

FIDELITY TRUST COMPANY

OF HOUSTON

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Houston, Texas,
April 12, 1927.

HOUSTON NEGRO HOSPITAL

Mr. J. S. Cullinan,
Building.

Dear Sir:

Referring to the status of the Hospital at this time:

1st: The by-laws provide that the Directors shall be nominated annually by the Advisory Committee and be elected by a majority vote of the Board of Directors serving at the time.

2nd: The annual tenure of the present Board will expire July 31, 1926.

3rd: Paragraph "Sixth" of the contract between the City and the Houston Negro Hospital provides:

"First Party and Second Party will enter into a further written agreement providing for the operation and maintenance of said hospital by or before its completion."

4th: While there has been no formal written agreement between the Hospital and the City approving the program of financing in support of the institution that the Advisory Committee has endeavored to inaugurate through the Board of Directors, such has been done with the knowledge and consent of the Mayor and City Council.

5th: Under the provisions of the contract quoted above, the legal responsibility rests on the City Council and Board

Mr. J. S. Cullinan - #2

4/12/27

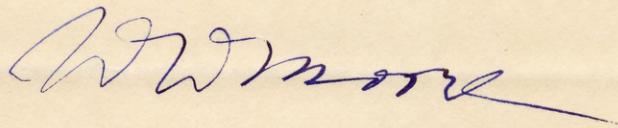
of Directors of the Hospital to work out and agree on a plan of operating and financing the institution.

6th: It is very apparent that the negroes will not be able to make a success of the plan to sell membership certificates sufficient to defray expenses of the institution or any major portion thereof. I am advised that they have an accumulation of funds raised by various methods of donations around \$2500.00.

It seems that it is about time for a report to be made by the Board supported by the Advisory Committee to the Mayor and City Council showing status of the institution, referring to the obligation of the City to enter into an arrangement looking to the support and operation of the Hospital.

This for your information.

Yours truly,



WWM:EL

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