

March 27, 1974

SENATOR BARNETT: Senator Marvel....

PRESIDENT: Senator Marvel is ready to respond to Senator Luedtke's question.

SENATOR BARNETT: OK, I was going to ask him on the same or on the president's discretionary fund, is that what you are talking about?

PRESIDENT: Senator Luedtke.

SENATOR LUEDTKE: It is an auxillary fund, and then maybe Senator Marvel can explain to us what it is.

SENATOR MARVEL: This money is taken from a fund that roughly has \$14,000,000 in it. Now you understand that when you talk about a \$14,000,000 revolving fund that is money in and out and it covers a lot of transactions. This includes Senator Luedtke the money that goes in and out for athletics, for dormitories for the Kellogg Center, and for the Student Union. As near as I can figure out, the rationale of the staff would be that if you are going to take money from the University and you don't do it from the general funds, then this is the logical funds to take it from because the band activities come closer to tieing in with these functions than any others. Now, I have to be fair with you that actually if this amendment is passed, there is no assurance that there is that kind of money left over. So it will have to....they would have to work with these other departments or subdivisions to get the money.

SENATOR LUEDTKE: Alright, a further question Senator Marvel, some of the amounts that have to paid out of the revolving fund then are contractual bond figures and this is a...a.. things that we have agreed to pay by contract to the a...a.. the University has agreed to pay, is that true?

SENATOR MARVEL: Yes, for several reasons and that is that these are self supporting activities.

SENATOR LUEDTKE: Right, so it is possible that this might put the University in the more a..a...in the position that they would have to work around some of the otherproblems to pay this?

SENATOR MARVEL: They may have to work around them, I think that Senator Murphy's argument is that out of \$14,000,000 they possibly could find this kind of money. I'm not speaking for him, but I assume that that is what he is talking about.

SENATOR LUEDTKE: One more question Senator Marvel, if you will. Has this revolving fund been increasing, or has it been decreasing?

SENATOR MARVEL: It has been increasing. I could get you the figures as to how much, but I can answer generally now that it has been increasing.

SENATOR LUEDTKE: The expenditures have been increasing?

SENATOR MARVEL: Also increasing.

PRESIDNET: Senator Barnett.

SENATOR BARNETT: I would like to ask Senator Marvel yield.