

MINUTES OF THE MEETING
of the
EXECUTIVE SESSIONS
of the
BOARD OF TRUSTEES
April 19 and 20, 1967

The following members were present: Messrs. Harlan, Hartman, Merriman, Nisbet, Smith, Stevens, Thompson, White; President Hannah and Secretary Breslin.

Absent: No one

The Trustees met in executive session to discuss a variety of items arising out of current discussions of what constitutes conflict of interest on the part of University officers or employees. After prolonged discussion, it was clear that several trustees felt:

Conflict of
interest
policy

1. That membership on Boards of commercial enterprises doing business with or in a position to do business with the University could be subject to possible criticism.
2. That officers and employees should be alert to protect the University from possible criticism arising from ownership or operation of businesses or services catering to those in a position to profit from University business.
3. That Trustees are concerned about actions or inactions that have the possible effect of countermanding or vitiating actions or instructions formally enacted by the Board.

Mr. Harlan moved, seconded by Mr. Merriman, that the President be requested to convey the Board's above-mentioned admonitions and concerns to the officers and employees of the University, and to work out a resolution of such situations wherever they exist.

Unanimously approved.

MINUTES OF THE MEETING
of the
FINANCE COMMITTEE
April 20, 1967

The Finance Committee convened at Kellogg Center at 8.0'clock for breakfast.

The following members were present: Messrs. Harlan, Hartman, Merriman, Nisbet, Smith, Stevens, Thompson, and White; President Hannah, Treasurer May, and Secretary Breslin.

Absent: No one.

1. Investment recommendations from Scudder, Stevens and Clark and Mr. Earl Cress:

Consolidated Investment

Investment
regulations

<u>Amount</u>	<u>Security</u>	<u>Approx. Price</u>	<u>Principal</u>	<u>Income</u>	<u>Yield</u>
Recommend purchasing:					
\$40,000	Federal National Mfg. Assn.	101	\$40,400	\$2,040	5.0%
900 shs.	Parr. Ctfs. 4/6/87 5.10%	18	16,200	900	5.5%
200 shs.	Lone Star Cement (mkg. 2,300)	85	17,000	260	1.5%
	Minnesota Mining & Mfg.		<u>\$73,600</u>	<u>\$3,200</u>	

H. W. & E. A. Klare

Recommend purchasing:					
up to					
25 shs.	Aluminum Co. of America (Making 150)	85	2,125	40	1.9%

Rackham Trust Income

Remit to the University:					
\$34,000	U.S. Treasury 3 7/8s 11/15/68	99	33,660	1,317	3.9%

Retirement Fund

Recommend purchasing:					
up to:					
1,500 shs.	Lone Star Cement (mkg. 6,500)	18	27,000	1,500	5.5%
300 shs	Aluminum Co. of America (mkg. 1,300)	85	<u>25,500</u>	<u>480</u>	1.9%
			<u>\$52,500</u>	<u>\$1,980</u>	