

a period of five years from and after the expiry of the term of office of their predecessors, except as hereinafter provided. Each election shall be made at a meeting convened and conducted according to the ordinary rules and practice of the electing body. The governors may be elected by the several electing bodies either out of their own number or otherwise. Any governor may be re-elected or re-appointed. The first governors shall be elected or appointed as soon as conveniently may be after the date of this Scheme. The clerk or other officer of the governors shall, at least one month before the expiry of the term of office of any governor, give notice to the proper electing or appointing body or person, as the case may be, and the said body or person shall, as soon as conveniently may be after such notice, appoint or elect a governor to hold office from the expiry of said term. Notice to the workmen in Kilncraigs works shall be given by posting in one or more conspicuous places in the works for ten days at least, notices requiring the said workmen to meet at a given hour not earlier than 6 P.M. for the purpose of electing a governor. Any election or appointment not made as aforesaid within three months from the date of this Scheme, or from the date of the notice of expiry of a term of office, or from the date of the notice of a vacancy, as hereinafter prescribed, shall in that case be made by the then existing governors.

4-14. Vacancies; Meetings; Chairman; Quorum and Execution of Deeds; Minutes; Accounts; Business Arrangements; Powers of Sale and Investment; Casual Profits; Audit.

15. First Meeting.—Within two months from the date of this Scheme, a meeting of the governors shall be held upon the summons of the clerk of the School Board of Alloa. At this meeting they shall make arrangements for the conduct of business, and shall elect a chairman; but they shall not at this, or any subsequent meeting, transact any business that is not necessary for the immediate administration of the Endowment until the whole of the first governors are elected or appointed.

16-18. Clauses relating to Transference of Administration and Discharge of Governing Body.

19. Conveyance of School.—The governors shall, on receiving a conveyance from Messrs. John Paton, Son, & Company of a school built and furnished in such a manner as to be capable of accommodating 300 scholars, and fulfilling the conditions required for obtaining a grant from the Scotch Education Department, convey to the said Messrs. John Paton, Son, & Company the school buildings presently occupied by the Endowment, with their site, pertinents, and furnishings.

20. Vested Interests.

Application of Income.

21. Application of Income.—The governors, after paying the necessary expenses of management and the burdens and taxes affecting the Endowment, shall, until they obtain possession of the school to be conveyed to them by Messrs. John Paton, Son, & Company, continue to maintain the school presently maintained by the Endowment in the same manner as at present, and shall, on obtaining possession of the said school, discontinue the present school, and apply the free income of the Endowment in the manner hereinafter provided.

22. Maintenance of School for Half-Time Workers.—The governors shall maintain a school,

to be called the Paton School, in the building to be conveyed to them as aforesaid by Messrs. John Paton, Son, & Company. The subjects taught in the school, and the management thereof, shall be such as may be requisite to obtain a grant from the Scotch Education Department, and the school shall be periodically inspected in such manner as the Scotch Education Department may from time to time prescribe. The governors shall set apart not more than one-half of the accommodation in the said school for the purpose of educating half-time workers under the Factory Acts, and shall provide a curriculum suited for their education. The children of workers in Kilncraigs Factory shall have a preferential right of admission to the rest of the school for education. The governors shall charge such fees as they may find necessary to maintain the school efficiently.

23. Free Scholarships at Public Schools.—The governors may expend a sum of £60 yearly in paying, in whole or in part, the fees of deserving children, with books and stationery, at the Paton School or public or State-aided schools in the burgh of Alloa, whose parents or guardians have been for a year workers in Kilncraigs Factory; but not more than one-third of the amount shall be applied for the benefit of children who have not passed the third standard of the present Scotch Code. These free scholarships shall be awarded on the result of a competitive examination, or as a reward for regularity of attendance, industry, and general merit, and good conduct, all to be ascertained by the report of the teachers, and otherwise as the governors may determine. Any payment under this clause shall be withdrawn in the case of children who fail to give regular attendance or make satisfactory progress at school.

24. Free Scholarships for Half-Time Workers.—The governors may expend a sum of £60 in paying, in whole or in part, the fees, with books and stationery, for half-time workers attending the Paton School. These free scholarships shall be awarded on the result of a competitive examination, or as a reward for regularity of attendance, industry, general merit, and good conduct, all to be ascertained by the report of the teachers, and otherwise as the governors may determine. Any payment under this clause shall be withdrawn in the case of children who fail to give regular attendance or make satisfactory progress at school.

25. School Bursaries.—The governors shall apply an annual sum of £40 in establishing school bursaries, to be called the Paton School Bursaries, each of the yearly value of not less than £5 nor more than £10. These bursaries shall be awarded by competitive examination among pupils attending public or State-aided schools in the burgh of Alloa, but the children of workers who have worked for a year in the Kilncraigs Factory shall be preferred to one-half of the said bursaries, provided they are, in the opinion of the governors, qualified to profit by further attendance at school. All candidates shall have passed the fifth standard of the present Scotch Code, or such standard as may from time to time be fixed by the Scotch Education Department, pursuant to the Education (Scotland) Acts, as that entitling children to total exemption from the obligation to attend school; and their parents or guardians shall either have been workers in the Kilncraigs Factory as aforesaid, or shall be in such circumstances as to