

factor that must always be borne in mind is the wage adjustment trend which exists each time renewal of contracts are negotiated.

The President appreciated the concern expressed by the Board regarding salary increases and the Chairman suggested that this subject be included in the agenda of the next meeting of the Board and that Management prepare a full report. The Board agreed to this suggestion.

There being no further questions in connection with the 27th and 28th Finance Committee's reports, Mr. Dunsmore moved, seconded by Mrs. Carter

THAT the report covering the 27th and 28th meetings of the Finance Committee, as distributed to Directors, be adopted. CARRIED.

(Cont'd)

23. Other Matters Arising from Report of Finance Committee

(a) Automobile Insurance - Increase in Liability Limit

Mr. Dunsmore moved, seconded by Mrs. Aitken

THAT Management be authorized to increase the public liability, property damage and passenger hazard coverage, effective immediately, on CBC-owned vehicles and non CBC-owned vehicles from \$200,000 to \$500,000 for an additional premium of \$475 per annum. CARRIED.

(b) Salary Adjustments 1961/62

Mr. Dunsmore moved, seconded by Dr. Lumsden

THAT funds be released to Management amounting to \$770,000 for the purposes of salary adjustments within scales for Supervisory, Confidential and Professional Engineers; ARTEC, NABET, ANG and IATSE bargaining units, and \$125,000 for contract employees for the fiscal year 1961/62. CARRIED.

(c) Revised 1961/62 Capital Budget

Mr. Dunsmore moved, seconded by Mr. Ouimet

THAT the revised 1961/62 Capital Budget of the Canadian Broadcasting Corporation, amounting to \$9,640,000, attached as Appendix II, be approved for submission in accordance with Section 35(1) of the Broadcasting Act and Section 80(2) of the Financial Administration Act. CARRIED.

(d) Revised 1961/62 Operating Budget

Mr. Dunsmore moved, seconded by Mrs. Carter

THAT the revised 1961/62 Operating Budget of the Canadian Broadcasting Corporation, amounting to \$70,418,000, attached as Appendix III, be approved for submission in accordance with Section 35(1) of the Broadcasting Act and Section 80(1) of the Financial Administration Act. CARRIED.

(e) Extension of Agreements with CFRG Gravelbourg and CFNS Saskatoon

Mr. Dunsmore moved, seconded by Mr. Ouimet