Synthetic Drugs.....	\$15
Chemistry 21, Qualitative Analysis.....	29
Chemistry 22, Qualitative Analysis.....	34
Chemistry 35, Organic Chemistry.....	32
Chemistry 36, Organic Chemistry.....	32

The income from fees will be sufficient to carry the cost of this summer program.

On motion of Dr. Meyer, these courses and fees were authorized.

**CONTRACTS EXECUTED BY THE COMPTROLLER
APRIL 9, 1941, TO MAY 7, 1941**

(18) A report of contracts executed by the Comptroller.

Lease executed under general regulations of the Board of Trustees:

<i>With Whom</i>	<i>Property</i>	<i>Tenure</i>	<i>Amount to be received by University</i>	<i>Date</i>
Mr. and Mrs. J. Edwin Rimington	1204 West Springfield Avenue, Urbana	April 1 to August 31, 1941	\$195	February 6, 1941

This report was received for record.

OPERATION OF THE ILLINI UNION BUILDING

(19) A report of certain suggestions for the clarification of the responsibilities for the operation of the Illini Union Building, with a recommendation that the President of the University be authorized to increase student membership on the Illini Union Board to six and to refer the report to the Committee on Affiliated Student Activities.

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

COUNTY SCHOLARSHIPS IN COOK COUNTY

At this point, Mr. Jensen presented the following report of the special committee on fees and scholarships.

In addition to the County Scholarships provided by law, the Board of Trustees hereby establishes sixteen four-year scholarships in Cook County to be awarded annually under the same conditions and regulations applicable by law and University rules to the competition for the county scholarship now provided by law.

One such scholarship shall be awarded annually to each of the candidates ranking second to seventeenth, inclusive, in the examination given by the County Superintendent of Schools on the first Saturday in June of each year (the first ranking candidate being awarded the scholarship provided by law). If any of the candidates awarded such scholarships fail to accept them, the same may be awarded, in the discretion of University authorities, to other candidates ranking below the first seventeen, provided that no candidate shall be assigned a scholarship under this plan who does not receive a grade of 70 per cent or better.

The President of the University is hereby authorized to prescribe such rules and procedures as may be necessary to carry out the purposes of this action.

On motion of Mr. Jensen, these scholarships were authorized as recommended.

RESOLUTIONS OF THE ST. LOUIS ILLINI CLUB

At this point, Mr. Adams inquired concerning the action of the Committee on Athletic Activities on the resolutions of the Illini Club of St. Louis (see page 253). Mr. Davis, Chairman of the Committee, stated that the committee was not ready to report.

SECRETARY'S REPORT OF CONTRACTS

The Secretary presented for record the following report of contracts executed by the President and the Secretary of the Board and deposited with the Secretary since the last report.

<i>Name</i>	<i>Date</i>	<i>Amount</i>	<i>Purpose</i>
T. J. Corkery	April 21, 1941	\$7 152	Herdsman's Cottage, South Lincoln Avenue
Mutual Metal Manufacturing Company	April 21, 1941	4 100	Lighting fixtures for Men's Residence Hall

The Secretary also reported for record the receipt of the signed revised agreement, as printed below, from the Department of Public Welfare of the State of Illinois, for operation of the Research and Educational Hospitals, in Chicago.

REVISED AGREEMENT FOR OPERATION OF RESEARCH AND EDUCATIONAL HOSPITALS

Purpose. The purpose of this Agreement is to promote high standards of education and research in the professions of the medical sciences, and thus to improve the general welfare of the State. The University of Illinois and the Department of Public Welfare recognize that through cooperation they can most effectively bring about the development of educational and investigative programs calculated to lessen future burdens on the State, due to physical and mental disability among its citizens.

By authority granted the Department of Public Welfare and the Board of Trustees of the University of Illinois in an act of the Fifty-seventh General Assembly of the State of Illinois, approved July 3, 1931, relating to the founding and operation of the Research and Educational Hospitals of the State of Illinois, the Department and the University have entered into the following Agreement which revises and supplants that made in April, 1932.

ARTICLE I

DEFINITIONS

Research and Educational Hospitals

Section 1. "Department" as used herein means the Department of Public Welfare; "University" means the Board of Trustees of the University of Illinois; and "Research and Educational Hospitals" comprises the University Clinical Institute and the out-patient department of the University (the General Hospital), the Institute for Juvenile Research, the Illinois Surgical Institute for Children, the Neuropsychiatric Institute, and such other hospitals and institutes hereafter created, as may be added thereto by agreement of the Department and the University.

Constituent Units

Section 2. By the phrase "constituent unit" when used herein is meant one or more than one of the following: the University Clinical Institute and the out-patient department (the General Hospital), the Institute for Juvenile Research, the Illinois Surgical Institute for Children, the Division of Physically Handicapped Children, the Neuropsychiatric Institute, and such other hospitals and institutes as may be added hereto by agreement of the parties.

ARTICLE II

ADMINISTRATIVE AND EXECUTIVE DIRECTION

Section 1. The University shall have the administration and executive direction of the Research and Educational Hospitals except as hereinafter qualified with reference to the Neuropsychiatric Institute and the Institute for Juvenile Research, and including the Nurses' Home and the Power Plant. By this is

meant control of all business transactions in connection with the work of these hospitals, which includes the employment of all officers and employees; the purchase and issuance of supplies and equipment, assigning space in the buildings among different hospitals and divisions; the control of the admission, transfer and discharge of all resident patients except as hereinafter qualified; providing maintenance for nurses, residents, interns, and patients; and new building construction, including preparation of plans and specifications, letting of contracts, supervision of construction; Physical Plant operation and maintenance, including employment and supervision of staff and purchase of materials.

Section 2. The position of Managing Officer shall be abolished. The chief administrative and executive officer of the Research and Educational Hospitals shall be designated as Superintendent. He shall be appointed by the University. The Superintendent shall perform such duties as may be required of him by the University pursuant to this Agreement. The Department may appoint an Assistant Superintendent upon the nomination of the University who shall be responsible to the Superintendent but shall perform such duties with respect to constituent units under the direction of the Department as the latter may prescribe. The University agrees, on the request of the Department, to the appointment of the Superintendent by the latter as Superintendent of the constituent units under its direction.

Section 3. There shall be established a Joint Committee of four, two to be appointed by the Director of Public Welfare, and two by the President of the University, to which, at the request of the Superintendent of the Research and Educational Hospitals or any Dean or other University administrative officer, may be referred any matters upon which there may be doubt or difference of opinion. Matters upon which this committee cannot agree shall be referred for decision to the Director of the Department and the President of the University.

Section 4. The Joint Committee shall serve as an advisory committee to the Director of the Department of Public Welfare on medical service and medical personnel problems of the Department; it shall serve as a permanent medium for the exchange of information, suggestions, and proposals between the Department and the University and shall study and report upon all questions of a medical nature which the Department of Public Welfare wishes to bring to the attention of the University for solution. It is expressly understood that the Chicago Colleges of Medicine, Dentistry, and Pharmacy of the University shall endeavor to develop educational and research programs which will help to relieve the State in the future of its great burdens due to physical and mental disability among its citizens. Other facilities of the University which may be useful to the Chicago Colleges in developing new programs shall be coordinated in such studies.

Section 5. On the request of the Department, the Joint Committee shall prepare and conduct examinations for medical positions in the Department of Public Welfare and shall present a list of suitably qualified persons, from which list the Department will make appointments.

ARTICLE III

OPERATION: USE OF CONSTITUENT UNITS

Section 1. The University agrees to provide for the compensation of the medical and scientific staff from the University budget of the College of Medicine for the following units: the University Clinical Institute and the out-patient department (the General Hospital), and the Illinois Surgical Institute for Children.

Section 2. The University agrees to provide all equipment and supplies, laboratory apparatus, operating room equipment, libraries, and drugs, for treatment of patients and for educational and research purposes, and for the maintenance and operation of the Physical Plant; salaries of residents, nurses, laboratory workers, anaesthetists, physiotherapists, social service workers, business office personnel; and the maintenance of bed service, including medicine, food, and laundry, from the specific appropriations for the operation of the hospital.

Section 3. The Department agrees to fully equip and maintain a Neuropsychiatric Institute on the Chicago Campus of the University for teaching and research in the field of nervous, mental, and behavioral disorders. This Institute shall replace the existing Psychiatric Institute and shall be composed of two divisions: a Division of Psychiatry under the direction of the Department of Psychiatry of the University; and a Division of Neurology and Neurological Surgery under the direction of the Department of Neurology and Neurological Surgery of the University.

(a) It is agreed that in the operation of the psychiatric division the University shall provide, as a minimum, a Professor of Psychiatry, who shall act as the Director of the division, and such other scientific staff as may be agreed upon by the Department and the University, together with a secretary and three residents, and pay their salaries. It is agreed that in the activities of the psychiatric division of the Institute cooperation of other medical schools in Chicago, in addition to that of the University, will be sought.

(b) In the operation of the Division of Neurology and Neurological Surgery of this Institute it is agreed that appointment and compensation of the medical and scientific staff shall devolve entirely on the University.

(c) Patients for admission to the Neuropsychiatric Institute shall be selected by the University from any available source, including, with the approval of the Department, patients committed to State Hospitals under the control of the Department. The Department, on request of the Director of the psychiatric division of the Institute, shall arrange for transfer of patients in both directions between the Institute and the State Hospitals.

(d) The Department shall provide funds and reimburse the University therefrom for physical plant maintenance and operation of the building of the Neuropsychiatric Institute and for the maintenance of patients and resident and nursing personnel. The Department shall provide for all laboratory and scientific equipment and supplies, including physiotherapy apparatus, record files, and other necessary apparatus.

Section 4. The University shall supply the following services for the Neuropsychiatric Institute and also the Institute for Juvenile Research for which it shall be reimbursed by the Department in accordance with procedures for accounting and billing to be mutually agreed upon:

(a) Physical Plant services for operation, maintenance, and ordinary remodeling of buildings and equipment, including:

Utilities: electricity, gas, water, steam, and telephones;

Building service: janitor service; elevator service, window washing, and building maintenance;

Equipment: equipment for operation and maintenance, equipment for research or patient service, installation of such equipment, repairs of equipment as requisitioned by the Department;

Building changes and remodeling as requisitioned by the Department; and

(b) Patient service, including: food service, laundry, drugs, and medicines.

Section 5. The building of the Institute for Juvenile Research shall be provided by the Department. The Department shall provide funds and reimburse the University therefrom for physical plant operation and maintenance of this building. The Institute shall be operated jointly by the Department and the University. The entire personnel shall be appointed by agreement of the Department and the University. The Superintendent shall be appointed by the Department on the nomination of the University, and the Department agrees to remove him forthwith on the written request of the University.

ARTICLE IV

CONTROL OF BUILDINGS ERECTED BY THE UNIVERSITY AND THE DEPARTMENT

Maintenance and Supplies

Section 1. The buildings erected, or hereafter erected, by the University with state appropriations made to it, or with funds available from any source for such purposes, and designated for the use of the Colleges of Medicine,

Dentistry, and Pharmacy of the University of Illinois, shall be controlled, maintained, and operated by the University exclusively.

Section 2. Beginning with the biennium 1941-1943 the appropriations for the Research and Educational Hospitals, including the University Clinical Institute, the Illinois Surgical Institute for Children, the Division of Handicapped Children, the power and heating plant and distribution system, the nurses' home, the laundry, the storerooms, and other necessary services and utilities, shall be made to the University.

The University shall prepare, in consultation with the Department of Public Welfare, a separate bill to cover the appropriations requested for the 1941-1943 biennium and shall present this bill to the legislature for enactment. The Department of Public Welfare agrees to support said bill as a joint recommendation. Thereafter the University shall be responsible for the preparation and introduction of a bill to cover the cost of operating and maintaining the Research and Educational Hospitals.

The responsibility and initiative for the further development of the physical plant of the Research Hospitals shall rest with the University. The Department shall cooperate with the University in securing additions to the hospital facilities for research and educational purposes.

Section 3. The University may make general rules for the operation and maintenance of each constituent unit which, under this agreement, is not to be controlled or operated, in whole or in part, by the Department.

Section 4. All land, buildings, and equipment now held by the Department of Public Welfare in Chicago in the city block bordered by Polk, Wood, Taylor, and Wolcott Streets shall be transferred to the University when the approval of the General Assembly is secured, with the following exceptions: the Department shall retain the land, buildings, and equipment of the Institute for Juvenile Research and the Neuropsychiatric Institute.

The University shall assume responsibility for the inventory of all properties and materials included in the transfer.

ARTICLE V

MAINTENANCE OF PERSONNEL

Section 1. Maintenance shall be allowed only to officers and employees who are required to be residents of the Research and Educational Hospitals. Requirements for residence shall be determined by the Joint Committee.

ARTICLE VI

SCHOOL OF NURSING AND NURSING INSTRUCTION

Section 1. Should a school of nursing be established, during a legislative recess, and the nursing service of the Research and Educational Hospitals be then provided by such a school of nursing, it is agreed that such funds as may have been appropriated for nursing may be made available for the school of nursing so organized by the University until such time as funds are provided in the succeeding budget of the University.

ARTICLE VII

DIVISION OF PHYSICALLY HANDICAPPED CHILDREN

Section 1. The University agrees to undertake the administration of the Division of Handicapped Children, now supported by a grant from the Federal Government, through the Department of Labor and the Children's Bureau, subject to the provisions of existing applicable statutes concerning the powers and duties of the Commission for Physically Handicapped Children. The University will undertake a thorough study of the organization and services of this division and shall consult with the Commission on Physically Handicapped Children, the Department of Public Welfare, the State Department of Health, the Children's Bureau, and the Governor, as to the future support and development of this program.

ARTICLE VIII

AMENDMENTS

Amendments of this Agreement may be proposed in writing by either party, and shall take effect when approved by both parties.

Executed by the Department of Public Welfare of the State of Illinois this twenty-seventh day of April, 1941.

DEPARTMENT OF PUBLIC WELFARE
OF THE STATE OF ILLINOIS

By RODNEY H. BRANDON, *Director*

Executed by the Board of Trustees of the University of Illinois this ninth day of April, 1941.

BOARD OF TRUSTEES OF THE
UNIVERSITY OF ILLINOIS

By JAMES M. CLEARY, *President*

H. E. CUNNINGHAM, *Secretary*

APPROVED:

SVEINBJORN JOHNSON, *University Counsel*

GRADUATE SCHOLARSHIPS AND FELLOWSHIPS

The Secretary presented also for record the following supplementary lists of graduate scholars and fellows appointed by the President of the University on April 18 and 25 and May 8 and 9, 1941.

April 18, 1941

Accountancy	James S. Schindler	Fellowship	\$500
Chemistry	Eleanor G. Anderson	Scholarship	300
	Joseph W. Kneisley	Fellowship	500
Education	Kathryn D. Rueber	Scholarship	300*
English	Eunice H. Helmkamp	Scholarship	300*
Entomology	Gordon L. Bender	Fellowship	500
French	George L. Playe	Fellowship	500
History	Irving F. Ahlquist	Fellowship	500
Home Economics	Lois K. Shriver	Scholarship	300
Mathematics	Bernard Rasof	Scholarship	300
	Norman A. Wiegmann	Scholarship	300
Sociology	Mary F. DeLong	Scholarship	300
	Jacob D. A. Elmaleh	Fellowship	500
	Nahum Z. Medalia	Fellowship	500
Zoology	Kenneth M. Mackenthun	Scholarship	300
	Alby Sharknas	Scholarship	300*

April 25, 1941

NEW YORK COMMUNITY TRUST FELLOWSHIP

Chemistry	Charles F. Jelinek	Fellowship	750
-----------	--------------------	------------	-----

May 8, 1941

Botany	William C. Leavenworth	Fellowship	500
Classics	Florence L. Brown	Scholarship	300
English	Glen E. Augspurger	Scholarship	300*
	Ilse M. Dusoier	Fellowship	500
	Virginia M. Lowell	Scholarship	300
French	Anne E. Binkard	Fellowship	500
History	William F. Freistat	Scholarship	300*
	Edna Mae Secrist	Scholarship	300

*Superseding the appointment previously made.

May 9, 1941

KATHARINE L. SHARP SCHOLARSHIP

Library Science.....Katharine L. Kinder.....Scholarship.....\$300

DECLINATIONS AND RESIGNATIONS

The Secretary presented also for record the following list of declinations and resignations.

ASTELL, LOUIS ALEXANDER, to give instruction in Education, in the Summer Session of 1941—declination effective June 16, 1941.

BENDER, GORDON L., Fellow in Entomology—declination effective September 1, 1941.

BRODERICK, EDWIN LAURENCE, Research Assistant in Mechanical Engineering, in the Engineering Experiment Station—resignation effective May 1, 1941.

CLO, ELIZABETH DAVIDSON, Assistant in the Illini Union Browsing Room—resignation effective June 1, 1941.

DELONG, MARY F., Scholar in Sociology—declination effective September 1, 1941.

DIETZ, MRS. RUTH OTTERNESS, Periodical Assistant in the Order Department of the Library—resignation effective June 1, 1941.

ELMALEH, JACOB D. A., Fellow in Sociology—declination effective September 1, 1941.

FICHTHORN, WILLIAM H., Scholar in Business Administration—declination effective September 1, 1941.

GAGEN, JEAN E., Scholar in English—declination effective September 1, 1941.

KENT, JOHN F., Scholar in Zoology—resignation effective September 1, 1941.

KRUEGER, RUTH CAROLINE, to give instruction in Library Science, in the Summer Session of 1941—declination effective June 16, 1941.

LOWE, KEITH CARSON, Special Research Assistant in Theoretical and Applied Mechanics, in the Engineering Experiment Station—resignation effective May 27, 1941.

PIEPER, LILLIAN L., Scholar in Botany—declination effective September 1, 1941.

RASOF, BERNARD, Scholar in Mathematics—declination effective September 1, 1941.

SCHEINER, IRWIN M., Scholar in Accountancy—declination effective September 1, 1941.

SCHINDLER, JAMES S., Fellow in Accountancy—declination effective September 1, 1941.

SECRIST, EDNA MAE, Scholar in History—declination effective September 1, 1941.

WARD, CATHERINE M., Scholar in French—declination effective September 1, 1941.

APPOINTMENTS MADE BY THE PRESIDENT

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

BARNES, MARTHA REVEL, to give instruction in Zoology, on two-fifths time, in the Summer Session of 1941, beginning June 16, 1941, and ending August 9, 1941, at a cash compensation of one hundred dollars (\$100) for the session. (May 1, 1941)¹

BEDINGER, PAUL LINCOLN, Instructor in Medicine, in the College of Medicine, on 23/100 time, beginning April 1, 1941, and continuing through August 31, 1941, at a cash compensation at the rate of thirty-five dollars (\$35) a month (this is in addition to his appointment as Instructor in Medicine on 17/100 time). (May 6, 1941)

BROUSSARD, MARCEL NICHOLAS, to give instruction in Accountancy, on three-fifths time, in the Summer Session of 1941, beginning June 16, 1941, and ending August 9, 1941, at a cash compensation of one hundred fifty dollars (\$150) for the session. (May 1, 1941)

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

CARR, NORMA EUNICE, Stenographer in the Extension Service in Agriculture and Home Economics, beginning May 3, 1941, and continuing through August 31, 1941, at a cash compensation at the rate of ninety dollars (\$90) a month (this supersedes her previous appointment). (April 18, 1941)

DAVISON, HURFORD HENRY, to give instruction in Distributive Education, on one-half time, in the Summer Session of 1941, beginning June 30, 1941, and ending July 27, 1941, at a cash compensation of four hundred eighty dollars (\$480) for the session. (May 1, 1941)

DIXON, Mrs. DOROTHY LANE, Stenographer in the Extension Service in Agriculture and Home Economics, beginning May 3, 1941, and continuing through August 31, 1941, at a cash compensation at the rate of ninety dollars (\$90) a month (this supersedes her previous appointment). (April 18, 1941)

FISHER, Mrs. MARGARET JOSEPHINE, Stenographer in the Extension Service in Agriculture and Home Economics, beginning April 16, 1941, and continuing through August 31, 1941, at a cash compensation at the rate of one hundred twenty dollars (\$120) a month (this supersedes her previous appointment). (April 23, 1941)

FRANZEN, ERICH, to give instruction in Sociology, in the Summer Session of 1941, beginning June 16, 1941, and ending August 9, 1941, at a cash compensation of six hundred dollars (\$600) for the session. (May 1, 1941)

FRIEND, Mrs. LESTER MCCONNELL, Junior Stenographer in the Personnel Bureau of the College of Liberal Arts and Sciences, beginning May 3, 1941, and continuing through August 31, 1941, 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). (April 18, 1941)

GLICK, FRANCIS JAMES, to give instruction in Chemistry, on one-half time, in the Summer Session of 1941, beginning June 16, 1941, and ending August 9, 1941, at a cash compensation of one hundred twenty-five dollars (\$125) for the session. (May 1, 1941)

HAMILTON, MILDRED, Stenographer in the Agricultural Experiment Station, beginning April 16, 1941, and continuing through August 31, 1941, subject to the rules of the Civil Service Commission, at a cash compensation at the rate of one hundred twenty dollars (\$120) a month (this supersedes her previous appointment). (April 23, 1941)

HOFF, CLARENCE CLAYTON, to give instruction in Zoology, on two-fifths time, in the Summer Session of 1941, beginning June 16, 1941, and ending August 9, 1941, at a cash compensation of one hundred dollars (\$100) for the session. (May 1, 1941)

IRISH, MARY KATHLEEN, to give instruction in Library Science, in the Summer Session of 1941, beginning June 16, 1941, and ending August 9, 1941, at a cash compensation of two hundred fifty dollars (\$250) for the session. (May 1, 1941)

JOHNSTON, EDITH LOUISE, to give instruction in Spanish, on one-half time, in the Summer Session of 1941, beginning June 16, 1941, and ending August 9, 1941, at a cash compensation of one hundred twenty-five dollars (\$125) for the session. (May 1, 1941)

KETCHUM, Mrs. HELEN MILLER, Assistant in Orthopaedics, in the College of Medicine, beginning May 1, 1941, and continuing through August 31, 1941, at a cash compensation at the rate of one thousand six hundred dollars (\$1,600) a year. (April 18, 1941)

LAWYER, KENNETH, to give instruction in Distributive Education, on one-half time, in the Summer Session of 1941, beginning June 16 and continuing through June 29, 1941, and from July 28 through August 9, 1941, at a cash compensation of four hundred eighty dollars (\$480) for the session. (May 1, 1941)

LOWELL, RALPH DELAVAN, to give instruction in Zoology, on two-fifths time, in the Summer Session of 1941, beginning June 16, 1941, and ending August 9, 1941, at a cash compensation of one hundred dollars (\$100) for the session. (May 1, 1941)

LUETH, HAROLD CHARLES, Assistant Professor of Medicine, in the College of Medicine, on one-tenth time, beginning April 1, 1941, and continuing through

August 31, 1941, at a cash compensation at the rate of twenty-three dollars (\$23) a month. (May 5, 1941)

MARKUSICH, MRS. MARGARET EWALD, Technician in the Department of Pathology and Therapeutics, in the College of Dentistry, for four months beginning May 1, 1941, at a cash compensation at the rate of one hundred dollars (\$100) a month. (May 14, 1941)

MONTGOMERY, MAX MALCOLM, Instructor in Medicine, in the College of Medicine, on one-third time, beginning April 1, 1941, and continuing through August 31, 1941, at a cash compensation at the rate of fifty dollars (\$50) a month. (May 6, 1941)

PATTON, FRANCES, to give instruction in Speech, on four-fifths time, in the Summer Session of 1941, beginning June 16, 1941, and ending August 9, 1941, at a cash compensation of two hundred dollars (\$200) for the session. (May 1, 1941)

RAWCLIFFE, ROBERT DOUGLAS, to give instruction in Physics, on one-half time, in the Summer Session of 1941, beginning June 16, 1941, and ending August 9, 1941, at a cash compensation of one hundred twenty-five dollars (\$125) for the session. (May 1, 1941)

REB, CHRISTINE LENORE, to give instruction in Library Science, in the Summer Session of 1941, on one-half time, beginning June 16, 1941, and ending August 9, 1941, at a cash compensation of one hundred twenty-five dollars (\$125) for the session. (May 1, 1941)

RICHARDS, BETTY ANN, Stenographer in the University High School, beginning June 1, 1941, and continuing through August 31, 1941, subject to the rules of the Civil Service Commission, at a cash compensation at the rate of eighty dollars (\$80) a month. (May 12, 1941)

ROBERTS, TILDEN WIRT, to give instruction in Zoology, on one-fifth time, in the Summer Session of 1941, beginning June 16, 1941, and ending August 9, 1941, at a cash compensation of fifty dollars (\$50) for the session. (May 1, 1941)

RUFFIN, MARY BEVERLEY, to give instruction in Library Science, in the Summer Session of 1941, beginning June 16, 1941, and ending August 9, 1941, at a cash compensation of five hundred dollars (\$500) for the session. (May 1, 1941)

SCHUM, RUTH, Stenographer and Record-keeper in the Department of Horticulture, in the Agricultural Experiment Station, for four months beginning May 1, 1941, at a cash compensation at the rate of eighty dollars (\$80) a month. (April 28, 1941)

SHOEMAKER, HURST HUGH, to give instruction in Zoology, in the Summer Session of 1941, beginning June 16, 1941, and ending August 9, 1941, at a cash compensation of three hundred dollars (\$300) for the session. (May 1, 1941)

SKOOG, DOUGLAS ARVID, to give instruction in Chemistry, on one-third time, in the Summer Session of 1941, beginning June 16, 1941, and ending August 9, 1941, at a cash compensation of eighty-three dollars thirty-three cents (\$83.33) for the session. (May 1, 1941)

STEFFEN, HELEN MARY, Stenographer in the Extension Service in Agriculture and Home Economics, beginning May 3, 1941, and continuing through August 31, 1941, at a cash compensation at the rate of ninety dollars (\$90) a month (this supersedes her previous appointment). (April 18, 1941)

WALKER, ERNEST DEWITT, Associate in Agronomy Extension, in the Department of Agronomy, in the Extension Service in Agriculture and Home Economics, on 41/100 time, for four months beginning May 1, 1941, at a cash compensation at the rate of one thousand three hundred dollars (\$1,300) a year (this supersedes his previous appointment). (April 25, 1941)

The Board adjourned, to meet on call of the President.

H. E. CUNNINGHAM
Secretary

JAMES M. CLEARY
President

ADJOURNED SESSION, MAY 27, 1941

An adjourned session of the May meeting of the Board of Trustees of the University of Illinois was held at the Abraham Lincoln Hotel, in Springfield, at two o'clock p.m. on Tuesday, May 27, 1941.

When the Board convened, the following members were present: President Cleary, Mr. Davis, Mr. Fornof, Mr. Jensen, Mr. Karraker, Mr. Livingston. A little later Mr. Adams and Mr. Wieland took their places with the Board as shown in the record.

President Willard was present; also Mr. A. J. Janata, Assistant to the President, Mr. Lloyd Morey, Comptroller, Mr. H. E. Cunningham, Secretary, Judge Sveinbjorn Johnson, Counsel, Mr. J. F. Wright, Director of Public Information, and representatives of newspapers. Mr. Charles K. Morris, of the firm of Charles K. Morris and Company, Inc., was present during part of the day.

HOUSE BILLS 471 AND 472 (REFINANCING)

On motion of Mr. Jensen, Mr. Karraker and Mr. Davis were appointed a special committee to call on Attorney General Barrett for his opinion on the constitutionality of House Bills 471 and 472, authorizing the refinancing of the Medical and Dental College Building bonds and of other obligations, and to take the opinion (if favorable) to Governor Green and request his signature to the bills.

REPORT OF FINANCE COMMITTEE ON NEW BOND ISSUE
ON MEDICAL, DENTAL, AND PHARMACY BUILDING

Mr. Karraker presented the following report.

The Board on May 15 authorized the Finance Committee to do the following with respect to a new bond issue to take the place of the present 4% bonds of the University of Illinois Foundation on the Second Unit of the Medical and Dental Laboratory maturing serially to 1956: "to consider and approve proposals for such refinancing and to accept the lowest responsible bid if thereby a satisfactory saving to the University may be affected."

The Committee reports as follows:

1. The Committee met on May 20 and decided on the following conditions and procedure with respect to a new issue:

(a) That the bonds should mature serially, those maturing through 1949 to be non-callable, and those from 1950 on to be callable, in order to make the bonds as attractive as possible.

(b) That the same amount be applied to interest and amortization as is now provided in the budget, namely, \$86,000 per year, so that the issue can be paid off as rapidly as possible, thus making the largest possible saving in interest cost.

(c) That no interest rate should be specified, leaving the way open for bidders to make their own proposals as to interest rates.

(d) That the issue should be advertised for bids to be received Saturday, May 24, the award to be made on the basis of the lowest net interest cost.

2. The Committee received bids at the Medical, Dental, and Pharmacy Building in Chicago, as advertised, on Saturday, May 24, 1941, at 11 a.m. A schedule of bids received is attached. The Committee recommends:

(a) That the award be made to The Milwaukee Company and associates, on the basis of their alternate bid for bonds at 2¼% through 1949 and 2% thereafter, at a premium of \$1,100, making a net interest cost of 2.087% for the life of the issue. On this basis the interest expense will be reduced by \$167,834 under that which would have been paid on the former issue, and the bonds will have been paid off by May 1, 1954, instead of January 1, 1956.

(b) That the Board of Trustees adopt the necessary resolutions prepared by Messrs. Chapman and Cutler relating to this proceeding.

(c) That the Board of Trustees adopt a revised schedule of fees for the Chicago colleges, which will include special laboratory and building service charges sufficient to cover the operation and maintenance of the Medical, Dental, and Pharmacy Building, estimated at \$54,000 per year, and the debt service on the proposed issue, amounting to \$86,000 per year, which fees are to be pledged to these purposes. In this connection the Committee suggests that the tuition fee in the Chicago colleges be made uniform with that of the undergraduate colleges at Urbana.

(d) That the Board authorize Messrs. Chester R. Davis and Karl Meyer to sign the bonds to be issued, for the purpose of conforming to the provisions of the Statute that such bonds are to be signed by the President and two other members of the Board, and attested and sealed by the Secretary of the Board.

All bidders have been informed that these proceedings are subject to the approval by the Governor of House Bills Nos. 471 and 472 recently passed by the 62d General Assembly.

FINANCE COMMITTEE

CHESTER R. DAVIS

KARL MEYER

O. M. KARRAKER, *Chairman*

On motion of Mr. Karraker, this report was adopted.

FEES IN COLLEGES OF MEDICINE, DENTISTRY, AND PHARMACY

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

In refinancing the indebtedness on the Second Unit of the Medical and Dental College Laboratories Building through a new bond issue it is necessary for the Board of Trustees to levy a specific fee or fees to cover the debt service, or amortization of the bonds, and the cost of operating and maintaining this building. The total annual income from such fee or fees must be equal to, and be pledged for, these charges, and will be placed in a separate trust fund. This does not require an increase in the total fees now paid by students in the Colleges of Medicine, Dentistry, and Pharmacy, but a re-allocation of these fees for various purposes.

The University is authorized by previous acts of the General Assembly and by the legislation recently enacted and now pending before the Governor (House Bills 471 and 472) to levy whatever building or service charges are necessary for (1) building operation and maintenance, and (2) debt service or amortization of loans, in connection with bond issues for financing such buildings, in accordance with the provisions of these laws. Consequently, the Board has authority to levy specific fees or building service charges for the refinancing of the Medical and Dental Building.

The new bond issue will require \$86,000 a year for amortization, the same as the original issue; the estimated cost for building operation and maintenance is \$50,000 a year, making a total of \$136,000.

On previous occasions the standing faculty Committee on Fees and Scholarships and the Board of Trustees have considered the possibility of making the *tuition fees* in the Chicago Colleges, for residents of Illinois, uniform with those charged in the Urbana Colleges, but the laboratory fees would run considerably higher. I submit herewith schedules showing (1) the present fees charged in the Chicago Colleges, and (2) proposed fees to be effective September 1, 1941, prepared by the Comptroller. The plan of uniform tuition fees (\$80 a year for residents of Illinois and \$160 a year for non-residents, which is the new schedule of tuition fees recently established by the Board for the undergraduate colleges at Urbana) has been applied in setting up this new schedule, in accordance with the suggestion made by the Finance Committee of the Board.

After providing this amount of tuition and setting up the building service and laboratory charges necessary for the annual amortization charge, there remain in the present total of fees charged in each of the Chicago Colleges certain balances which have been set up as general laboratory fees. The total of fees in each college remains the same as at present, allowing for the proposed new schedule of fees for the first year in the new curriculum in the College of Pharmacy, recently recommended by the dean of that division.

SCHEDULE OF FEES FOR CHICAGO COLLEGES
(Effective September 1, 1941)

	FIRST YEAR		SECOND YEAR		THIRD YEAR		FOURTH YEAR	
	<i>Illinois</i>	<i>Non-Ill.</i>	<i>Illinois</i>	<i>Non-Ill.</i>	<i>Illinois</i>	<i>Non-Ill.</i>	<i>Illinois</i>	<i>Non-Ill.</i>
Medicine:								
1. Matriculation Fee.....	\$ 10	\$ 10	...	...	...	...	...	...
2. Tuition Fee.....	80	160	\$ 80	\$ 160	\$ 80	\$160	\$ 80	\$160
3. Laboratory and Building Service Charges.....	(150)	(200)	(150)	(200)	(180)	(230)	(180)	(230)
a. General Building Service Fee.....	50	50	50	50	50	75	50	75
b. Laboratory Room Fee.....	100	150	100	150	130	155	130	155
4. Laboratory Materials Fee.....	20	40	20	40	40	60	40	60
<i>Total</i>	<u>\$260</u>	<u>\$410</u>	<u>\$250*</u>	<u>\$400*</u>	<u>\$300</u>	<u>\$450</u>	<u>\$300*</u>	<u>\$450*</u>
Dentistry:								
1. Matriculation Fee.....	\$ 10	\$ 10	...	...	...	...	...	...
2. Tuition Fee.....	80	160	\$ 80	\$160	\$ 80	\$160	\$ 80	\$160
3. Laboratory and Building Service Charges.....	(150)	(200)	(150)	(200)	(150)	(200)	(150)	(200)
a. General Building Service Fee.....	50	50	50	50	50	50	50	50
b. Laboratory Room Fee.....	100	150	100	150	100	150	100	150
4. Laboratory Materials Fee.....	20	40	20	40	20	40	20	40
5. Graduation Fee.....	...	...	...	...	...	...	10	10
<i>Total</i>	<u>\$260</u>	<u>\$410</u>	<u>\$250</u>	<u>\$400</u>	<u>\$250</u>	<u>\$400</u>	<u>\$260</u>	<u>\$410</u>
Pharmacy:								
1. Matriculation Fee.....	\$ 10	\$ 10	...	...	...	...	...	...
2. Tuition Fee.....	80	160	\$ 80	\$160	\$ 80	\$160	\$ 80	\$160
3. Laboratory and Building Service Charges.....	(35)	(50)	(65)	(80)	(70)	(85)	(70)	(85)
a. General Building Service Fee.....	20	20	20	20	20	25	20	25
b. Laboratory Room Fee.....	15	30	45	60	50	60	50	60
4. Laboratory Materials Fee.....	7	12	7	12	13	18	16	21
5. Graduation Fee.....	...	...	...	...	...	...	10	10
<i>Total</i>	<u>\$132</u>	<u>\$232</u>	<u>\$152</u>	<u>\$252</u>	<u>\$163</u>	<u>\$263</u>	<u>\$176</u>	<u>\$276</u>

*Graduation fee of \$10 is required, payable at the end of the second year by students receiving the B.S. degree, at the end of the fourth year by students receiving the B.M. degree, and at the end of the fifth (interne) year by students receiving the M.D. degree.

Note.—County Hospital Ticket, \$5. Maternity Service Fee, \$15.

On motion of Mr. Fornof, seconded by Mr. Jensen, the following resolution was adopted by the following vote: Aye, President Cleary, Mr. Davis, Mr. Fornof, Mr. Jensen, Mr. Karraker, Mr. Livingston; no, none; absent, Mr. Adams, Mr. Green, Mrs. Grigsby, Dr. Meyer, Mr. Wieland.

Resolution establishing a charge or fee for the use of the Medical, Dental, and Pharmacy Building of the University of Illinois located at 808 South Wood Street, Chicago, Illinois.

Whereas, this Board of Trustees has heretofore by resolution adopted on May 27, 1941, provided for the issue of \$921,000 Medical, Dental, and Pharmacy Building Revenue Bonds for the purpose of terminating an existing trust and reacquiring the premises located at 808 South Wood Street, Chicago, Illinois, which premises are now used by said University for educational purposes, said bonds being authorized pursuant to the provisions of an Act entitled, "An Act to authorize the Board of Trustees of the University of Illinois to provide for the payment and termination of any trust created by and between the Board of Trustees and any person or corporation pursuant to any law involving any building used by said University for student social activities or educational purposes or for the acquiring or reacquiring of property or interest in property used by said University for student social activities or educational purposes, and conveyed in connection with the creation of such trust by said Board of Trustees pursuant to any existing law, levy and collect service charges, rates or rentals for the use thereof, to complete the construction of or equip any such building, defining the duties of said Board with respect to operation and maintenance and construction thereof, and providing for and authorizing the issue of bonds to defray the cost thereof payable solely from the revenues derived from the operation of any such building or buildings and for the refunding of any such bonds," enacted by the Sixty-second General Assembly of the State of Illinois, and effective on the 27th day of May, 1941; and

Whereas, pursuant to said Act of the Sixty-second General Assembly, hereinabove referred to, this Board of Trustees is required to establish a charge or fee for the use of said building, which shall be sufficient at all times to pay maintenance and operation costs, and principal of and interest on any revenue bonds issued under the provisions of said Act; and

Whereas, pursuant to the resolution authorizing the issuance of the bonds adopted by this Board of Trustees, said Board has covenanted and agreed to establish charges and fees for the use thereof, sufficient at all times to maintain and operate said building, and pay the principal of and interest upon all bonds issued by said University, which by their terms are payable solely from the revenues derived from the operation of the building;

Now, therefore, be it and it is hereby resolved, by the Board of Trustees of the University of Illinois, as follows:

Section 1. That pursuant to the covenants hereinbefore made by this Board of Trustees pursuant to the resolution authorizing the issuance of \$921,000 Medical, Dental, and Pharmacy Building Revenue Bonds, adopted by this Board of Trustees on May 27, 1941, there be and there is hereby established a charge or fee for the use of said building by the students registered in the medical, dental, and pharmacy departments of the said University, to wit:

Each resident student registered in the Medical or Dental College as a first or second year student shall pay a minimum charge or fee of \$150 per scholastic year for the use of the Medical, Dental, and Pharmacy Building, including laboratories.

Each resident student registered in the Medical College as a third or fourth year student shall pay a minimum charge or fee of \$180 per scholastic year for the use of the Medical, Dental, and Pharmacy Building, including laboratories.

Each resident student registered in the Dental College as a third or fourth year student shall pay a minimum charge or fee of \$150 per scholastic year for the use of the Medical, Dental, and Pharmacy Building, including laboratories.

Each resident student registered in the Pharmacy College as a first year student shall pay a minimum charge or fee of \$35 per scholastic year for the use of the Medical, Dental, and Pharmacy Building, including laboratories.

Each resident student registered in the Pharmacy College as a second year student shall pay a minimum charge or fee of \$65 per scholastic year for the use of the Medical, Dental, and Pharmacy Building, including laboratories.

Each resident student registered in the Pharmacy College as a third or fourth year student shall pay a minimum charge or fee of \$70 per scholastic year for the use of the Medical, Dental, and Pharmacy Building, including laboratories.

Each non-resident student registered in the Medical or Dental College as a first or second year student shall pay a minimum charge or fee of \$200 per scholastic year for the use of the Medical, Dental, and Pharmacy Building, including laboratories.

Each non-resident student registered in the Medical College as a third or fourth year student shall pay a minimum charge or fee of \$230 per scholastic year for the use of the Medical, Dental, and Pharmacy Building, including laboratories.

Each non-resident student registered in the Dental College as a third or fourth year student shall pay a minimum charge or fee of \$200 per scholastic year for the use of the Medical, Dental, and Pharmacy Building, including laboratories.

Each non-resident student registered in the Pharmacy College as a first year student shall pay a minimum charge or fee of \$50 per scholastic year for the use of the Medical, Dental, and Pharmacy Building, including laboratories.

Each non-resident student registered in the Pharmacy College as a second year student shall pay a minimum charge or fee of \$80 per scholastic year for the use of the Medical, Dental, and Pharmacy Building, including laboratories.

Each non-resident student registered in the Pharmacy College as a third or fourth year student shall pay a minimum charge or fee of \$85 per scholastic year for the use of the Medical, Dental, and Pharmacy Building, including laboratories.

Section 2. That said charges or fees shall be payable in semi-annual installments, to be collected at the same time and in the same manner as all other fees of the University are collected, and payable on or before October 1 and April 1, respectively, of each school year.

Section 3. All such charges and fees shall be set aside as collected and be kept separate and apart from any and all other funds of said University, and shall be designated "Medical, Dental, and Pharmacy Building Fund," and shall be used only to pay the reasonable cost of maintenance and operation of said building, and to the payment of the principal of and interest upon the Medical, Dental, and Pharmacy Building Revenue Bonds of said University, authorized pursuant to the resolution adopted by this Board of Trustees on May 27, 1941, and to be administered in accordance with the covenants and provisions of said resolution and the Deposit Agreement entered into by and between this Board of Trustees and The First National Bank of Chicago, as authorized and directed pursuant to said resolution above mentioned.

Section 4. This resolution shall be in full force and effect immediately upon its passage.

At this point, Mr. Karraker and Mr. Davis withdrew, and the Board recessed.

MEETING OF THE EXECUTIVE COMMITTEE

MAY 27, 1941

A meeting of the Executive Committee of the Board of Trustees of the University of Illinois was held at the Abraham Lincoln Hotel, in Springfield, on Tuesday, May 27, 1941, during the recess in the session of the Board held on the same day.

Mr. James M. Cleary, Chairman, and Mr. Frank A. Jensen, member of the Executive Committee, were present; also Mr. Fornof and Mr. Livingston, members of the Board, and the officers, members of the staff, and other persons listed above (page 294).

MATTERS PRESENTED BY PRESIDENT WILLARD

The Executive Committee considered the following matters presented by the President of the University.

REMOVAL OF EQUIPMENT IN OLD POWER PLANT

(1) The Director of the Physical Plant Department submits the accompanying schedule of bids (page 300) received for the removal of equipment in the Old Power Plant.

The Director recommends:

1. That the bids in Sections II (for fans), IV (for motors), and VI-D (for centrifugal pump) be rejected because the prices offered are less than the value of this equipment to the University.

2. That contracts be awarded as follows:

To Advance Steel Salvage Corporation:

Section I (for boilers and stokers).....	\$3 225 00	
Section V (for coal and ash conveyor).....		760 00
Section VI-A (for feed water heater).....	\$37 50	
Section VI-B (for duplex water pump).....	31 50	
Section VI-C (for simplex water pump).....	21 50	90 50
Section VIII (for two steel water tanks).....	215 00	
<i>Payment to be made to the University.....</i>		<i>\$4 290 50</i>

To National Power Machinery Company:

Section III-A (for one turbo-generator).....	\$2 100 00	
Section III-B (for one turbo-generator).....	2 250 00	
Section III-D (for one G.E. voltage regulator).....	50 00	
Section III-E (for one Ward-Leonard regulator).....	50 00	
Section III-F (for spare parts).....	125 00	4 575 00
<i>Total to be paid to the University.....</i>		<i>\$8 865 50</i>

To Fred L. Wright:

Section VII (for removal of two stacks—to be paid by the University).....	\$4 800 00
---	------------

Net payment to the University..... \$4 065 50

3. That payment of the following estimated costs be made from the above proceeds:

Bond—Section VII.....	\$ 75 00	
Expense of preparation of specifications, supervision, etc.....	425 00	500 00
<i>Net proceeds to the University.....</i>		<i>\$3 565 50</i>

In each case the recommendation is for the award either to the highest bidder if equipment is being sold, or to the lowest bidder if the University is to pay for service.

I concur in these recommendations.

On motion of Mr. Jensen, these recommendations were adopted and awards authorized as recommended; and the appropriation of \$5,300 was made from the receipts for the sale of the equipment by the following vote: Aye, Mr. Cleary, Mr. Jensen; no, none; absent, Mr. Davis.

BID SCHEDULE—REMOVAL OF EQUIPMENT FROM OLD POWER PLANT
Note: All items are payment to the University except Section VII which is payment by the University.

300

BOARD OF TRUSTEES

[May 27

	<i>A. Borinstein</i>	<i>National Power Machinery Co.</i>	<i>Clonick Steel Co.</i>	<i>Continental Chimney Co., Inc.</i>	<i>Advance Steel Salvage Corp.</i>	<i>Fred L. Wright</i>	<i>Hopper Paper Co.</i>
SECTION I.—BOILERS AND STOKERS:							
Boilers #1 to #8, inclusive, with stokers.....	\$2 525 00 ¹	.....	.....	.....	\$3 225 00 ³	.....	.....
SECTION II.—FANS:							
A. Two F. D. fans with motors.....	70 00	.....	.....
AA. Two F. D. fans without motors.....	10 00	.....	.....
B. Two new F. D. fans with motors.....	80 00	.....	.....
BB. Two new F. D. fans without motors.....	30 00	.....	.....
C. Two I. D. fans without motors.....	10 00	.....	.....
D. One I. D. fan without motor.....	5 00	.....	.....
SECTION III.—TURBO-GENERATORS:							
A. One turbo-generator.....	\$2 100 00 ³	.....	.....	375 00	.....	.....
B. One turbo-generator.....	2 250 00	.....	.....	375 00	.....	\$1 850 00
D. One G. E. voltage regulator.....	50 00	.....	.....	2 00	.....	150 00
E. One Ward-Leonard voltage regulator.....	50 00	.....	.....	2 00	.....	.....
F. Spare parts.....	125 00	.....	.....	.....	.....	250 00
SECTION IV.—MOTORS:							
B. One Century 22-40 h.p. motor.....	15 00	.....	.....
C. One Century 22-40 h.p. motor.....	30 00	.....	.....
D. One Century 14-25 h.p. motor.....	20 00	.....	.....
E. One Century 14-25 h.p. motor.....	20 00	.....	.....
F. One Century 14-25 h.p. motor.....	20 00	.....	.....
G. One Century 14-25 h.p. motor.....	20 00	.....	.....
SECTION V.—COAL AND ASH CONVEYOR:							
A. Coal and ash conveyor.....	760 00	.....	.....
SECTION VI.—MISCELLANEOUS EQUIPMENT:							
A. One feed water heater.....	37 50	.....	.....
B. One duplex water pump.....	31 50	.....	.....
C. One simplex water pump.....	21 50	.....	.....
D. One centrifugal pump.....	51 50	.....	.....
SECTION VII.—REMOVAL OF STACKS:							
Removal of two stacks.....	\$15 250 00	\$13 500 00	14 190 00	\$4 800 00	.....
SECTION VIII.—WATER TANKS:							
Two steel water tanks (in Fire Station).....	215 00	.....	.....

¹Includes Bid V.

²Add \$150 if header piping south wall is included with boilers.

³Combined bid only.

ADMINISTRATION OF SCHOLARSHIPS IN COOK COUNTY

(2) The action of the Board on May 15 (Minutes, page 285), establishing 16 additional four-year scholarships in Cook County, authorized the President of the University to prescribe such rules and procedures as may be necessary for the administration of the awards. I recommend approval of the following regulations:

1. A candidate successful in the examination who is awarded a scholarship, in order to qualify for it, must register in the University at the opening of the semester in which the scholarship first becomes effective.

2. The value of these scholarships is on a uniform basis exempting their holders from the payment of matriculation and tuition fees as set for those colleges of the University at Urbana which admit students directly from the high schools; when a student holding one of these scholarships enters a division of the University which has fees higher than those set for the colleges specified, he shall pay the difference.

3. The scholarship may be lapsed or forfeited at any time by action of the University Committee on Assignments to Undergraduate Scholarships if the holder fails to maintain a satisfactory record in the University. Satisfactory scholarship shall be determined by the Committee from all the circumstances in the individual case. The scholarship is forfeited if the scholarship holder is for any cause dismissed by action of University authorities. There shall be no assignment of lapsed or forfeited scholarships.

4. A scholarship may be extended by the Committee on Assignments to Special Undergraduate Scholarships to cover a period of absence of the holder not exceeding two years under the following conditions:

(a) The holder must show good cause, acceptable to the Committee; such good cause shall include the necessity of earning money to complete an education, or illness.

(b) All applications for an extension of the term of a scholarship must be made in writing to the Committee.

(c) The application for extension must be filed in advance of the time of leaving the University.

(d) The holder must have completed the work of at least two semesters after the award of the scholarship.

(e) The student's work for the time during which he has been at the University must have been at least of average grade. This is indicated by a grade of "C." No student whose average is below "C" may receive an extension of his scholarship.

5. If the legal residence of a scholarship holder is changed from Illinois to some other state, his scholarship is thereby forfeited.

During the presentation of this matter, Mr. Wieland took his place with the meeting.

On motion of Mr. Jensen, these regulations were approved.

AWARD OF C.P.A. CERTIFICATE TO MR. W. N. ANSPACH

(3) The University Committee on Accountancy recommends that Mr. W. N. Anspach be awarded the certificate of Certified Public Accountant as of May, 1940. He was originally reported as having failed in auditing and commercial law, but a review of his paper indicates that he is entitled to a passing grade.

On motion of Mr. Jensen, this award was made as recommended.

OPERATION OF THE MCKINLEY HOSPITAL

(4) The University Health Officer, who is also chairman of the Hospital Committee, submits the following recommendations for improvements in the operation of McKinley Hospital:

1. Operation of the Hospital on a twelve-month basis rather than during the two semesters of the academic year, (a) to provide hospitalization for those who join the Hospital Association for the summer months and may need hospital care, (b) to insure a nucleus of nurses when needed, (c) to reduce to a minimum the likelihood of the loss of the present technician, and (d) to provide

for any contingencies which may suddenly arise in connection with the materialization of some of the numerous proposals for training at the University associated with National Defense.

2. Creation of a Division of Dietetics within the Hospital organization, to be headed by an individual experienced in dietetics and thoroughly informed on latest developments in modern nutrition.

On motion of Mr. Jensen, these recommendations were approved and adopted.

The Executive Committee adjourned.

H. E. CUNNINGHAM
Clerk

JAMES M. CLEARY, *Chairman*
FRANK A. JENSEN

SECOND SESSION, MAY 27, 1941

When the Board convened after the recess in the meeting of May 27, 1941, the following members were present: President Cleary, Mr. Adams, Mr. Fornof, Mr. Jensen, Mr. Livingston, Mr. Wieland.

Officers of the Board and of the University staff were present as noted above (page 294).

MATTERS PRESENTED BY PRESIDENT WILLARD

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

COOPERATIVE INVESTIGATION OF WROUGHT STEEL CAR WHEELS

(1) The Director of the Engineering Experiment Station recommends approval of an agreement with the Technical Board of the Wrought Steel Wheel Industry¹ for an investigation of the causes and prevention of failures of wrought steel car wheels in railway service. The agreement is to replace one with the Carnegie-Illinois Steel Corporation for an investigation of steel car wheels. The agreement is drawn for a period of one year, beginning January 1, 1941, with provisions for its extension upon mutual agreement, and the cooperating agency agrees to advance \$6,200 to cover the estimated expenses of the year's work. No additional expenses beyond that amount will be incurred, except on advance approval by the agency.

The investigation is on a very important subject. Stopping modern high speed trains by means of brake shoes acting on the wheels develops very high temperatures in the wheels and causes very heavy internal stresses. As a result wheels sometimes burst and may cause derailment with attendant injuries to passengers and damage to property. The Engineering Experiment Station has recently rebuilt its testing equipment to subject wheels and brake shoes to tests of greatly increased severity demanded to simulate present day conditions.

This proposal differs from the standard form of such agreements in the following respects:

1. All of the manufacturers of wrought steel wheels for railway use are included in the Technical Board, so that commercial competition is reduced to a minimum.

2. The nature of the problem is such that it is extremely improbable patentable discoveries will result. The agreement does not obligate the University to

¹Composed of representatives of American Rolling Mill Company, Bethlehem Steel Company, Carnegie-Illinois Steel Company, Edgewater Steel Company, and Standard Steel Works.

apply for patents; but if there are patentable discoveries and the University receives patents thereon, the agreement provides that instead of giving the usual preferential consideration as a prospective licensee to the cooperating agency, the University shall execute all necessary assignments and licenses as are required by the cooperating agency, which shall not be required to pay any royalties or fees whatsoever, but that other users shall pay the University a royalty.

Since this represents a substantial departure from the form of contract usually employed by the University, I am submitting it to the Board for final action. It should be noted that the object of the investigation will be of benefit to the public through increased safety of railway travel. The University of Illinois Engineering Experiment Station has been engaged in research on car wheels and brake shoes for many years and unquestionably has better equipment and staff for such research than are available elsewhere.

On request of Mr. Livingston, action on this matter was deferred.

WAGES OF BUILDING SERVICE EMPLOYEES

(2) The University Committee on Wages has had pending before it a request from the building service employees (janitors) in the Urbana Departments for an increase in wages from the present rate of 61½ cents per hour, established in July, 1939, and additional vacation and sick leave benefits. The Committee has also had conferences with representatives of these employees and of their organization. As a result of its deliberations the Committee recommends an increase of 3½ cents an hour in the wages of the general labor groups in Urbana and Chicago, such as grounds, water station, heat, light and power, trucks, and building service employees, and farm laborers in Urbana, (including certain employees now on a monthly basis), effective July 1, 1941, for the biennium 1941-1943.

This adjustment is recommended to meet the prevailing local wage rates and in accordance with the practice of adjusting wage rates at the beginning of the biennium, and also in view of the fact that the Committee anticipates even further increases in comparable employments during the coming biennium due to increased cost of living and labor demand.

On motion of Mr. Livingston, this adjustment was authorized as recommended.

CONTRACT WITH ENGLISH BROTHERS FOR ILLINI UNION BUILDING

(3) A statement concerning damages sustained by the University by reason of the failure of English Brothers to complete their contract for the construction of the Illini Union Building within the specified time, and a request for authority to take the matter up with the Attorney General when it seems advisable.

Judge Johnson made a statement on this matter.

On motion of Mr. Wieland, authority was granted as requested.

REPORT OF FINANCE COMMITTEE ON INVESTMENT OF FUNDS

At this point, the following report of the Finance Committee was presented.

Included among the University's investments were \$15,000 of U. S. Treasury 3¼% bonds due August 1, 1941, at book value of 101⅔, present market 102½. On May 22 the Government proposed to exchange these bonds, par for par, at 2½%, but the First National Bank recommended the sale of these bonds and the proceeds invested in 2½% Series G, U. S. Savings bonds due 1956. The purchase of the latter bonds was authorized by the Board on April 17, 1941. Since immediate action was necessary, the advice of the Bank was followed, and the Finance Committee requests confirmation of this emergency action.

On motion of Mr. Fornof, this action of the Finance Committee was approved and confirmed.

On motion of Mr. Jensen, the Board recessed.

THIRD SESSION, MAY 27, 1941

When the Board convened after the second recess in the meeting of May 27, 1941, the following members were present: President Cleary, Mr. Adams, Mr. Davis, Mr. Fornof, Mr. Jensen, Mr. Karraker, Mr. Livingston; also the officers listed above (page 294).

APPROVAL OF HOUSE BILLS 471 AND 472

Mr. Karraker, for the special committee, reported that the committee had visited the Attorney General and the Governor, that they had found both officials most friendly and cooperative, and that the Governor had signed the bills to authorize the refinancing of the Medical and Dental Building bonds, and other similar obligations, in their presence.

On motion of Mr. Karraker, the President of the Board was requested to send to Governor Green and Attorney General Barrett an expression of the Board's appreciation of the friendly cooperation of these officers of the State in this emergency.

HOUSE BILL 471

AN ACT to authorize the Board of Trustees of the University of Illinois to provide for the payment and termination of any trust created by and between the Board of Trustees and any person or corporation pursuant to any law involving any building used by said University for student social activities or educational purposes, or for the acquiring or reacquiring of property or interest in property used by said University for student social activities or educational purposes and conveyed in connection with the creation of such trust by said Board of Trustees pursuant to any existing law, levy and collect service charges, rates or rentals for the use thereof, to complete the construction of or equip any such buildings, defining the duties of said Board with respect to operation and maintenance and construction thereof, and providing for and authorizing the issue of bonds to defray the cost thereof payable solely from the revenues derived from the operation of any such building or buildings and for the refunding of any such bonds.

Be it enacted by the People of the State of Illinois, represented in the General Assembly:

Section 1. The Board of Trustees of the University of Illinois is hereby authorized to:

(a) Provide for the payment and termination of any trust heretofore created by and between the Board of Trustees and any person, firm or corporation pursuant to any existing law, involving any building now used by said University for student social activities or educational purposes or for the reacquiring of any property or interest in property now used by said University for student social activities or educational purposes and heretofore conveyed in trust by said Board of Trustees pursuant to any existing law, and pledge the revenues thereof for any or all such purposes.

(b) Maintain and operate any such buildings, and to charge for the use thereof, and to carry on such activities in connection therewith as will produce a reasonable excess of income over maintenance and operation expenses.

(c) Hold in the treasury of the University of Illinois all funds derived from the operation of any such building or buildings and to apply the same toward the cost of and maintenance and operation thereof, and toward the retirement of any bonds issued in connection with the acquisition, completion, construction or equipment thereof.

(d) Enter into contracts touching in any manner any matter within the objects and purposes of this Act.

(e) To provide for the payment and termination of any trust heretofore created by and between the Board of Trustees and any person, firm or corporation pursuant to any existing law, involving any building now used by said University for student social activities or educational purposes or to reacquire any property or interest in property now used by said University for student social activities or educational purposes and heretofore conveyed in trust by said Board of Trustees, pursuant to any existing law, and to pledge the revenues thereof for the payment of any bonds issued for any or all of such purposes as provided in this Act.

(f) Borrow money and issue and sell bonds, at such price as the Board of Trustees may determine, for the purpose of completing, constructing, or equipping such buildings, or for the purpose of paying and terminating any trust created by and between the Board of Trustees or any person, firm or corporation pursuant to any existing law involving any building used by the University for student social activities, student residence halls or educational purposes, or for the purpose of reacquiring any property or interest in property used by said University for student social activities, student residence halls or educational purposes and conveyed in trust by said Board of Trustees pursuant to any existing law, and to refund or refinance, from time to time as often as it shall be advantageous and in the public interest to do so, any and all bonds issued and sold by the Board pursuant to this Act; provided that unless proceedings for the refunding or refinancing of any obligations existing at the time of the passage of this Act, or of any bonds issued by the Board pursuant to this Act, be commenced prior to June 30, 1943, no such refunding or refinancing shall be undertaken by the Board without the prior approval of the General Assembly; and provided that no bonds shall be issued and sold at a price which will yield to maturity, computed according to standard tables of bond values, a return at the interest rate specified therein in excess of six per cent per annum. Such bonds shall be payable solely and only from the revenues derived from the operation of any such building or buildings acquired, completed, constructed or equipped with the proceeds of such bonds, and shall be secured by a pledge of sufficient of the revenues of any such building or buildings so acquired, completed, constructed or equipped as herein provided.

Such bonds shall have all the qualities of negotiable instruments under the Law Merchant and the Negotiable Instruments Law.

Said Board of Trustees shall have power from time to time to execute and deliver trust agreements hereunder to a bank or trust company authorized by the laws of this State or of the United States of America, to accept and execute trusts in the State. Such trust agreements may contain any provision for the deposit with the Trustee thereunder and the disposition of the proceeds of the bonds issued under the provisions of this Act and secured thereby, and such provisions for the protection and the enforcement of the rights and remedies of said Trustee and the holders of such bonds as the Board of Trustees may approve.

Section 2. All such bonds shall be signed by the President and any two members of the Board of Trustees and shall have the seal of the University affixed thereto and attested by the Secretary of such Board of Trustees, and in case any officer or member of the Board of Trustees who shall have signed or attested any such bonds shall cease to be such officer, or member of the Board of Trustees, before such bonds shall have been actually issued by the Board of Trustees, such bonds may nevertheless be validly issued by said Board. Said Board of Trustees may provide for registration as to principal of any of such bonds. All interest coupons shall be authenticated by the facsimile signature of the Treasurer of the University of Illinois. Such bonds shall in no case be or become a charge or debt against the State of Illinois or the Board of Trustees of the University of Illinois, and such fact shall be plainly stated on the face of each bond.

Section 3. In the execution and determination of the objects and purposes herein set forth the Board of Trustees of the University of Illinois shall have power to adopt means and methods reasonably calculated to accomplish such objects and purposes.

Section 4. Upon the determination by the Board of Trustees to complete, construct, or equip any student social center, student residence hall or building or buildings, or to pay and terminate any trust created by and between the Board of Trustees and any person, firm or corporation pursuant to any existing law involving any building used by the University for student social activities, student residence halls, or educational purposes, or to reacquire any property or interest in property used by said University for student social activities, student residence halls or educational purposes and conveyed in trust by said Board of Trustees pursuant to any existing law, the Board of Trustees shall adopt a resolution describing in a general way the contemplated project, the estimated cost thereof, and fix the amount of bonds, the maturity or maturities, the interest rate, and all details in respect thereof. Such resolution shall contain such covenants and restrictions upon the issuance of additional bonds that may thereafter be issued payable from the rents, issues and profits derived from the operation of any building or buildings as may be deemed necessary or advisable for the assurance and payment of the bonds thereby authorized, and such resolution shall pledge for the maintenance and operation of any such building or buildings and for the payment of the principal of and interest upon such bonds, the revenues derived from the operation thereof.

Section 5. Whenever bonds are issued by the Board of Trustees, as provided in this Act, it shall be the duty of such Board to establish a charge or fee for the use of any such building or buildings sufficient at all times to pay maintenance and operation costs and principal of and interest on such bonds, and all revenues derived from the operation thereof shall be set aside in a separate account and fund which shall be used only in paying the cost of maintenance and operation, and paying the principal of and interest upon the bonds issued for the purpose or purposes set forth and described in the resolution authorizing the issue of said bonds, and such charges or fees shall be sufficient at all times for such purposes.

Section 6. Any holder of a bond, or any of the coupons of any such bonds, issued under this Act, may either in law or in equity, by suit, action, mandamus or other proceeding enforce and compel the performance of all duties required by this Act, including establishment of sufficient fees or charges for use of any such building or buildings and the application of the income and revenue thereof, and it shall be the duty of the Board of Trustees upon the issuance of any such bonds, to establish by resolution from time to time the fees or charges to be made for the use of any such building or buildings, which fees or charges shall be adjusted from time to time in order to always provide sufficient income for maintenance and operation and payment of the principal of and interest on such bonds issued as provided for in this Act.

Section 7. Nothing herein contained shall be construed as a limitation upon or restriction of the powers of the Board of Trustees of the University of Illinois under any law which is now in force, or which may hereafter be enacted.

Section 8. If any clause, sentence or provision in this Act shall be declared invalid, such invalidity shall not affect any other clause, sentence or provision of this Act, it being the intention of the legislature to enact such other clause, sentence or provision in any event.

Section 9. Because it is not possible to predict how long the present advantageous conditions for marketing issues of new securities will continue, and because the deadline for calling certain bond issues which may be refinanced under the provisions of this Act is May 31, 1941, therefore an emergency exists and this Act shall take effect immediately upon its passage.

Approved May 27, 1941

DWIGHT H. GREEN

Governor

ELMER J. SCHNACKENBERG

Speaker, House of Representatives

HUGH W. CROSS

President of the Senate

HOUSE BILL 472

AN ACT to amend Section 6 of "An Act in relation to State finance," approved June 10, 1919, as amended.

Be it enacted by the People of the State of Illinois, represented in the General Assembly:

Section 1. Section 6 of "An Act in relation to State finance," approved June 10, 1919, as amended, is amended to read as follows:

Section 6. (1) The gross or total proceeds, receipts and income of all industrial operations at the several State institutions and divisions under the direction and supervision of the Department of Public Welfare of the State of Illinois shall be covered into the State treasury into a special fund to be known as "The Working Fund." "Industrial operations," as herein used, shall mean and include the operation of such State institutions producing, by the use of materials, supplies and labor, goods, or wares or merchandise to be sold.

(2) The gross amount of money received by the State Normal University, Eastern Illinois State Teachers' College, Western Illinois State Teachers' College, Northern Illinois State Teachers' College and the Southern Illinois State Normal University from whatever source belonging to or for the use of the State, including amounts derived from tuition, Federal aid, operation of dormitories, farms and stores, shall be paid into the State treasury without delay not later in any event than the following day, excluding holidays, after the receipt of the same, without any deduction whatever and shall be covered into a special fund to be known as "The Normal School Income Fund." The General Assembly shall from time to time make appropriations payable from the normal school income fund for the support and improvement of the several State normal schools, provided that each school may retain out of its own receipts the sum of \$100 to be used as a petty cash fund and handled in accordance with the interest system.

(3) The gross or total proceeds, receipts and income of all the several State institutions derived from the Veterans' Administration for the care and treatment of veterans of the World War who are patients or residents in the said State institutions shall be covered into the State treasury into a special fund to be known as "The United States Veterans' Bureau Fund."

(4) All fees and other money received by the Division of Highways of the Department of Public Works and Buildings shall, upon being paid into the State treasury, be placed in the road fund.

(5) The gross amount of money received by the University of Illinois from whatever source, belonging to or for the use of the State, other than from endowment or trust funds, and other than funds from Federal aid including amounts derived from tuition, student fees, operation of dormitories, farms and stores, shall be paid into the State treasury without delay not later in any event than ten days after the receipt of same, without any reduction whatever and shall be covered into a special fund to be known as the "University Income Fund." The General Assembly from time to time shall make appropriations payable from the University Income Fund for the support, operation and improvement of the University of Illinois.

Provided that the University of Illinois may retain a working cash fund of not more than \$100,000 from which vouchers may be paid by it, which fund shall be reimbursed from time to time by the State Auditor by warrants against appropriations to the University of Illinois on the presentation of proper vouchers certified in the manner required for University of Illinois vouchers, with itemized receipted bills attached covering payments made from the working cash fund hereby created.

Provided, further, that the University of Illinois may retain in its own treasury out of its own receipts and collections, such a sum not exceeding in the aggregate annually one hundred thousand dollars (\$100,000), as may be necessary in the performance of any contract or undertaking with the United States in connection with any grant, advance, loan or contract for the erection of a building or buildings under House Joint Resolution 117, making appropriations for relief purposes, approved by the President April 8, 1935, and pursuant

to authorization given the Board of Trustees of the University of Illinois by the General Assembly of this State, to enter into contracts with the United States for such purposes.

Provided, further, that the university may retain in its treasury, any funds derived from rentals, service charges and laboratory and building service charges or other sources, assessed or obtained for or arising out of the operation of any building or buildings and pledged to discharge obligations created in order to complete or operate such building, or for the payment of revenue bonds issued under the provisions of "An Act to authorize the Board of Trustees of the University of Illinois to provide for the payment and termination of any trust created by and between the Board of Trustees and any person or corporation pursuant to any law involving any building used by said University for student social activities or educational purposes, or for the acquiring or reacquiring of property or interest in property used by said University for student social activities or educational purposes and conveyed in connection with the creation of such trust by said Board of Trustees pursuant to any existing law, levy and collect service charges, rates or rentals for the use thereof, to complete the construction of or equip any such buildings, defining the duties of said Board with respect to operation and maintenance and construction thereof, and providing for and authorizing the issue of bonds to defray the cost thereof payable solely from the revenues derived from the operation of any such building or buildings and for the refunding of any such bonds," passed by the Sixty-second General Assembly of the State of Illinois, to be disbursed from time to time pursuant to the order and direction of the Board of Trustees of such University, and in accordance with any contracts, pledges, trusts or agreements heretofore or hereafter made by said Board of Trustees.

Section 2. Since it is not possible to predict how long the present advantageous conditions for marketing issues of new securities will continue and since this Act is necessary to make possible the refinancing of securities heretofore issued in connection with the construction of buildings at the University of Illinois, and since the deadline for calling certain bond issues for refinancing, which this amendment will effect is May 31, 1941, therefore an emergency exists and this Act shall take effect upon its passage.

Approved May 27, 1941
DWIGHT H. GREEN
Governor

ELMER J. SCHNACKENBERG
Speaker, House of Representatives
HUGH W. CROSS
President of the Senate

REFINANCING OF BONDS

At this point, the Secretary presented a form of record of the actions of a meeting of the Board relative to the refinancing of the Medical and Dental College Building bonds, prepared by attorneys representing Charles K. Morris and Company, Inc., and Chapman and Cutler. All motions were made and seconded, votes taken, actions of officers authorized, and resolutions adopted as shown in this record.

Minutes of an adjourned regular meeting of the Board of Trustees of the University of Illinois, held at the Abraham Lincoln Hotel, in Springfield, Illinois, at two o'clock, p.m., on the 27th day of May, 1941.

The President called the meeting to order and directed the Secretary to call the roll.

Upon roll call the following Trustees answered present: President Cleary, Mr. Adams, Mr. Davis, Mr. Forno, Mr. Jensen, Mr. Karraker, Mr. Livingston.

The following Trustees were absent from the meeting: Mr. Green, Mrs. Grigsby, Dr. Meyer, Mr. Wieland.

The Finance Committee presented their report on the result of the bidding for the proposed issue of Nine Hundred Twenty-one Thousand Dollars (\$921,000.00) Medical, Dental, and Pharmacy Building Revenue Bonds, which is as follows:

*To the Board of Trustees
University of Illinois*

GENTLEMEN:

The undersigned Finance Committee of the Board of Trustees of the University of Illinois, pursuant to the authorization granted to the Finance Committee by the Board of Trustees on May 15, 1941, to receive bids for the purchase of the above described bonds and bids received which are as follows:

The bid received from Harris, Hall, Inc. and associates for the above described bonds was as follows:

Price: par and accrued interest, and in addition a premium of Two Thousand Nine Hundred Twenty Dollars (\$2,920.00); Interest rate of two and one-half per cent ($2\frac{1}{2}\%$) per annum on bonds maturing from November 1, 1941, to November 1, 1949, inclusive. Interest rate of two and one-fourth per cent ($2\frac{1}{4}\%$) per annum on bonds maturing from May 1, 1950, to May 1, 1954; which produced a total net interest cost of One Hundred Forty-eight Thousand Three Hundred Ninety-four and $83/100$ Dollars (\$148,394.83), or an effective interest rate of 2.309103%.

The bids received from C. W. McNear & Co. and associates for the above described bonds were as follows:

Bid No. 1: Price: par and accrued interest, and in addition to premium of Twenty-six Dollars (\$26.00); Interest rate of two and three-fourths per cent ($2\frac{3}{4}\%$) per annum on bonds maturing from November 1, 1941, to November 1, 1949, inclusive. Interest rate of two and one-fourth per cent ($2\frac{1}{4}\%$) per annum on bonds maturing from May 1, 1950, to May 1, 1952, inclusive; Interest rate of two and one-half per cent ($2\frac{1}{2}\%$) per annum on bonds maturing from November 1, 1952, to May 1, 1954, inclusive; which produced a total net interest cost of One Hundred Sixty-two Thousand Three Hundred Ninety-two and $4/100$ Dollars (\$162,392.04), or an effective interest rate of 2.526916%.

Bid No. 2: Price: par and accrued interest, and in addition a premium of Three Thousand Four Hundred Sixty-nine Dollars (\$3,469.00); Interest rate of two and three-fourths per cent ($2\frac{3}{4}\%$) per annum on bonds maturing from November 1, 1941, to November 1, 1949, inclusive; Interest rate of two and one-half per cent ($2\frac{1}{2}\%$) per annum on bonds maturing from May 1, 1950, to May 1, 1954, inclusive; which produced a total net interest cost of One Hundred Sixty-three Thousand Nine Hundred Thirteen and $4/100$ Dollars (\$163,913.04) or an effective interest rate of 2.55056%.

The bids received from The Milwaukee Company and associates were as follows:

Bid. No. 1: Price: par and accrued interest, and in addition a premium of Six Thousand One Hundred Dollars (\$6,100.00); Interest rate of two and one-fourth per cent ($2\frac{1}{4}\%$) per annum on the entire issue of bonds; which produced a total net interest cost of One Hundred Thirty-eight Thousand Four Hundred Ninety-two and $26/100$ Dollars (\$138,492.26) or an effective interest rate of 2.15507%.

Bid No. 2: Price: par and accrued interest, and in addition a premium of One Thousand One Hundred Dollars (\$1,100.00); Interest rate of two and one-fourth per cent ($2\frac{1}{4}\%$) per annum on bonds maturing from November 1, 1941, to November 1, 1949, inclusive; Interest rate of two per cent (2%) per annum on bonds maturing from May 1, 1950, to May 1, 1954, inclusive, which produced a total net interest cost of One Hundred Thirty-four Thousand One Hundred Forty-five and $31/100$ Dollars (\$134,145.31), or an effective interest rate of 2.087424%.

Upon consideration of the bids your Finance Committee finds that the bid of The Milwaukee Company, designated as The Milwaukee Company Bid No. 2, is the best bid and recommends the award of the bonds to The Milwaukee Company.

Respectfully submitted,

O. M. KARRAKER
DR. KARL A. MEYER
CHESTER R. DAVIS

Finance Committee

Trustee Karraker moved that the report of the Finance Committee be approved and that the Board award the said bonds to The Milwaukee Company, in accordance with their said Bid No. 2, that is to say:

Price: par and accrued interest, and in addition a premium of Eleven Hundred Dollars (\$1,100.00); Interest rate of two and one-fourth per cent ($2\frac{1}{4}\%$) per annum on bonds maturing from November 1, 1941, to November 1, 1949, inclusive; Interest rate of two per cent (2%) per annum on bonds maturing from May 1, 1950, to May 1, 1954, inclusive.

Trustee Davis seconded the motion. After due consideration the President directed the Secretary to call the roll and vote upon the motion, and upon roll call said resolution was adopted by the following aye and nay votes: ayes, Mr. Adams, Mr. Cleary, Mr. Davis, Mr. Fornof, Mr. Jensen, Mr. Karraker, Mr. Livingston; nays, none.

Whereupon it was declared that the motion was carried and the bonds awarded to The Milwaukee Company.

Trustee Livingston then offered and read a resolution entitled:

Resolution authorizing and providing for the termination of an existing trust between the University of Illinois Foundation, a corporation duly organized under the laws of the State of Illinois, and the Board of Trustees of the University of Illinois, and to reacquire the interest in the Medical, Dental, and Pharmacy Building conveyed to said Foundation pursuant to said existing trust, and authorizing the issue of \$921,000 Medical, Dental, and Pharmacy Building Revenue Bonds for the purpose of defraying the cost of terminating said trust and reacquiring the interest in said property conveyed pursuant to said trust, prescribing all the details of said bonds, and providing for the collection, segregation and distribution of the revenues of said Medical, Dental, and Pharmacy Building for the purpose of paying the cost of maintenance and operation of said building, and payment of the principal of and interest on said revenue bonds.

After due consideration thereof, Trustee Livingston made a motion that said resolution be adopted, which motion was seconded by Trustee Fornof, and upon roll call said resolution was adopted by the following aye and nay votes: ayes, Mr. Adams, Mr. Cleary, Mr. Davis, Mr. Fornof, Mr. Jensen, Mr. Karraker, Mr. Livingston; nays, none.

Trustee Fornof then offered and read a resolution entitled:

Resolution establishing a charge or fee for the Medical, Dental, and Pharmacy Building and its facilities, located at 808 South Wood Street, Chicago, Illinois. [See page 297.]

After due consideration thereof Trustee Fornof made a motion that said resolution be adopted, which motion was seconded by Trustee Jensen, and upon roll call said resolution was adopted by the following aye and nay votes: ayes, Mr. Adams, Mr. Cleary, Mr. Davis, Mr. Fornof, Mr. Jensen, Mr. Karraker, Mr. Livingston; nays, none.

Trustee Jensen then offered and read the following resolution:

Resolved, that Trustees Chester R. Davis and Karl A. Meyer be and they are hereby designated and directed to execute the proposed Medical, Dental, and Pharmacy Building Revenue Bonds, together with the President and Secretary of the Board of Trustees of the University of Illinois, as required by the resolution heretofore adopted authorizing the issue of said bonds.

After due consideration thereof Trustee Jensen made a motion that said resolution be adopted, which said motion was seconded by Trustee Karraker, and upon roll call said resolution was adopted by the following aye and nay votes: ayes, Mr. Adams, Mr. Cleary, Mr. Davis, Mr. Fornof, Mr. Jensen, Mr. Karraker, Mr. Livingston; nays, none.

Trustee Fornof then offered and read the following resolution:

Resolved, that the President, Secretary, and Treasurer of the Board of Trustees of the University of Illinois be and they are each and all of them hereby authorized and directed to execute all instruments, papers, and documents necessary or convenient to accomplish the issuance of the \$921,000 Medical, Dental, and Pharmacy Building Revenue Bonds and the reacquiring and revesting of all of the trust property held by the University of Illinois Foundation, as Trustee under that certain Trust Agreement dated April 7, 1936, and known as the Medical and Dental College Building Trust, in the University of Illinois, and that the Treasurer is authorized and directed to deposit the proceeds of the sale of said bonds including premium in the Revenue Fund Account of the University of Illinois Foundation, as Trustee under the said Medical and Dental College Building Trust.

After due consideration thereof Trustee Fornof made a motion that said resolution be adopted, which motion was seconded by Trustee Jensen, and upon roll call said resolution was adopted by the following aye and nay votes: ayes, Mr. Adams, Mr. Cleary, Mr. Davis, Mr. Fornof, Mr. Jensen, Mr. Karraker, Mr. Livingston; nays, none.

.

Other business not pertinent to the issuance of the bonds.

.

Thereupon, there being no further business to be presented to the Board of Trustees of the University of Illinois, it was moved by Trustee Jensen and seconded by Trustee Fornof that the meeting be adjourned. Upon roll call, said motion was duly adopted, and the meeting declared adjourned.

STATUS OF APPROPRIATION BILLS FOR BIENNIAL BUDGET

At this point, President Willard reported that he had received a message to the effect that the Senate Committee on Appropriations, in considering the appropriations requested by the University, had sent a special committee to Governor Green to ask what action he would take if the bill were passed as introduced, carrying a total above that recommended by the Budgetary Commission, and that the Governor had informed the special committee that he would in that event veto sufficient items to reduce the appropriation to the amount recommended by the Budgetary Commission.

Mr. Livingston offered a motion that the Board approve an amendment of its appropriation bill to reduce the amount to that recommended by the Budgetary Commission.

During the discussion, President Cleary read letters from three former presidents of the Board of Trustees stating that in their opinion it was the duty and prerogative of the Board to request from the General Assembly such appropriations as in its opinion were necessary for the proper operation and maintenance of the University, and to support such requests to the best of its ability.

On roll call, Mr. Livingston's motion received the following vote: Aye, Mr. Davis, Mr. Livingston; no, Mr. Adams, Mr. Cleary, Mr. Fornof, Mr. Jensen, Mr. Karraker, Mr. Wieland; absent, Mr. Green, Mrs. Grigsby, Dr. Meyer. The Chair declared the motion lost.

The Board adjourned, to meet on call of the President.

H. C. CUNNINGHAM
Secretary

JAMES M. CLEARY
President