

MINUTES OF THE MEETING
of the
FINANCE COMMITTEE OF THE
STATE BOARD OF AGRICULTURE

April 19, 1956

The meeting of the Finance Committee was held at Kellogg Center starting with dinner at 6 p.m. The following members were present:

Messrs. Akers, Baker, Brody, Rouse, Smith; President Hannah, Treasurer May and Secretary McDonel

Absent: Mr. Mueller; Dr. Taylor

1. On motion of Dr. Smith, seconded by Mr. Rouse, it was voted to approve the recommendations of Mr. Cress and Scudder, Stevens, and Clark for the purchase and sale of securities at market value and Mr. Philip J. May, Treasurer, is hereby authorized to execute any and all certificates to effectuate and carry out the sale of said securities.

Finance
Committee
Recommendations

<u>Pension and Retirement Fund</u>			<u>Approx.</u>	<u>Principal</u>	<u>Income</u>	<u>Yield</u>
<u>Shares</u>	<u>Security</u>		<u>Price</u>			
In order to improve individual values, recommend selling:						
1,000	Pacific Gas & Electric	\$2.20	53	\$53,000	\$2,200	4.1%
420	Pittsburgh Plate Glass	2.50	90	37,800	1,050	2.7
				90,800	3,250	
and purchasing:						
200	American Natural Gas (Holding 600)	2.20	62	12,400	440	3.5
200	Merck & Company (Holding 1,300)	.80	28	5,600	160	2.9
1,600	Tampa Electric	1.00	28	44,800	1,600	3.6
	Hold for future investment			28,000		
				90,800		

Spartan Fund

Recommend purchasing with cash of \$3,000:

40	National Steel	4.00	75	3,000	160	5.3
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Consolidated Investment Fund

Recommend canceling the limit order to purchase 160 Ohio Oil at 40 or better.

For the March and April stock purchase programs totaling about \$12,000, selling to the Pension and Retirement Fund for Cash:

12,000	U. S. Savings Bonds Series "G"*					
	2½-5-1/8 (of \$24,000)		98	11,760	300	

*including \$6,000 recommended for March. If sufficient cash not available, make sale in \$13,000 amount,

and purchasing:

100	C.I.T. Financial Corp.	2.65	46	4,600	265	5.7%
40	Deere & Company (Holding 160)	1.75	30	1,200	70	5.8
100	Merck & Company (Holding 200)	.80	28	2,800	80	2.9
50	National Steel (Holding 50)	4.00	75	3,750	200	5.3
				12,350	615	

2. On motion of Mr. Akers, seconded by Mr. Baker, it was voted to approve the recommendation of Mr. May and Mr. Cress to authorize the investment of investment funds in a first mortgage bearing 5½% interest on a to-beconstructed building on Grand River Avenue in Detroit between Seven Mile and Eight Mile Roads to be occupied by a Howard Johnson Restaurant and in the amount of \$85,000; all legal documents to be subject to the approval of the Board attorney, Mr. Carr.

3. On motion of Mr. Akers, seconded by Mr. Brody, it was voted to approve, subject to review by the Board attorney, Mr. Carr, the resolution submitted by Mr. Cress covering the term loan agreements and other necessary transactions completing the borrowing of the necessary funds for the addition to the football stadium now under construction. The resolution in full will be included in the official minutes. The amount of this loan is \$400,000 and the interest rate at 2-3/4%

See pages
3610 and 3611
for Resolution
in full.

FINANCE COMMITTEE MEETING, continued

Finance Com-
mittee
Recommendations.

4. On motion of Mr. Akers, seconded by Mr. Rouse, it was voted to approve and authorize payment to the Ann Arbor Trust Company of the following accounts:

a. 176 Units Married Housing	\$1,700,000
3/8 of 1% on \$1,300,000	\$4,875
1/8 of 1% on \$ 400,000	500
	<u>\$5,375</u>

b. Music Building Addition	\$ 400,000
3/8 of 1% on \$ 400,000	\$1,500

In addition to the above fee, there will be expenses of \$942.25 for printing the bonds and \$850 for legal fees.

Ralph H. Young
scholarship
established

5. On motion of Mr. Rouse, seconded by Dr. Smith, it was voted to approve the terms of an option and lease as prepared by Mr. Carr for a 10-acre parcel of land from Mr. Frank Parr.
6. On motion of Dr. Smith, seconded by Mr. Rouse, it was voted to approve the recommendation of the Michigan State University Development Fund, Mr. Keesler, and Assistant Dean Scott authorizing the establishment of Ralph H. Young Scholarships. All funds are to be handled through the Comptroller's Office, and all scholarships are to be awarded through the Scholarship Office.
7. Mr. Varner reported in detail on the actions taken by the Michigan legislature of concern to this Board.
8. On motion of Mr. Brody, seconded by Dr. Smith, it was voted to approve the recommended changes in salaries for faculty and other personnel holding Board appointments as presented by the President. These adjustments are made possible by the action of the legislature providing a total of \$519,465 for salary and wage adjustments for the current fiscal year, and are to be effective as of February 1, 1956. This action does not cover the classified personnel who are to be covered in a separate recommendation to be presented to the Board.

Approval of
salary adjust-
ments for
personnel on
Board appts.

MINUTES OF THE MEETING
of the
STATE BOARD OF AGRICULTURE
April 20, 1956

Present: Messrs. Brody, Chairman; Akers, Baker, Rouse, Smith; Dr. Taylor, President Hannah, Treasurer May and Secretary McDonel

Absent: Mr. Mueller

The meeting was called to order at 10:00 a.m.

The minutes of the March meeting were approved.

SPECIAL MISCELLANEOUS

1. Approval of the Report of the Finance Committee on the preceding pages.

On motion of Mr. Brody, seconded by Mr. Rouse, it was voted to approve the above mentioned Report of the Finance Committee.

2. The following staff promotions are recommended to be effective July 1, 1956:

To Professor
Agriculture:
Gerald Quackenbush-Agricultural Economics
Donald P. Watson - Horticulture

Basic College:
Edward Carlin - Social Science
Thomas H. Greer - Humanities
Alfred Novak - Natural Science
Orden C. Smucker - Social Science
John Winburne - Communication Skills

Business and Public Service:
Walter Adams-Economics
*Ralph Turner-Police Administration

Education:
Lawrence Borosage-Vocational Education
John A. Fuzak - Vocational Education
William Hicks - Teacher Education

To Professor
Wilma Brewer - Foods and Nutrition
Dena F. Cederquist-Foods and Nutrition

Science and Arts:
Robert Brown - History
Richard Dorson - History
Gomer L. Jones - Music
Leonard Jungwirth - Art
Leo Katz - Statistics
Donald Montgomery - Physics and Astronomy
R. Keith Stein - Music
Romeo J. Tata - Music
George B. Wilson - Botany and Plant Pathology

Veterinary Medicine:
Ralph D. Barner - Animal Pathology
W. D. Collings - Physiology and Pharmacology
Walter Mack - Microbiology and Public Health

*Acquires tenure with this promotion.

Approval of
staff promo-
tions to be
effective
July 1, 1956