

KHa

32

### FOREWORD

The Material Supporting the Agenda is prepared by the Secretary of the Board and is mailed to each Regent 10 days before the meeting. Items that have not been approved by the Chancellor of course cannot and will not be included in this bound volume. This volume does not include Supplementary Agenda material in all instances since the Secretary oftentimes does not have that material until after the Board meeting, and it would be impossible to keep an accurate record.

Actually, when an item is approved by the Chancellor for consideration, it should be sent to this office so that all material can be prepared regarding it and he can then make his recommendation.

### CONTENTS OF THIS VOLUME 1959-60

<u>Meetings Nos</u>	<u>Dates</u>
584	October 1-3, 1959
585	November 13-14, 1959'
586	January 23, 1960
587	March 11-12, 1960
588	May 13-14, 1960
589	July 1-3, 1960
590 is legal size and is filed separately.	July 13, 1960



THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

Material Supporting

# Agenda

Meeting Date: October 1-3, 1959

Meeting No.: 584

Name: Official Copy

FOR REGENTS' USE - NOTES

1

CALENDAR  
MEETING OF THE BOARD OF REGENTS  
OF  
THE UNIVERSITY OF TEXAS  
October 1-3, 1959

Place: St. Anthony Hotel, San Antonio, Texas

Telephone No.: CA 7-4392

Thursday, October 1

Page No.

8:30 a. m.	Tour of Possible Medical Sites*	
3:00 p. m.	Meeting of the Committee of the Whole** (To receive report from Medical School Consultants re Third Medical School) <u>Cascade Room</u>	96

Friday, October 2

8:30 a. m.	Meeting of the Buildings and Grounds Committee# (Regents Thompson, Hardie, Heath, and McNeese) <u>Room 329</u>	26
	Meeting of the Medical Affairs Committee# (Regents Bryan, Devall, Johnson, and Madden) <u>Room 330</u>	60
10:30 a. m.	Meeting of the Land and Investment Committee# (Regents Johnson, Bryan, McNeese, and Thompson) <u>Room 329</u>	***
	Meeting of the Academic and Developmental Affairs Committee# (Regents Devall, Hardie, Heath, and Madden) <u>Room 330</u>	10

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\*The bus will leave the St. Anthony Hotel from the Travis Street entrance promptly at 8:30 a. m.

\*\*Waiting Room: Mezzanine A.

#Waiting Rooms: Nos. 331 and 332.

\*\*\*See legal size volume Attachment No. 1.

Friday, October 2 (continued)

12:30 p. m.	Luncheon (National Bank of Commerce Bldg., 3rd Floor)	
2:00 p. m.	Meeting of the Committee of the Whole* <u>Cascade Room</u>	96
2:00 p.m.	To receive items referred by the Standing and Special Com- mittees	
3:00 p.m.	To receive special items by President Wilson	
4:00 p.m.	To meet with Administrative Heads individually to consider items on the Agenda of the Com- mittee of the Whole for the re- spective units and to consider emergency items previously cleared with President Wilson for presentation	

Saturday, October 3

8:30 a. m.	Meeting of the Committee of the Whole* <u>Cascade Room</u>	96
9:30 a. m.	Meeting of the Board of Regents* <u>Cascade Room</u>	108

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\*The Board will meet in the Cascade Room, and those waiting to appear before the Board will meet in Mezzanine A.

September 23, 1959

AGENDA  
STANDING AND SPECIAL COMMITTEES  
AND  
COMMITTEE OF THE WHOLE  
October 2, 1959

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2. Excellence Program, Main University	
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1. Main University	
a. Computation Center: Authorization to Consulting Architect to Prepare Preliminary Plans	
b. Sutton Hall: Appropriation for Air-Conditioning and Remodeling Attic	
c. T. U. Taylor Hall (Main Engineering Building): Appropriation for Air-Conditioning and Re- modeling Attic	
d. New Printing Division Building: Ratification of Approval of Preliminary Plans	
e. Drama Building: Ratification of Award of Contract and Appropriation for Demolition	
f. New Parking Lots: Ratification of Award of Contract for Three	
g. Right-of-way and Drainage Channel Easement, Texas Highway Department, Travis County, Texas	
h. Remodeling of Present Printing Division Build- ing for Use as Radio-Television Quarters (For Discussion Only)	
2. Medical Branch	
a. New John Sealy Hospital, Remodeling of Wards 5A and 5B: Authorization to Employ Bernard Johnson and Associates in Connection with Prepara- tion of Mechanical Plans and Specifications	
b. Central Water Chilling Station and Additions to Utility Distribution Systems: Appointment of Mechanical Engineers to Prepare Plans and Specifications	
c. Keiller Building, Repair and Remodeling of: Appropriation for and Authorization to Consulting Architect to Prepare Preliminary Plans	
d. Out-Patient Building, Addition to: Authorization for Consulting Architect to Prepare Preliminary Plans	

3. Texas Western College
  - a. Classroom-Office Building: Approval of Preliminary Plans for and Appointment of Associate Architect
  - b. Warehouse-Shops Building: Authorization for Consulting Architect to Prepare Preliminary Plans
4. Southwestern Medical School
  - Certain Temporary Buildings: Approval of Removal from Former Campus
5. M. D. Anderson Hospital and Tumor Institute
  - Recommendations in Regard to Proposed Additions to Present Building
6. System-Wide Items
  - Appropriation of Proceeds of Permanent University Fund Bonds, Available University Fund Income, and Other Funds to Building Projects Already Authorized and/or Recommended at This Meeting
- C. Land and Investment Committee \*  
(Regents Johnson, Bryan, McNeese, and Thompson)
  1. Permanent University Fund
    - a. Investment Matters
    - b. Land Matters
  2. Trust and Special Funds
    - a. Investment Matters
    - b. Gift Bequest and Estate Matters
    - c. Real Estate Matters
  3. Items for Discussion Only
- D. Medical Affairs Committee 60  
(Regents Bryan, Devall, Johnson, and Madden)
  1. Medical Branch
    - a. Change in Title of Executive Director
    - b. Request for Additional Grants from The Sealy and Smith Foundation
    - c. Report of Informal Meeting with The Sealy and Smith Foundation (concerning funds the foundation is willing to make available for buildings, furnishings, and equipment)
    - d. Utilization of the Old John Sealy Hospital (Discussion Only)
    - e. Proposals Relating to Teaching Programs of Nursing
    - f. Temporary Removal of 70 Psychiatric Patients to Faculty Housing Building
  2. Southwestern Medical School
    - a. Report on Part-Pay Psychiatric Teaching Service
    - b. Fraternity Housing and Other Types of Student Housing (Discussion Only)

3. Policy Relating to Deposits Made by Applicants for Admission to Medical Branch and Southwestern Medical School
4. Policy, Admission of Non-Resident Students to Medical and Dental Units

## II. Committee of the Whole

96

- A. Report of Consultants re Available Facilities and Sites, Third Medical School (Thursday, October 1, 3:00 p. m.)
- B. Items Referred Either for Action or for Information by: (Friday, October 2, 2:00 p. m.)
  1. Academic and Developmental Affairs Committee (Committee Chairman Devall)
  
  2. Buildings and Grounds Committee (Committee Chairman Thompson)
  
  3. Land and Investment Committee (Committee Chairman Johnson)
  
  4. Medical Affairs Committee (Committee Chairman Bryan)
- C. Special Items
  1. Fire and Extended Coverage Insurance
  2. Adjustment in Payment to Ex-Students' Association for Services
  3. Projected Conference on Taxation (Discussion Only)
  4. Revision of Rules and Regulations, Board of Regents
  5. Faculty Participation in Drafting Bills for Legislature



- D. Items Relating to Component Units (Administrative Head to be present for consideration; any items not on final agenda must be of emergency nature and previously cleared through the President for presentation) Friday, October 2, 4:00 p.m.
1. Main University (Doctor Ransom)
  
  2. Texas Western College (Doctor Smiley)
  
  3. Medical Branch (Doctor Truslow)
  
  4. Dental Branch (Doctor Olson)
  
  5. M. D. Anderson Hospital and Tumor Institute (Doctor Clark)
  
  6. Southwestern Medical School (Doctor Gill)
  
  7. Postgraduate School of Medicine (Doctor Taylor)

September 23, 1959

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AGENDA  
MEETING OF THE BOARD OF REGENTS  
OF  
THE UNIVERSITY OF TEXAS  
SAN ANTONIO, TEXAS  
ST. ANTHONY HOTEL  
October 3, 1959  
Telephone: CA 7-4392

Place: Cascade Room

Date and Time: Saturday, October 3, 1959, 9:30 a. m.

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September 23, 1959



I Academic and Developmental  
Affairs Committee

*Hardie*

ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

Date: October 2, 1959

Time: 10:30 a. m.

Place: Room 330, St. Anthony Hotel

Members: Mrs. Devall, Chairman  
Mr. Hardie  
Mr. Heath  
Mr. Madden

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2. Excellence Program, Main University	23

A. ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

1. SCIENCE PROGRAM, MAIN UNIVERSITY. --Since there was no detailed discussion of the proposal for nuclear physics at the last meeting and since there is no definitive recommendation at this time, copies of the following are on the pages indicated:
  - a. Letter from Vice-President Dolley to President Wilson Page 12
  - b. Proposal from Vice-President Ransom to President Wilson Page 14
  - c. Copy of Proposal Page 15  
(For your convenience and in order that the proposal will be in the bound volume Material Supporting the Agenda, a copy of the proposal as sent to you in July is included.)

THE UNIVERSITY OF TEXAS  
OFFICE OF THE PRESIDENT  
AUSTIN 12

September 21, 1959

Dr. Logan Wilson  
President  
The University of Texas

Dear Dr. Wilson:

This statement is not intended to be in opposition to Dr. Ransom's recommendation but rather to sound a note of caution, because very large amounts of money are involved. I am not a natural scientist, and I know practically nothing about nuclear physics. However, some twelve years ago I did take an active part in an earnest effort to initiate a superior program in nuclear physics on the campus. In that endeavor, I visited several universities and interviewed quite a number of physicists.

At that time, we were told uniformly that if we wanted to get into nuclear physics in a big way we should build a cyclotron or a betatron and not a Van de Graaf machine. We were advised that the latter equipment would permit nothing more than elementary work in the field. Because we did not have the five to ten million dollars then required for a cyclotron or a betatron, we settled for a Van de Graaf machine, and that is the equipment referred to in Dr. Ransom's memorandum.

During the intervening years, I am certain that many improvements have been effected, and it is quite possible that the suggested Van de Graaf machine is the best teaching and research equipment now available in this field. I simply do not know.

As between a narrow program directed at nuclear physics alone and a broad improvement program directed at the whole natural science field, I would definitely prefer the latter. However, I do not believe that it will be possible to finance the broad program envisioned by Dr. Ransom from University resources. At least half of this money must be obtained from outside sources via gifts and grants. Financing only the nuclear physics project during the next three years will pose real problems. Construction projects already approved and to be considered at this meeting of the Board will require all building funds available during the current fiscal year plus some six million dollars more which must be raised from the sale of a bond issue next summer.

I believe strongly that at this meeting the Board should take no definitive action other than to express approval or disapproval of the general idea of Dr. Ransom's proposals. If the Board should favor the nuclear physics project, either alone or as a part of a larger program, I believe that the University administration should be directed to prepare a detailed, specific recommendation to be presented at a later

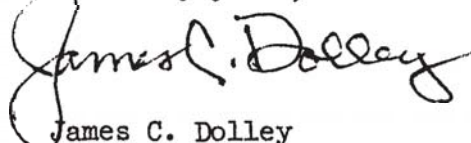


September 21, 1959

meeting of the Board. This recommendation should include the best possible estimates of construction and equipment costs, a time schedule indicating probable disbursements, and the sources of funds for the project. It should also include a proposed site for the new building and our best estimate of the annual operating budget which will be required to make use of the new facility. Further, it should indicate the impact which this project will have on the long-range building program of the University which at present makes no provision for this structure and equipment.

All of this will require time, of course, but I do not believe that a sound decision can be made until this information is at hand.

Sincerely yours,



James C. Dolley  
Vice-President  
for Fiscal Affairs

JCD:js

THE UNIVERSITY OF TEXAS  
OFFICE OF THE VICE-PRESIDENT AND PROVOST  
MAIN UNIVERSITY  
AUSTIN 12

September 18, 1959

Dr. James C. Dolley  
Acting President

Dear Dr. Dolley:


This being the deadline for submission of material to be considered at the next regular meeting of the Regents, I am calling your attention to the proposal concerning Science Development submitted through a letter to President Wilson dated July 17, 1959.

On review of this letter, copies of which were distributed to the Regents in July, I find little to change and little to add. I did not hear the Board's discussion of the matter.

Everywhere, scientific development goes pell-mell. My suggestion in the general recommendation forwarding the proposal of a \$2,500,000 nuclear sciences establishment at the University still seems to me sensible. If we are to have this kind of development--and we should have it if the University is to attain any sort of real eminence--we should not thrust in one field alone. Hence the proposal that the administrative staff's recommendation that you approve for official action of the Regents the nuclear sciences establishment be generalized. We do need this center (the \$2,500,000 cost being spread over the next two or three years). We need even more an aggressive scientific development behind it. A \$12,500,000 program for improvement of scientific research (including the engineering sciences) would also be spread (1959-1963). It would not be charged as a mere Available Fund expenditure but rather enlist all our present agencies (including the growing Federal development, foundations internal and external, state industry).

I assume that the Regents can consider alternatives here: (1) \$2,500,000 for nuclear sciences and (2) \$12,500,000 for scientific development, including \$2,500,000 for nuclear sciences.

Sincerely yours,



H. H. Ransom

THE UNIVERSITY OF TEXAS  
OFFICE OF THE VICE-PRESIDENT AND PROVOST  
MAIN UNIVERSITY  
AUSTIN 12

July 17, 1959

Dr. Logan Wilson  
President  
The University

Dear President Wilson:

Submitted herewith is a general memorandum concerning development of nuclear physics at the University.

This memorandum is based upon a request made by Professors Kinsey and Hudspeth, supported by the entire Physics Department, by the Dean of Arts and Sciences, and by both graduate Deans, Dr. Whaley and Dr. Hackerman. The sense of the recommendation--prompt and notable expansion of the work in nuclear physics--was approved by the general administrative staff meeting at which you presided.

In presenting this recommendation for the Regents, I am following the suggestion that a pro-and-con form be used. I am also adding a separate comment which I think is pertinent to the development of science in general at the University.

ARGUMENTS IN FAVOR OF THE PROPOSAL

1. The importance of nuclear physics in the modern world is, of course, obvious. In recent months both Georgia and Florida have entered this field with appropriations similar to the one requested here (but for programs quite different).
2. It is the opinion of all physicists at Texas, the deans concerned, and consultants at Rice and in the AEC that the proposal does in fact point the way for logical development at Texas.
3. Such a program would attract younger scientists to the University.
4. The program would strengthen work in other sciences--notably Chemistry.
5. The program would not conflict with other developments in the state (specifically those at A. and M. and Rice).

Dr. Logan Wilson

-2-

July 17, 1959

6. It is likely that Texas industry would benefit from the program and encourage it--perhaps by actual financial support. Within the past two months the power companies of Texas and Chance-Vought have both expressed interest in our plans for nuclear studies.
7. Government support might be expected after the University program has been expanded. We have already received Government support in this field at least commensurate with the University's current development.

#### ARGUMENTS AGAINST THE PROPOSAL

1. The main hesitation about this development concerns its cost. The suggestion that another sort of development in physics might cost much less does not seem valid. The suggestion that the \$2,500,000 might be spread across the sciences or located in several departments seems likelier to achieve a general betterment than real excellence.
2. There has been some concern about whether Dr. Kinsey and Dr. Hudspeth would certainly stay here to direct the work. They have assured us that they will.
3. There has been some question as to whether this kind of money could not be obtained from the Government or industry without initial large expenditure by the University. Experience elsewhere seems to indicate that no such initial support could be expected.

#### SEPARATE RECOMMENDATION

The administration staff having recommended this physics project, I would like to put the proposal in the general frame of our scientific development.

I doubt that spreading \$2,500,000 among the sciences here will buy real distinction. This being true, it seems to me that the nuclear physics program now proposed should be made part of a \$12,500,000 (five-area) program to be called the Scientific Development Program. It would be supported by (1) funds drawn from the University's own resources, (2) industrial, foundation, and individual sources in Texas, (3) national foundations and federal agencies of the sort already supporting the University on a smaller scale.

Such a program would need the most energetic support of the Development Board. It would be easier, on the whole, to justify than the "one-shot"

Dr. Logan Wilson

-3-

July 17, 1959

arrangement by which nuclear physics alone received such singular support in the next two years. The total "scientific development" fund is at once more moderate and more likely to attract support than the single-discipline project.

Sincerely yours,



H. H. Ransom

HHR:bg

Attachment

## MEMORANDUM ON PROPOSAL FOR NUCLEAR PHYSICS

## DEVELOPMENT AT THE MAIN UNIVERSITY

- I. There are three primary areas in nuclear physics:
- A. Neutron and reactor physics. (Includes the interaction of neutrons with matter, the study of problems associated with production of power by fission, and the production of radio-isotopes on a routine basis.)
  - B. "Strange particle" physics (and cosmic rays). (Concerned with the production and properties of the short-lived "elementary particles" which can be produced by nuclear machines of extremely high voltages, or by cosmic rays.)
  - C. Physics of nuclear reactions and nuclear models. (This includes particle-induced reactions at controlled energies, nuclear spectroscopy and the nature of nuclear forces.)
- II. We now have at The University of Texas:
- A. Equipment: 3.5 Mev Van de Graaff generator, auxiliary apparatus, and some equipment for special studies. Total commercial value (exclusive of buildings) is about \$500,000.
  - B. Faculty: Two senior professors with direct interest in nuclear work involving the Van de Graaf machine; two or three others with related interests.
  - C. AEC Support: This support, beginning now its tenth year, has been almost the only support given directly to nuclear physics at The University of Texas. (\$456,530.32 in ten years.)

III. Graduate Studies in Nuclear Physics at Texas:

Since 1950:

54 students have worked in nuclear physics through appointments in the Nuclear Physics Laboratory. (This includes work supervised by Hudspeth, Hughes, Little, Millett, Ivash, and Grosskreutz.)

26 of these students have worked directly with the Van de Graaff generator.

28 students have received Ph. D. degrees in connection with research mentioned above.

M. A. degrees not recorded here.

In the period 1954-1959, 19 students received Ph. D. degrees for work performed in the Van de Graaff Laboratory. Five Ph. D. degrees were granted during the academic year 1958-59 for work performed in the Van de Graaff Laboratory.

IV. There is only one possibility at Texas for immediate expansion of nuclear facilities:

This is C in No. I above, viz.: the field of nuclear reactions and nuclear models. For this purpose, a special cyclotron, a linear accelerator, or a Tandem Van de Graaff machine would be valuable.

However, of these three types of machines, only the Tandem Van de Graaff is generally proved and commercially available. Such a machine would very

significantly extend the range over which nuclear properties may be studied. We already have experience and some recognition in this field

(at lower energies); furthermore, this type of machine is unsurpassed for the training of graduate students as well as for research in fundamental properties of nuclei.

V. Needed Facilities

Cost Summary

A. Building.

A laboratory building for housing the Tandem Van de Graaff generator as well as the generator which we now have should be constructed on the campus. It should contain several target rooms, control rooms, counting rooms, preparation rooms, and complete research facilities for six to eight faculty members, and technicians. It should also have space for a shop and for assembly and test of electronic equipment. The estimated floor space is 30,000 square feet. Total estimated cost of building, with adequate shielding against radiation. . . . . \$1,000,000.

B. Major Facilities.

The major purchase would be for a Tandem Van de Graaff generator. A machine of this type has just been installed by the High Voltage Engineering Corporation for the Atomic Energy Commission of Canada. Three more are now under construction by this firm for installation in the United States, and four for installation abroad (including one for the Institute directed by Professor Niels Bohr in Copenhagen). This machine is the ultimate in Van de Graaff generators. It produces a beam of particles with energies of 10 million volts or more, with control of energy to



about 0.1%. It is the machine best suited for the study of the excited states of nuclei and other nuclear properties. The acquiring of such a machine is the next logical step in extending our nuclear facilities. With this equipment we should, in perhaps five years, begin to rank with the first five State universities in the nation in this area of nuclear physics. Approximate cost of the Tandem Van de Graaf machine. .\$1,000,000.

C. Installation Costs and Auxiliary Equipment.

Installation costs include necessary moving and rigging equipment. Ancillary equipment would include electromagnets, various types of spectrographs for study of particle emission and gamma-radiation, equipment for aligning nuclei at low temperatures, beam-switching apparatus, mobile equipment for use in class room instruction or advanced laboratories..\$500,000.

REQUIRED ACTION

The following actions would be necessary to implement the proposed program:

1. The Machine. The University of Texas would provide \$2,500,000 for equipment and buildings for this development as specified elsewhere.

Note: To order the machine required, a letter of intent, to be followed within a month by a firm order with an initial payment of 10 per cent, is necessary.

2. The Building. A site for the building to house the new machine (and the generator now at the Balcones Laboratory) must be chosen and building plans completed.

Note: The delivery time for the Tandem machine is 21 months from placing an order. In order that the building should be completed in this time it is necessary that building begin without delay.

3. Technical Services. The University would agree to provide a minimum of four technicians to operate these machines, two machinists in addition to the present complement of the Physics Department. A research associate would also be added. (We now have two technicians, one paid for by the University and another, now paid for out of our AEC grant. The latter would be transferred to the University payroll.)

4. Budget. The budget for the new laboratory would be separate from that of the Physics Department. (The present cost of the Balcones installation runs to \$75,000 per annum. The two machines will probably run to about \$200,000. Government funds might cover most of these expenses.)

7/17/59

2. EXCELLENCE PROGRAM, MAIN UNIVERSITY. --  
Below is Doctor Ransom's request for general allotments for the Excellence Fund, 1959-60. A copy of his proposal, as approved by the Administration, is on Pages 23<sup>4</sup> and 24<sup>5</sup>—

September 18, 1959

Approved  
J. C. Dolley  
For the President

Dr. Logan Wilson  
President  
The University

Dear Dr. Wilson:

I am submitting herewith for your consideration and recommendation to the Regents the general allotments for the Excellence Fund, 1959-1960. By adoption of this proposal we will be enabled to establish specific accounts for expenditure.

The proposed allotments continue certain programs initiated in 1958-1959 and inaugurate others agreed upon in the course of last year.

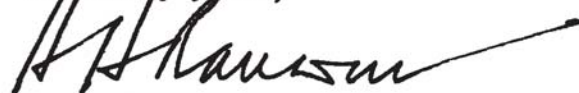
In the general area of graduate education I have taken into account recommendations of the Graduate Dean and Graduate Research Council. I have also discussed both the policy and mechanics of these proposals with Dean J. Alton Burdine (who, together with Dean W. W. Hagerty, Dean J. A. White, Dean ad interim Norman Hackerman, and Professor James Reynolds, will act as an advisory committee of the faculty in the actual operation of the program).

Regular reports from the Advisory Committee and from this office will be made to you (and through you can be made to the Regents) concerning the specific activities of this Program.

On agreement of the Regents made at the Dallas meeting this spring, specific accounts for each of the allotments will be maintained in this office and in the office of the Business Manager.

I should add that in this plan we have the prompt and enthusiastic cooperation of every office concerned.

Sincerely yours,



H. H. Ransom

HHR:bg

Encl.

## GENERAL ALLOCATION OF THE EXCELLENCE FUND

1959-1960

## INSTITUTIONAL RESEARCH

\$125,000

Example: The Computation Center (machine rental, operation, salaries, research assistance)

## PROGRAMMATIC RESEARCH

\$144,000

Examples: Mass Spectrometry Laboratory (\$12,000)  
 Development Program in Chemistry (\$16,000)  
 Cellular Biology (\$12,000)  
 Engineering Sciences (\$66,000)  
 Physics, exclusive of Nuclear Physics (\$20,000)  
 Electron Microscope Laboratory (\$10,000)  
 Research in Languages (including Germanic Languages, Classics, and Linguistics) (\$18,000)

## GRADUATE EDUCATION PROGRAM

\$122,000

Examples: Graduate Fellowships (national), Graduate Scholarships, and Postdoctoral Fellowships (\$72,000)  
 Special Graduate Program, Summer 1960, including introductions of undergraduates to research programs (\$32,000)  
 Research Publications, including publications planned jointly in biological and medical sciences (\$18,000)

## INDIVIDUAL FACULTY RESEARCH PROJECTS

\$ 50,000

(Continuation of the program begun in 1958-1959 specifically for encouragement of younger faculty)

## Allocation of the Excellence Fund (continued)

Page 2

## IMPROVEMENT OF TEACHING AND TEACHING EXPERIMENT

\$ 25,000

Examples: Teaching by television, partly supported  
by foundation grants

Teaching materials for classroom use

Teaching experiments by departmental and staff  
groups in charge of freshman and sophomore  
required courses

## EVALUATION AND PLANNING

\$ 9,000

Examples: Departmental and college studies of Depart-  
mental teaching and research needs, relations  
of federal and private grants to regular  
University Program, evaluation of teachers,  
faculty research, improvement of faculty per-  
sonnel records

## SURVEYS, CONSULTANTSHIPS, AND VISITING LECTURESHIPS

\$ 25,000

Examples: Survey by four members of the National  
Academy in the biological sciences at the  
University

Conferences and lectures in the regular  
academic disciplines

## RESEARCH EQUIPMENT AND RESEARCH COLLECTIONS

\$200,000

Examples: Electronic equipment for language analysis;  
the Tobenkin collection of modern Russian  
materials--mainly social science; the Herschel  
collection of scientific history, mathematics,  
and astronomy; the Christopher Morley Library

## ALLOTMENT ACCOUNT

\$300,000

To supplement projects described above and  
other projects recommended by the Committee  
and the Vice-President-Provost and approved  
by the President

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\$1,000,000

**2 Buildings and  
Grounds Committee**

## BUILDINGS AND GROUNDS COMMITTEE

Date: October 2, 1959

Time: 8:30 a. m.

Place: Room 329, St. Anthony Hotel

Members: Mr. Thompson, Chairman  
Mr. Hardie  
Mr. Heath  
Mr. McNeese

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## NOTE:

1. At the request of the Administration, there is included on Page 38 additional material re Item 15 (Page 33) with reference to proposed additions to the present building at M. D. Anderson Hospital and Tumor Institute.
2. To assist members of the Board of Regents in visualizing both the location and the treatment of the proposed Computation Center Building, Jessen, Jessen, Millhouse and Greeven have prepared the materials on Page ~~126~~. In the Administration's opinion, this proposal constitutes a very ingenious use of space and at the same time provides an aesthetically - pleasing addition to total campus development.



THE UNIVERSITY OF TEXAS  
OFFICE OF THE COMPTROLLER  
AUSTIN 12

RECOMMENDATIONS TO REGENTS'  
BUILDINGS AND GROUNDS COMMITTEE

September 18, 1959

1. MAIN UNIVERSITY - AUTHORIZATION TO CONSULTING ARCHITECT TO PREPARE PRELIMINARY PLANS FOR COMPUTATION CENTER.--The University Administration believes that top priority should be given to completing permanent quarters for the Computation Center at the Main University at the earliest possible moment. Considerable study has been made of possible locations for this building, bearing in mind that certain favorable sites should be preserved for larger buildings and that a central location is highly desirable for this facility. A possible plan has been suggested which would place the location of the Computation Center at the head of what will be the East Mall of the Campus. The present paved terrace on the East of the Main Building would be extended eastward for 82 feet on the same level, with the south edge 50 feet from the north line of Garrison Hall and the north edge 50 feet from the south line of Geology Building. At the east end of the terrace, steps similar to those now existent would be provided. Beneath this terrace, which would serve as the roof, a one-floor structure of 14,514 square feet would be constructed. The appearance of the terrace would remain practically the same, the only difference being that it would be extended approximately 82 feet eastward.

It should be pointed out, however, that this construction would affect the future development of the East Mall. An earlier master plan contemplated a northward wing on Garrison Hall and a southward wing on Geology Building, narrowing the head of the Mall at the Main Building. The suggested arrangement would leave the head of the Mall at its present width, and make possible the addition of two major structures, a very large classroom building on the present Printing Division site and a doubling of the size of Waggener Hall. Consulting Architects Jessen, Jessen, Millhouse, and Greeven are strongly in favor of the new arrangement.

It is recommended by the Main University Faculty Building Committee, the Consulting Architects, the Comptroller's Office, and the President's Office that the suggested location of the Computation Center be approved by the Board and that the Consulting Architects be authorized to prepare preliminary plans and outline specifications for this building not to exceed \$300,000.00 in total cost.

2. MAIN UNIVERSITY - APPROPRIATION FOR AIR CONDITIONING SUTTON HALL AND REMODELING ATTIC OF THAT BUILDING.--For some time, there has been consideration of spaces in various buildings on the Main University Campus which were unusable because of being unfinished and without proper ventilation, lighting, etc., and possible ways to make these spaces usable have been studied. The attic space in Sutton Hall is one of these areas. To make this space available, an expenditure of approximately \$8.00 per square foot would need to be made in comparison with an expenditure of approximately \$20.00 per square foot for new construction. If this remodeling is done, it will provide approximately 9,400 square feet of additional space to be used for faculty offices. To make the attic space usable, it will be necessary to provide air conditioning, and in view of the desire to give a high priority to air conditioning of existing buildings, and further in view of the fact that this building is one of the most heavily used units during the summer, it is considered the best and most economical procedure to air condition the whole building at this time.

In line with procedure followed in other remodeling projects of this type, it is recommended that authorization be given to proceed with the preparation of plans and specifications for Air Conditioning Sutton Hall and Remodeling of the Attic of that Building with the total cost not to exceed \$200,000.00, this amount to be appropriated from the Available University Fund. It is further recommended that the plans and specifications, with the exception of the plans and specifications for the mechanical work, be prepared by the Main University Physical Plant staff, and that Comptroller Sparenberg be given authority to engage Zumwalt and Vinther, Consulting Engineers, for the preparation of plans and specifications for the mechanical portion.

3. MAIN UNIVERSITY - APPROPRIATION FOR AIR CONDITIONING T. U. TAYLOR HALL (MAIN ENGINEERING BUILDING) AND REMODELING ATTIC OF THAT BUILDING.--The attic of T. U. Taylor Hall is another of the unusable areas on the Main University Campus which might be remodeled at considerably less expense than would be involved in new construction. If this attic is remodeled, it will provide approximately 9,500 square feet of additional space to be used for faculty offices. It is true in this case also that air conditioning must be provided in order to make the space usable, and it is again considered the best procedure to air condition the office and classroom portions of the building at the same time.

It is, therefore, recommended that authorization be given to proceed with the preparation of plans and specifications for air conditioning T. U. Taylor Hall and remodeling the attic of that building, with the total cost of the project not to exceed \$200,000.00, this amount to be appropriated from the Available University Fund. It is further recommended that the plans and specifications, with the exception of the plans and specifications for the mechanical work, be prepared by the Main University Physical Plant staff, and that Comptroller Sparenberg be given authority to engage Zumwalt and Vinther, Consulting Engineers, for the preparation of plans and specifications for the mechanical portion.

4. MAIN UNIVERSITY - RATIFICATION OF APPROVAL OF PRELIMINARY PLANS FOR NEW PRINTING DIVISION BUILDING.--At the Regents' Meeting held August 1, 1959, a Committee was appointed, consisting of Main University Business Manager Landrum, Vice President Ransom, Comptroller Sparenberg, Vice President Dolley, and President Wilson, to approve the preliminary plans for the Printing Division Building at the Main University. These preliminary plans by the Consulting Architect have now been completed and approved by the Committee as listed above and authorization given to the Associate Architect to proceed with the preparation of working drawings and specifications. It is recommended that the Board ratify the action taken by the Committee as reported above.

5. MAIN UNIVERSITY - RATIFICATION OF AWARD OF CONTRACT AND APPROPRIATION FOR DEMOLITION OF DRAMA BUILDING.--At the Regents' Meeting held March 14, 1959, Comptroller Sparenberg was given authority to approve plans and specifications, advertise for bids, and award a contract for the Demolition of the Drama Building at the Main University. In accordance with this authorization, the plans and specifications were approved, bids were called for, and the bids were opened and

tabulated on September 1, 1959 as shown on the tabulation sheet. All bids received were on the basis of payment by the University to the Contractor, and Comptroller Sparenberg awarded a contract in the amount of \$2,350.00 to the low bidder, Franks and Hobbs Demolition Company, Austin, Texas. Upon approval of the President's Office, an appropriation in this amount was set up out of Account No. 94020 - Drama Building - Insurance Proceeds from Fire Damage.

It is recommended that the actions taken as reported above be ratified by the Board.

6. MAIN UNIVERSITY - RATIFICATION OF AWARD OF CONTRACT FOR THREE NEW PARKING LOTS.--At the Regents' Meeting held August 1, 1959, authorization was given to Business Manager Landrum and Comptroller Sparenberg to approve plans and specifications for four new parking lots on the Campus of the Main University and to Comptroller Sparenberg to award whatever contracts were necessary to carry out this construction. The plans and specifications have been completed for three of these parking lots, and in accordance with the authorization given, these were approved and bids were called for, opened, and tabulated on August 18, 1959, as shown on the tabulation sheet. Further in accordance with the authorization given, a contract was awarded to the low bidder, Giesen and Latson Construction Company, Austin, Texas, as follows:

Combination Proposal Covering all Three Parking Lots	\$19,126.25
Alternate No. 7	<u>No Change</u>
Total Contract Award	<u>\$19,126.25</u>

This contract covers the new parking lots at the following locations:

21st and Guadalupe Streets  
Y Hall Site, South and West of Physics Building  
21st Street and Speedway, South of Gregory Gymnasium

It is recommended that the actions taken as reported above be ratified by the Board.

7. MAIN UNIVERSITY - RIGHT-OF-WAY AND DRAINAGE CHANNEL EASEMENT, TEXAS HIGHWAY DEPARTMENT, TRAVIS COUNTY, TEXAS.--This application for a right-of-way and drainage channel easement covers 2.92 acres and 0.34 acre, respectively, out of Tracts 14 and 15 of the J. O. Hamilton Estate Subdivision, University Lands (being a strip along the South edge of the Balcones Research Center property) situated in Travis County, Texas, and is to be used by the Highway Department for new construction on U. S. Highway 183. In accordance with established precedent, no consideration is involved in this easement. This easement does not adversely affect any contemplated use of the property. It is recommended that this right-of-way and drainage channel easement be granted and a proper instrument be executed by the Chairman upon approval as to content by the Business Manager, Main University, and as to form by the Land and Trust Attorney.

8. MEDICAL BRANCH - AUTHORIZATION TO EMPLOY BERNARD JOHNSON AND ASSOCIATES IN CONNECTION WITH PREPARATION OF MECHANICAL PLANS AND SPECIFICATIONS FOR REMODELING OF WARDS 5A AND 5B IN THE NEW JOHN SEALY HOSPITAL.--At the Regents' Meeting held June 13, 1959, approval was given for the acceptance of a grant of \$130,000.00 for Remodeling of Wards 5A and 5B in the New John Sealy Hospital, with the plans and specifications for this work to be prepared by the Medical Branch Physical Plant staff. As the preparation of these plans progressed, it became evident that a satisfactory job probably would not be done unless an outside Mechanical Engineer was employed to prepare the mechanical plans and specifications. As it was thought desirable not to delay this project, permission was given by the Comptroller to the Medical Branch to employ the engineering firm of Bernard Johnson and Associates to prepare the mechanical plans and specifications only for the Remodeling of Wards 5A and 5B in the new John Sealy Hospital, such work to be paid for on the basis of salary cost plus 100%, salary cost to consist of direct salaries and wages for engineers, draftsmen, etc., for the time directly chargeable to the project, plus social security contribution, unemployment taxes, etc. Necessary travel, printing, and other out-of-pocket expenses will be billed at actual cost. It was understood that the maximum expenditure for these services would not exceed a total of \$3,000.00, with this mechanical work to be held to a minimum, and all commitments to have the advance approval of the Business Manager of the Medical Branch.

It is recommended that the action taken by the Comptroller and the Medical Branch as reported above be ratified by the Board.

9. MEDICAL BRANCH - APPOINTMENT OF MECHANICAL ENGINEERS TO PREPARE PLANS AND SPECIFICATIONS FOR CENTRAL WATER CHILLING STATION AND ADDITIONS TO UTILITY DISTRIBUTION SYSTEMS.--The Appropriation Bill for the biennium 1959-61 granted authority for the construction of a Central Water Chilling Station and Additions to Utility Distribution Systems at the Medical Branch. It is contemplated that this work is to be financed from the proceeds of Permanent University Fund Bonds, one of the sources of funds authorized by the Legislature. In view of the fact that the two buildings on which a major remodeling contract has already been awarded, as well as others, will need to tie into this system, there is a certain amount of urgency in getting this project under way as soon as possible. It is believed that since the major part of the work involved in this project is of an engineering nature rather than architectural, it will be better to appoint a firm of Mechanical Engineers to prepare the plans and specifications, with that firm responsible for obtaining whatever architectural services are needed in this connection, with the understanding that whatever architects are employed must be approved by the University. It is, therefore, recommended that a firm of Mechanical Engineers be appointed to prepare the plans and specifications for a Central Water Chilling Station and Additions to Utility Distribution Systems at the Medical Branch, the total cost of the overall project not to exceed \$850,000.00. A recommendation of the Comptroller in regard to the selection of the Mechanical Engineers will be submitted to the Board at the time of the meeting.

10. MEDICAL BRANCH - APPROPRIATION FOR REPAIR AND REMODELING OF KEILLER BUILDING AND AUTHORIZATION TO CONSULTING ARCHITECT TO PREPARE PRELIMINARY PLANS.--The Remodeling of the Keiller Building at the Medical Branch was recommended in the "immediate" master plan prepared by the Hamilton Associates and Page, Southerland, and Page and is considered to be of considerable urgency at this time. The 56th

Legislature approved, for the current biennium, the appropriation of Available University Fund money for "major repairs and rehabilitation ONLY at the Medical Branch". Discussion of this project has been held before in connection with the modernization phase of the master plan, and it is now recommended that an appropriation of \$300,000.00 be made from the Available University Fund for the Repair and Remodeling of the Keiller Building, and that the Consulting Architect be authorized to proceed with the preparation of preliminary plans for the project.

11. MEDICAL BRANCH - AUTHORIZATION FOR CONSULTING ARCHITECT TO PREPARE PRELIMINARY PLANS FOR ADDITION TO OUT-PATIENT BUILDING.--Action by the 56th Legislature permits the Board of Regents to accept grants and gifts from private and Federal sources for the Addition to the Out-Patient Building. It is believed that from The Sealy and Smith Foundation and Hill-Burton and/or other Federal funds sufficient money can be obtained to provide for the construction of this much needed facility. Since it is necessary to have certain drawings or plans and cost estimates to present with the application for Hill-Burton funds, etc., it is recommended that authorization be given for the Consulting Architect to proceed with preliminary plans and cost estimates for the Addition to the Out-Patient Building at the Medical Branch, contingent upon allocation by The Sealy and Smith Foundation now of sufficient money to cover the Consulting Architect's Fees for these plans.

It will be very difficult, if not impossible, to proceed with the working drawings and specifications for remodeling the old Out-patient building, with any degree of efficiency or intelligence, until it is rather definitely settled as to what the new addition will contain.

Preliminary estimates of the cost of this project runs from \$1,830,000.00, per the Hamilton report, to \$2,500,000.00, the latest estimate by Dr. Truslow.

12. TEXAS WESTERN COLLEGE - APPROVAL OF PRELIMINARY PLANS FOR CLASSROOM-OFFICE BUILDING AND APPOINTMENT OF ASSOCIATE ARCHITECT.--At the Regents' Meeting held June 13, 1959, authorization was given to the Consulting Architect to prepare preliminary plans for a new Classroom-Office Building at Texas Western College, with a total cost of not more than \$1,500,000.00; at the Regents' Meeting held August 1, 1959, approval was given to raising the total cost of this building to \$1,650,000.00, and the Consulting Architect was instructed to proceed with the preparation of the preliminary plans on this new cost basis.

These plans have now been completed and approved by the Building Committee of Texas Western College, President Smiley, Comptroller Sparenberg, and Vice President and Acting President Dolley, and it is recommended that they be approved by the Board and that an Associate Architect be appointed to prepare the working drawings and specifications. A joint recommendation of the Comptroller and the Consulting Architect in regard to the selection of an Associate Architect will be submitted to the Board at the time of the meeting.

13. TEXAS WESTERN COLLEGE - AUTHORIZATION FOR CONSULTING ARCHITECT TO PREPARE PRELIMINARY PLANS FOR WAREHOUSE - SHOPS BUILDING.--In connection with action taken by the Board at the meeting held August 1, 1959, relating to an increased allotment for the Classroom-Office Building at Texas Western College, it was contemplated that out of the allocation of \$2,500,000.00 from the Permanent University Fund Bond proceeds to Texas Western College for new construction projects, \$100,000.00 would be used to construct a Warehouse-Shops Building on that campus. It now appears that it will be desirable to increase this allotment to \$125,000.00 to make sure that sufficient funds are available to cover the very modest, concrete-block structure desired of approximately 15,000 square feet, although there is still some hope that it might be built for \$100,000.00. It is also considered desirable to begin preparation of plans for this building, as it is badly needed now. It is, therefore, recommended by President Smiley, Comptroller Sparenberg, and Vice President and Acting President Dolley that the allocation of Permanent University Fund Bond proceeds for the Warehouse-Shops Building at Texas Western College be increased to \$125,000.00 and that authorization be given to the Consulting Architect to proceed with the preparation of preliminary plans for that building on the basis of a total cost of \$125,000.00.

14. SOUTHWESTERN MEDICAL SCHOOL - APPROVAL OF REMOVAL OF CERTAIN TEMPORARY BUILDINGS FROM FORMER CAMPUS.--Part of the land of the former campus of the Southwestern Medical School located on Oak Lawn Avenue is owned by the Dallas County Hospital District, with the temporary buildings only owned by the School. It was understood that, when the School moved to the new Campus on Harry Hines Boulevard and these buildings were vacated, they would eventually be removed from the land by the School. All but two of these buildings on Oak Lawn Avenue have already been removed, but these two (concrete block) buildings were not included in the authority requested from the Board earlier, since it was thought that it might be necessary to use them for a short period of time. Dean Gill reports that it now appears that no one wishes to use these buildings, and the Dallas County Hospital District agrees that we should remove them. It is, therefore, recommended that authorization be given for the Physical Plant staff of the Southwestern Medical School to remove these two buildings.

15. M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - RECOMMENDATIONS IN REGARD TO PROPOSED ADDITIONS TO PRESENT BUILDING.--A number of conferences in regard to the proposed additions to the M. D. Anderson Hospital and Tumor Institute Building, which are to be primarily for research purposes, have been held in recent months. One of the most important of these conferences was held in the President's Office on May 15, 1959, at which time certain tentative agreements were reached by representatives of M. D. Anderson Hospital and Tumor Institute, Consulting Architects Jessen, Jessen, Millhouse and Greeven, the Comptroller's Office and the President's Office. Other conferences devoted primarily to working out architectural arrangements, but also including other matters, were held at M. D. Anderson Hospital in Houston on September 8 and 9, 1959. These conferences included Messrs. Clark and Boyd of M. D. Anderson Hospital, Messrs. Kamrath and Borget of Mackie and Kamrath, Architects of Houston, Consulting Architect H. E. Jessen, and Messrs. Sparenberg and Moore of the Comptroller's Office. As a result of these various conferences, the recommendations listed below are now being made by Dr. R. Lee Clark, Jr., Director of M. D. Anderson Hospital and Tumor Institute,

the Comptroller's Office, and the President's Office. Various documents giving historical and supporting data in regard to the need of this additional space for research, the necessity for the construction to be accomplished as one project, etc., are attached to Dr. Clark's letter of September 14, 1959 addressed to President Logan Wilson; copies of this material are being distributed to the Regents with the Recommendations to the Regents' Buildings and Grounds Committee. No additional hospital beds are proposed in these recommendations.

It is recommended that the following additions to the present building be authorized, such additions to be accomplished without cost to the State of Texas:

1. Approximately 4,050 square feet on each of five floors on the north end of the building over the present supervoltage area. This addition has been approved by the Legislature and the Governor through Senate Concurrent Resolution Number 15, on February 16, 1957 (Board of Regents action December 3, 1955 and February 3, 1956), Preliminary plans covering this work have already been prepared by Architects MacKie and Kamrath, have been approved by the Board of Regents, and have been paid for.
2. Approximately 1,400 square feet on each of four floors over the loading dock area which was enclosed in the project of additions and alterations completed in 1958.
3. Approximately 22,000 square feet per floor on the sixth and seventh floors over the research wing and medical service area.

The approval of these recommendations will result in estimated additions of approximately 70,000 square feet, costing somewhere between \$2,500,000.00 and \$3,000,000.00, according to Architects MacKie and Kamrath and Messrs. Clark and Boyd.

It is further recommended that:

4. Consulting Architects Jessen, Jessen, Millhouse, and Greeven be authorized to prepare the preliminary plans for the proposed additions listed under paragraphs 2 and 3 above, and that MacKie and Kamrath be appointed as Associate Architect to prepare the working drawings and specifications for all of the work above recommended in paragraphs 1, 2, and 3. It is contemplated that Jessen, Jessen, Millhouse, and Greeven and MacKie and Kamrath will work very closely together, from the beginning, due to MacKie and Kamrath's previous experience on two major construction projects on this building, but it is to be distinctly understood that Consulting Architects Jessen, Jessen, Millhouse, and Greeven are primarily responsible for the preliminary plans herein recommended. Preliminary plans are needed for submission to U. S. Public Health Service as a part of the grant application. It is further understood that Dr. Clark will recommend later for the approval of the President and the Board of Regents, the source of funds for payment of the Consulting Architects' fees for the preliminary plans, such funds to be from other than State sources.

5. Authorization be granted to apply for grant funds for construction and to proceed with the development of the necessary matching funds. It is planned to apply to the United States Public Health Service for one half the cost of construction, and to develop the matching funds from other outside sources. The opportunity to apply for this type of construction grant from the United States Public Health Service will terminate on June 30, 1961.

6. Permission be requested of the Legislature at its next regular session (1961) to make the additions contained in Recommendations Nos. 2 and 3.

16. SYSTEM-WIDE ITEMS - APPROPRIATION OF PROCEEDS OF PERMANENT UNIVERSITY FUND BONDS, AVAILABLE UNIVERSITY FUND INCOME, AND OTHER FUNDS TO BUILDING PROJECTS ALREADY AUTHORIZED AND/OR RECOMMENDED AT THIS MEETING.--The President's Office and the Comptroller's Office recommend that the Board of Regents approve the appropriation of proceeds of Permanent University Fund Bonds, Available University Fund Income, and other funds, to specific building projects, in accordance with the allocations shown on the attached schedule. Some of these projects have already been authorized, and some are being recommended for authorization at this meeting, but the specific appropriations for individual projects have not actually been approved by the Board, except for a few partial appropriations shown on the attached schedule. It is being recommended that the total amount of each authorized project be set up on the books, even though the amount of bond money involved is considerably larger than the amount of Permanent University Fund Bonds actually sold and delivered at this time. It is difficult to account properly for contract awards, architects' fees, etc. unless the entire amount of each project is set up on the books. The recommended total appropriation for the Business Administration - Economics Building is \$600,000.00 less than that originally contemplated.



September 18, 1959

RECOMMENDED APPROPRIATIONS OF  
PROCEEDS OF PERMANENT UNIVERSITY FUND BONDS AND  
AVAILABLE UNIVERSITY FUND TO VARIOUS BUILDING PROJECTS

	Estimated Total Cost of Project	Already Appropriated	Appropriations for 1959-60			
			Total	Available University Fund	Permanent University Fund Bonds	Archer M. Huntington Museum Fund
MAIN UNIVERSITY						
Business Administration-Economics Bldg.	\$ 4,195,500	\$2,795,500	\$ 1,400,000	\$ --	\$ 1,400,000	\$ --
Art Bldg. and Museum	1,500,000	26,500	1,473,500	--	900,000	573,500
Undergrad. Library and Academic Center	4,750,000	(22,750)*	4,750,000	--	4,750,000	--
New Printing Division Building	240,000	--	240,000	--	240,000	--
New Bldgs. and Other Imp. at McDonald Obs. Research Facil. and Headquarters Bldg. at Inst. of Marine Sci.	250,000	--	250,000	--	250,000	--
West Mall Office Bldg.	750,000	--	750,000	--	750,000	--
New Drama Building	800,000	--	800,000	800,000	--	--
Expansion of Utilities Distribution Systems	800,000	--	800,000	800,000	--	--
Air Cond. Sutton Hall and Remodeling Attic**	200,000	--	200,000	200,000	--	--
Air Cond. T. U. Taylor Hall (Main Engineer. Bldg.) and Rem. Attic**	200,000	--	200,000	200,000	--	--
Computation Center**	300,000	--	300,000	300,000	--	--
MEDICAL BRANCH						
Central Water Chill. Station and Add. to Utility Dist. Systems**	850,000	--	850,000	--	850,000	--
Repair and Remodeling of Keiller Building**	300,000	--	300,000	300,000	--	--
TEXAS WESTERN COLLEGE						
Classroom-Office Bldg.	1,650,000	--	1,650,000	--	1,650,000	--
Warehouse-Shops Bldg.**	125,000	--	125,000	--	125,000	--
Gymnasium-Field House	725,000	--	725,000	--	725,000	--
<b>TOTALS</b>	<u>\$17,895,500</u>	<u>\$2,822,000</u>	<u>\$15,073,500</u>	<u>\$2,600,000</u>	<u>\$11,900,000</u>	<u>\$573,500</u>

\*To be reimbursed to Available University Fund.

\*\*Projects on which recommendations are being made at this meeting for work to begin on preliminary plans or plans and specifications.

For Discussion Only:

17. MAIN UNIVERSITY - REMODELING OF PRESENT PRINTING DIVISION BUILDING FOR USE AS RADIO-TELEVISION QUARTERS.--For some time there has been under consideration the question of whether, after the Printing Division has been moved to its new quarters, the present quarters should be utilized by remodeling the building and/or adding to it, or whether it should be torn down at this time. It is now the consensus that no sizable amount of money such as would be involved in adding to the building should be spent on such an old structure (built 1910). The problem has now resolved itself to the question of whether the building should be remodeled and air conditioned so that it may be used by Radio-Television for the next eight to ten years, with the understanding that it will eventually be torn down to make room for a major structure, or whether it should be torn down now and a new building erected on that site. It has been estimated that the cost of the remodeling and air conditioning required to put the building into usable condition for Radio-Television would be approximately \$125,000.00. According to the number of years the building is occupied by Radio-Television, it would mean that the University would be paying \$12,000 to \$15,000 a year in terms of expense for the occupancy of these quarters, plus, of course, the usual operation and maintenance expenses.

At the moment Radio-Television is occupying part of this building and is also located in various other buildings on the Campus. If this building is torn down at this time, some other location will have to be found for the part of Radio-Television that is now housed there until a building is constructed for that department, the activities of which are handicapped now because of inadequate physical facilities. With the remodeling suggested, it would be possible to gather all of Radio-Television under one roof and provide satisfactory temporary quarters.

On the other hand, there is some doubt in the minds of most of our people as to whether this much money should be spent on a building which is as old as this one. This problem is being presented to you without a definite recommendation in order to receive an expression of opinion from the Regents' Buildings and Grounds Committee on the matter of spending this amount of money on an old structure. After receiving such an expression of opinion, a definite recommendation can be made for the use of this building along the lines suggested above, or new planning can be started with the idea in mind that this building is to be abandoned when the Printing Division moves out.

September 14, 1959

Dr. Logan Wilson  
President  
The University of Texas  
Austin 12, Texas

Dear Doctor Wilson:

The purpose of this letter is to recommend the proposals for research construction to be conducted at the M. D. Anderson Hospital and Tumor Institute, as authorized at the meeting held in your office on May 15, 1959. It is recommended that these proposals be submitted to the Board of Regents for consideration at its meeting to be held on October 1, 2 and 3.

The need for this additional space for research, the necessity for the construction to be accomplished as one project, previous actions of the Board of Regents relating to it and other supporting documentation are contained in a separate communication in the form of a memorandum to you, dated September 14, 1959, attached. In summary, it may be stated that the proposed additions are urgently needed to alleviate a critical shortage of space which is retarding the full development of our present program and preventing the development of new areas of fundamental research which have assumed vital roles in cancer investigation since the original planning of the building. The additions would include the provision of animal quarters, essential to the development of the research program, would provide space for a small but carefully selected group of distinguished scientists for the furtherance of our excellence program and space for the teaching of predoctoral and postdoctoral students. No additional hospital beds are proposed.

It is recommended that the following additions to the present building be authorized, such additions to be accomplished without cost to the State:

1. Approximately 4,050 square feet on each of five floors on the North end of the building over the present supervoltage area. This addition has been approved by the Legislature and the Governor through Senate Concurrent Resolution Number 15, on February 16, 1957 (Board of Regents action December 2, 1955 and February 3, 1956).
2. Approximately 1,400 square feet on each of four floors over the loading dock area which was enclosed in the project of additions and alterations completed in 1958.
3. Approximately 22,000 square feet per floor on the sixth and seventh floors over the research wing and medical service area.

The approval of these recommendations will result in an estimated addition of approximately 70,000 square feet, depending upon the results of the

Dr. Logan Wilson  
September 14, 1959  
Page #2

study by the architects.

It is further recommended that:

4. Architects be designated for this project and authorization be given for the preparation of preliminary plans. (Preliminary plans are required to be submitted to the United States Public Health Service as a part of the grant application). The Director will recommend at a later date, for the President's approval, the source of funds for payment of the architect's fees for the preliminary plans, such funds to be from other than state sources.

5. Authorization be granted to apply for grant funds for construction and to proceed with the development of the necessary matching funds. It is planned to apply to the United States Public Health Service for one half the cost of construction, and to develop the matching funds from other outside sources. The opportunity to apply for this type of construction grant from the United States Public Health Service will terminate on June 30, 1961.

6. Permission be requested of the Legislature at its next regular session (1961) to make the additions contained in Recommendation Number 2 and Number 3.

It is estimated that five years will be required to complete the plans, finance the building and complete it for occupancy following approval of the proposal by the Board of Regents.

Sincerely yours,

  
R. Lee Clark, Jr., M.D.  
Director

cc: Mr. C. H. Sparenberg  
Dr. R. Lee Clark, Jr.  
Mr. Joe E. Boyd, Jr.

September 14, 1959

## Memorandum

To : Dr. Logan Wilson, President  
The University of Texas

Subject : Supporting documentation for proposal for building program of  
M. D. Anderson Hospital and Tumor Institute

Reference is made to my letter to you, dated September 14, 1959 in which there is submitted our proposal for the building program of the M. D. Anderson Hospital and Tumor Institute.

The following information and documentation is submitted in support of this proposal:

1. Excerpt concerning the M. D. Anderson Hospital and Tumor Institute from Discussion Document III, "Recommendations and Statements of Component Unit Heads, "Which was presented to the Board of Regents at its meeting in Dallas on April 16 - 18, 1959 (Appendix A). The need for the additional space and the necessity for the construction to be accomplished as one project appear on Pages 7 and 8 of Appendix A.

2. Summary of conference held in the President's office on May 15, 1959, outlining the recommendations made and the course of action to be taken concerning the building program (Appendix B).

3. Excerpts from the minutes of the following meetings of the Board of Regents which pertain to the different phases of the proposed additions (Appendix C):

December 2, 1955  
February 3, 1956  
November 28, 1956

Note - At the meeting of the Board of Regents on November 2-3, 1956, approval was granted for certain actions relating to the construction but this approval was rescinded, as indicated in the minutes of the meeting of November 28, 1956.

At the May 15, 1959 conference, it was agreed that all proposals for additions to the building be consolidated into one total program and that authorization be requested of the Board of Regents to proceed with the planning as one construction project.

4. Senate Concurrent Resolution Number 15, authorizing the addition of 4,050 square feet on floors one through five on the North end of the building (Appendix D). This is the area described in Recommendation Number 1 of the current proposal.

5. Letter from the United States Public Health Service concerning construction grants and deadlines for applications, dated October 1, 1958, and reply dated October 14, 1958 (Appendix E). (Original request to the Public Health Service for this research construction aid was made on February 3, 1953).

6. The anticipated additions to the staff after the completion of the building are, in general, those which previously have been planned but which could not be activated because of lack of space and animal facilities for their research programs. We formerly employed an immunologist and immunochemist (presently not budgeted) and these positions would be re-activated. Additionally, we would plan to procure a distinguished scientist in each of the fields of basic science along with his associated assistants and, eventually, graduate students. It is believed imperative that these additions to the research staff be made if we are to proceed toward the goals set by the Committee of 75, the report of which has been accepted as a whole by the Board of Regents.

Since our institution cannot participate in the excellence fund to be derived from the Available Fund, we contemplate the financing of our excellence program through grants and gifts. It is planned that chairs for distinguished scientists will be provided by endowment. The individuals sought for the staffing will be of such stature in their respective fields that the majority of their ancillary and technical help can be supported through grants and gifts.

7. It is estimated that the cost for operation of the additional physical plant areas will be approximately \$1.69 per square foot per annum. It is recognized that by the time of completion of the building this estimate may have to be adjusted depending upon the costs for utilities and the prevailing salary scales at that time. With the increasingly important role of grants in the support of the research program, the overhead allowance is expected to provide a large part of the necessary funds for this increased cost for physical plant operation.

The increasingly apparent recognition of granting agencies of the necessity for additional overhead for research grants to properly implement the programs, we believe, will result in an elevation of the present 15 per cent rate prior to the time of completion of the construction.

8. Grant awards to this institution have increased from \$7,500 per annum in 1949 to \$650,000 in 1959. It is estimated that the present amount of grant support will be markedly increased with the additions to the physical plant and the additions to the staff of distinguished scientists and associated research personnel. By the time the building additions are completed for occupancy we believe that we may be well within sight of

attainment of additional grant support to equal that presently available to us.

  
R. Lee Clark, Jr., M. D.  
Director

cc: Mr. C. H. Sparenberg  
Dr. R. Lee Clark, Jr.  
Mr. Joe E. Boyd, Jr.

Enclosures (See attached sheet)

Memorandum to Dr. Logan Wilson  
Supporting documentation for proposal for building program of M. D. Anderson  
Hospital and Tumor Institute  
September 14, 1959

Enclosures

<u>Appendix No.</u>	<u>Subject</u>	<u>Page No.</u>
A	Discussion Document III presented to Board of Regents April 16-18, 1959	5-9
B	Summary of conference held in President's office on May 15, 1959	10-11
C	Excerpts from minutes of Board of Regents	12-17
D	Senate Concurrent Resolution No. 15	18
E	Correspondence with U. S. Public Health Service regarding construction grants	19-20



Excerpts from Discussion Document III presented at Meeting of Board of Regents, April 17-18, 1959

RECOMMENDATIONS AND STATEMENTS  
OF COMPONENT UNIT HEADS

7. M. D. Anderson Hospital and Tumor Institute. A statement by Dr. R. Lee Clark, Jr., Director, follows:

The Committee of 75, in its recommendations, expressed the thought that this institution has an excellent opportunity to attain national and international leadership in the field of cancer in the next twenty-five years. During the past thirteen years it has been possible for me to visit outstanding research centers in many countries and in the United States, and to follow carefully their programs and progress in cancer research, education and patient care. A number of these centers in Europe were revisited by me in 1958. It is my firm belief that the excellent facilities and opportunities available to this institution, augmented and strengthened by implementation of the following recommendations, can in truth lead The University of Texas to the role of leadership in the field of cancer envisioned by the Committee of 75.

The program of excellence should be centered around the development of the research mission. Since the designing and programming of the M. D. Anderson Hospital and Tumor Institute over a decade ago, unforeseen progress has been made in cancer research and techniques and, actually, new sciences have been developed which pertain to cell growth and its abnormalities, termed cancer. To attain the goal of excellence, these techniques and sciences should be carefully integrated into our program of research, along with the acquisition of additional personnel of superior quality and the necessary facilities for their proper function.

Recommendations

1. Research staff and Graduate School affiliation

- a. The development of a staff capable of implementing the functions of this institution has proceeded slowly. To further develop the research staff there is need for endowment of several chairs for distinguished scientists in biology, biochemistry, physics and other disciplines. Increased emphasis must be placed in attaining proper salary levels to maintain a distinguished staff.

An active program for development of the University Cancer Foundation is needed to assist in providing the funds required both for the staff and for fluidity in research ventures. Development of a satisfactory tenure rule is essential in obtaining and strengthening the scientific staff.

- b. The full capabilities of the staff and physical facility should be used in training young research scientists in the fields of basic science oriented to medical problems. For a period of twelve years, attempts have been made to obtain necessary affiliations with the Graduate School of The University of Texas. If this program cannot be attained, consideration should be given to the creation of a separate division of medical sciences in the Graduate School with a separate graduate council drawn from the faculties of all the medical units and the Dental Branch of the University. Teaching fellowships at the predoctorate level are not available in the number needed at this institution to raise this program to the proper degree of achievement. Consideration should be given to the transfer of the Rosalie B. Hite Fellowships to the Tumor Institute in order that the funds may be most advantageously used, as directed, for cancer research.

2. Medical staff and Postgraduate School of Medicine affiliation

- a. Academic standards can be attained only when security of appointment and recognition of ability are in keeping with that of other divisions of the University. It is necessary that the continuing indeterminate status of The University of Texas Postgraduate School of Medicine be eliminated and that this important academic program have the firm, unqualified and active support of the University. Academic affiliation of the members of the staff of the M. D. Anderson Hospital and Tumor Institute with the Postgraduate School of Medicine is essential in recruiting and maintaining a staff of the first quality.

- b. The time and energy of the senior members of the medical staff are taxed to the maximum by the rapidity of growth of the patient care program with its three elements of service to the cancer patient, research into better means of treatment and the multifaceted educational activities. It is essential that a carefully planned program to develop young, well trained specialists of high quality to assume gradually increasing responsibility in each specialty be inaugurated. In this manner a transition of staff personnel can automatically take place without disruption of the carefully integrated program.

### 3. Research space requirements

Any further development of the present program in cancer research must be predicated upon acquiring the necessary additional laboratory space. The critical shortage of space now present in the institution is not only retarding the full development of our presently active projects and program, but is preventing the development of numerous new vital areas of cancer research of a fundamental nature, such as microbiology, virology, immunology, cellular metabolism and chemotherapy. The addition of distinguished scientists to the staff will necessitate space for their personal research and for the assistants and technicians necessary to carry out their individual programs. Space for experimental animals is now totally inadequate for our present activity. The activation of any of the above mentioned disciplines, or the addition of distinguished scientists into the disciplines which are now well developed, would be contingent upon this additional space for research animals. There must also be included facilities for student laboratories and conference areas for predoctoral and postdoctoral students.

In the original planning of the building, foundations were included to permit the expansion of the research area to the seven stories of the hospital. This space has actually been in the planning stage since 1953, and willingness of the Federal Government to participate by grants in the building program has been expressed since 1955.

The Legislature has approved the addition of approximately 4,000 square feet on floors one through five on the North end of the building. This addition should not be started until plans are completed and approved to add the required research laboratories. Such a combined addition would decrease costs over two separate additions and interference with normal functions would be held to a minimum. Upon approval by the Board of Regents of a positive program for the additions, and implementation of this program, it is estimated that five years will be required to complete the plans, finance the building and complete it for occupancy. The remainder of the program is dependent upon the recognition and answering of this need.

4. Evaluation and projection of program

An intensive review of the operation of the M. D. Anderson Hospital and Tumor Institute has been underway since September, 1958. Each department head has prepared a comprehensive report of the development of his program during the preceding ten years of operation. Each report includes documentation as to the philosophy followed in developing the program and the accomplishments to date. The second phase of these departmental reports is a projection of a five-year development program to establish a goal for the ensuing years. These reports have been carefully evaluated by the director with each department head and we are now in the process of having outside consultants review this program with us. The progress of this study has been most gratifying, and a more detailed review of the effort is to be made available for review by the Board of Regents at a future date. Attainment of the well-planned objectives of this study will do much to increase the stature of this institution, and is predicated upon the needs for staff, space and financing as expressed in this memorandum.

5. University policy in support of medical programs

- a. An active committee, composed of the administrators of the medical and dental institutions, is needed for proper coordination of the medical programs of The University of Texas. The quality of the medical programs

of the University can be strengthened by the development of a carefully coordinated inter-institutional program. Cooperation of units in solving the myriad of complex problems is essential. Such cooperation does not now exist. This Committee is needed not only to bring about cooperation between the units but also to further cooperation with the other elements of the various medical centers and institutions in the State. Particularly, the Committee would provide a means to assist the institutions in furnishing to the Board of Regents information to aid them in maintaining liaison with the various foundations contributing to the medical programs of the University.

- b. Because of the Constitutional Amendment (Article VII, Section 18, as amended November 6, 1956), state appropriations are no longer available for financing any building programs of the medical units. Although Federal grants-in-aid and philanthropic sources remain available to the medical units in financing their programs, recognition should be made of the need for a policy to provide for apportionment of the available fund for future building requirements of the medical units of the University.

THE UNIVERSITY OF TEXAS  
M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE  
HOUSTON 25, TEXAS

May 28, 1959

Dr. L. D. Haskew  
Vice-President for Developmental Services  
The University of Texas  
Austin 12, Texas

Dear Doctor Haskew:

At my request, Mr. Boyd has summarized the essentials of our meeting in Doctor Wilson's office on May 15, attended by Dr. Logan Wilson, Dr. James C. Dolley, Mr. Walter Moore, Messrs. Jessen, Mr. Joe E. Boyd, Jr., and me. I thought that you might wish to have something for your files, and am therefore sending you the following excerpt:

"Three recommendations were made:

1. Addition of approximately 4,050 square feet on five floors on North end of building (over present supervoltage area). This has already been approved by the Legislature.
2. Addition of approximately 1,400 square feet on four floors over the loading dock area which was enclosed in the project of additions and alterations completed in 1958.
3. Addition of approximately 22,000 square feet per floor on the sixth and seventh floors over the research wing and medical service area.

"Actions to be taken:

1. Consulting Architects and Mr. Walter Moore to negotiate with MacKie and Kamrath, Architects, on arrangement of fees for addition to building, this to be accomplished to allow the hospital to receive full benefit of payment of 1 per cent fee for unused preliminary plans on recommendation Number 1, above.

Dr. L. D. Haskew  
May 28, 1959  
Page # 2

2. Proposal to be submitted to Board of Regents this Fall to obtain required authorization. This proposal is to cite, among other things, the following:
  - a. Past actions of the Board and request for combined authorization to cover all authorizations required.
  - b. Authority to designate architects to proceed with preliminary plans.
  - c. Authority to apply for grant funds and to proceed with development of matching funds.
  - d. Indication of any new budgeted positions for state budget.
  - e. Increased costs of operation of physical plant.
  - f. Role to be played by grants in operation of new area.
3. Permission of the Legislature to make additions to building for Items 2 and 3 of the recommendations, to be requested at the next session (1961) of the Legislature.

"Doctor Clark indicated that most of the new positions would be covered by grant funds except in such new areas as immunology, chemotherapy, etc. He also stated that there would be an increase of approximately fifty fellow positions (from 70 to 120)." With respect to this latter statement, it should be explained that this would be a natural development of the graduate program over the next five years, contingent upon adequate space but not developing because of space additions.

Sincerely yours,

R. Lee Clark, Jr., M. D.  
Director

RLC:as

cc: Dr. Logan Wilson  
Dr. James C. Dolley  
Mr. C. H. Sparenberg  
Mr. Joe E. Boyd, Jr.

Excerpts from Minutes of Meeting of The University of Texas  
Board of Regents, December 2, 1955

APPROVAL OF PRELIMINARY PLANS; AUTHORIZATION FOR FINAL PLANS, ADDITIONS AND ALTERATIONS TO M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE BUILDING.--Doctor Clark furnished each member of the Board material setting out the proposed additions and alterations to the M. D. Anderson Hospital and Tumor Institute Building, functional justification for changes, the estimated costs, and sources of funds as outlined below:

SUMMARY OF ESTIMATED COSTS  
ADDITIONS AND ALTERATIONS

<u>Area</u>	<u>Number Square Feet</u>	<u>Estimated Cost</u>
Roof Decks	11,250	\$281,250.00
New Supervoltage Area	4,050	81,000.00
Re-allocation of space and additional areas	4,600	192,800.00
North End Additional Space (5 floors - 4,050 sq. ft. per floor)	20,250	<u>405,000.00</u>
Total		\$960,050.00

SUMMARY OF FUNDS AVAILABLE FOR  
ADDITIONS AND ALTERATIONS

<u>Source of Funds</u>	<u>Amount</u>
Plant Funds:	
Allotment Account	\$ 42,400.00
Current Restricted Funds:	
Various Donors for Building and Equipment	165,000.00
James Anderson Fund for Building and Equipment	9,870.00
Current General Funds:	
Unappropriated Surplus (Either Cash in Bank or Legislative Funds)	<u>382,730.00</u>
Total	\$600,000.00



Investments are held for the "Various Donors for Building and Equipment" fund in the amount of \$54,500.00 and the hospital owns a parking lot in downtown Houston. These investments and this property can be sold, if necessary, to provide additional funds.

Additional funds may be made available in savings from current operations by the time contracts can be awarded.

Requests may be made for funds from philanthropic sources.

Comptroller Sparenberg was asked into the meeting.

Vice-President Dolley pointed out that this item is on the agenda of the Developmental Affairs and Public Relations Committee for discussion but is submitted without any recommendations from the Administration.

A general discussion ensued with reference to the source of funds, architect's fees, and increased income and annual operating expenses, arising from these additions and alterations.

At the request of Doctor Clark and upon motion of Doctor Minter, seconded by Mrs. Devall, the Board approved the preliminary plans authorized by the Board of Regents at its meeting, March 12, 1955, and prepared by MacKie and Kamrath for the roof decks and authorized and approved the preliminary plans for the following additions and alterations to the M. D. Anderson Hospital and Tumor Institute Building:

1. 4,050 square feet for the construction of a new supervoltage area,
2. an extension of the loading dock, additional construction on the dock to provide additional lockers and space for Medical Records and Epidemiology; extension of the first floor over the dock for an additional 1,400 square feet to enlarge the clinic area, and the relocation and erection of partitions on the first floor, and
3. 4,050 additional square feet each on the first through the fifth floors on the North end of the building, immediately above the supervoltage area, a total of 20,250 square feet;

and further authorized MacKie and Kamrath to proceed with the working drawings and specifications for the roof decks, new supervoltage area, and the re-allocation of space and additional space on ground and first floor including erection and relocation of partitions; and also to proceed with working drawings and specifications for the additional space on the North end of the first five floors conditioned on the following:

1. Legality of use of General Funds appropriated by the Legislature and private gift funds for these additions and alterations as limited by Article VI, Section 22, H. B. 140, 54th Legislature, R. S., to be approved by Judge Scott Gaines.
2. Limited to 1% fee on Item 3 above if a contract is not let for Item 3 when bids are received (that is if money is not available).
3. Limitation of use of General Funds if they are permitted to be used for these purposes to appropriations made in prior bienniums as distinguished from funds for the present biennium.
4. That no money appropriated by the Legislature for other purposes be used unless it has been specifically authorized by the Legislature;

and instructed Doctor Clark to negotiate with MacKie and Kamrath regarding the architect's fees with the understanding that other than the 1% fee for preliminary plans, the architect would be paid nothing for those working drawings and specifications on which contracts were not awarded; and in no event would the combined fee be in excess of 6% of the contracts awarded.

Excerpt from Minutes of Meeting of The University of Texas Board of Regents, February 3, 1956

PROPOSED ADDITIONS AND ALTERATIONS TO THE UNIVERSITY OF TEXAS M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE BUILDING.--President Wilson reported that pursuant to action taken by the Board of Regents at its meeting in Houston, December 3, 1955, regarding proposed additions and alterations to The University of Texas M. D. Anderson Hospital and Tumor Institute Building, as reflected in the Permanent Minutes, Vol. III, Page 239, and as a result of careful deliberations of the President's Office staff, Comptroller Sparenberg, Doctor Clark, and Mr. Boyd, there was submitted to and approved by the Executive Committee a proposal that authorization for working drawings and specifications for the additional space on the north end of the first five floors above the supervoltage area be deferred, and that Doctor Clark be granted permission to proceed with the preparation of information for presentation to the next session of the Legislature requesting specific authorization for this deferred project, but not requesting additionally appropriated funds, and that only the following projects be authorized, the cost estimates of each to be increased by 6% to include the architect's fees:

1. 11,250 square feet for enclosing two roof decks on the seventh floor of the south wing at an estimated cost of \$281,250 (an addition to and completion of existing structure),
2. 4,050 square feet for the construction of a new supervoltage area at an estimated cost of \$81,000, and
3. 4,600 square feet to include an extension of the loading dock, additional construction on the dock to provide additional lockers and space for Medical Records and Epidemiology; extension of the first floor over the dock for an additional 1,400 square feet to enlarge the clinic area, and the relocation and erection of partitions on the first floor at an estimated cost of \$192,000.

It was specifically understood by the Executive Committee and the full Board that no money would be used for any of these projects that had not been authorized by the Legislature to be used in this fashion. It was understood that the estimated sources of funds for the projects above listed are the same as those indicated by the Regents' minutes of December 3, 1955, totaling \$600,000 and that the conditions stipulated in the Regents' minutes of December 3, 1955, still apply.

At this point, Director R. Lee Clark, Jr. reported that after the recommendation not to proceed with the five floors above the supervoltage area on the north end of the building, he had revised his plans in an effort to locate all departments in the remaining space available. He stated that he had found space for all departments except one and that he would like permission to build an additional 1900 square feet on the second floor of the west side of the north wing at an estimated cost of \$35,000, the funds to come from a "building or equipment" fund or a surplus fund.

Upon motion of Vice-Chairman Voyles, seconded by Mr. Lockwood, the Board ratified the interim action of the Executive Committee and granted the request of Director Clark for permission to build an additional 1900 square feet as set out above at an estimated cost of \$35,000 with the understanding that the funds to be used will not include any of the appropriated unexpended balances for items other than furniture, equipment, hospital utilities, etc. and will not include private funds which have been given for a specific purpose.

ATTENDANCE.--Director Clark and Business Manager Joe Boyd retired from the meeting.

The following is an excerpt from the Action of the Committee of the Whole at its meeting November 28, 1956:

LEGISLATIVE REQUESTS 1957-59, BUILDING NEEDS, M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE.--President Wilson presented a memorandum from Doctor R. Lee Clark, Jr., dated November 26, 1956. After a general discussion, and upon recommendation of President Wilson and on motion of Doctor Oates, seconded by Mr. Sorrell, the Board approved the memorandum, thereby rescinding its approval given at the meeting November 2-3 to present information to the LBB for the building needs as listed below at M. D. Anderson Hospital and Tumor Institute, and authorized the necessary studies to effect a comprehensive scheme for this phase of the building program and to obtain financing from other than state sources. At the appropriate time, permission will be requested from the Legislature to proceed with the actual construction.

Phase III: Additional Requests -- Research Area

- A. Addition of the biological floor to the Research Wing and Medical Service Area
- B. Addition of the Animal Area above the biological floor to be used for large animals, experimental surgery, clinical physiology and pharmacology

(Copy of Memorandum made a part of Actions of the Committee of the Whole).

SENATE CONCURRENT RESOLUTION 15

Senator Bracewell offered the following resolution:

S. C. R. No. 15, Authorizing buildings and equipment for M. D. Anderson Hospital and Tumor Institute from private funds.

Whereas, The M. D. Anderson Hospital and Tumor Institute of The University of Texas at Houston, Texas, is desirous of adding 4,050 square feet of floor space to each of the five floors on the north of the existing building, being an aggregate of 20,250 square feet; and

Whereas, All of this new area is to house programs already in operation in the existing facilities within the hospital, the area on the fourth floor providing space for a surgical recovery room and the area on the fifth floor for staff research personnel in the Virology, Electron Microscopy, Immunology, Biology, and Biochemistry sections; and

Whereas, The proposed construction will be on an adequate foundation which now exists and on top of existing structures; and

Whereas, The proposed construction, as well as equipment, will be financed from private sources and matching Federal funds; and no state-appropriated funds will be utilized in financing the construction and equipment costs of this project; and

Whereas, There is an urgent need for this addition to the existing buildings of the M. D. Anderson Hospital and Tumor Institute in the interest of an expanded research program; and

Whereas, The building budget estimates for the fiscal years 1958 and 1959, containing projected plans and sketches, were submitted on October 15, 1956, to the Executive and Legislative Budget offices by the M. D. Anderson Hospital and Tumor Institute; now therefore, be it

Resolved, By the Senate of Texas, the House of Representatives concurring, That the Board of Regents of The University of Texas is hereby granted permission to authorize the construction of this additional area on the existing building of the M. D. Anderson Hospital and Tumor Institute at Houston, Texas, without construction or equipment costs to the State.

The resolution was read and was referred to the Committee on State Affairs.

Adopted by the Senate	2/5/57
Adopted by the House	2/11/57
Approved by the Governor	2/16/57
Filed by the Secretary of State	2/18/57

October 1, 1958

## MEMORANDUM

TO : Dr. R. Lee Clark, Jr.  
The University of Texas  
M. D. Anderson Hospital and  
Tumor Institute  
Houston 25, Texas

FROM : Chief, Health Research Facilities Branch, Division of  
Research Grants, National Institutes of Health,  
Bethesda 14, Maryland

RE : Program deadlines

This is with reference to our previous correspondence regarding the Health Research Facilities program. Our files reveal that you have expressed an interest in the submission of an application for a construction grant to the Division of Research Grants.

It is a pleasure to report that Title VII of the Public Health Service Act, as amended, under which this program operates, has been extended for an additional three-year period (Public Law 85-777, approved August 27, 1958). Section 705 (a) of this Law has been amended to provide: "Applications for grants under this title shall be made not later than June 30, 1961."

It will be appreciated if you will advise us, as soon as possible, as to your intentions with respect to the submission of an application under this program and the estimated amount of your request in order that our records can be brought up-to-date.

Application forms, as well as additional information, will be forwarded upon request to the Health Research Facilities Branch, Division of Research Grants, National Institutes of Health, Public Health Service, Bethesda 14, Maryland.

Francis L. Schmehl

THE UNIVERSITY OF TEXAS  
M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE  
HOUSTON 25, TEXAS

October 14, 1958

Mr. Francis L. Schmehl  
Chief, Health Research Facilities Branch  
Division of Research Grants  
National Institute of Health  
Bethesda 14, Maryland

Dear Mr. Schmehl:

I appreciate your inquiries regarding our previous request for aid in the building of research facilities. We regret that circumstances have not permitted us to participate in the first three years of your program. As your records show, we made an additional request for grants in 1953 and had hoped that our program would have been completed by this time. However, new regulations are in effect requiring legislative approval for any additional construction. It would be our hope to have our status clarified before the deadline of June 30, 1961. We appreciate your keeping us informed about this program as authorized under Public Law 85-777, as approved August 27, 1958 for a three-year extension.

Sincerely yours,

R. Lee Clark, Jr., M. D.  
Director and Surgeon-in-Chief

RLC:as

cc: Dr. Logan Wilson





## MEDICAL AFFAIRS COMMITTEE

Date: October 2, 1959

Time: 8:30 a. m.

Place: Room 330, St. Anthony Hotel

Members:        ✓Mr. Bryan, Chairman  
                       Mrs. Devall  
                       Mr. Johnson  
                       ✓Mr. Madden

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D. MEDICAL AFFAIRS COMMITTEE

1. MEDICAL BRANCH

- a. Change in Title of Executive Director. --Doctor Truslow of the Medical Branch has requested that his title be changed from Executive Director to Executive Dean and Director. He is of the opinion that the title Executive Director is not sufficiently descriptive of his duties. This item is the first one on Page G-6 of the Medical portion of the Docket. It is included here in order that it will be included, if adopted, in the Minutes proper.
  
- b. Request for Additional Grants from The Sealy and Smith Foundation. --On the following two pages is a recommendation from Doctor Truslow for formal approval to request The Sealy and Smith Foundation for additional grants.

You will observe on Page 72 that Item 2 has already been approved by the foundation.

THE UNIVERSITY OF TEXAS — MEDICAL BRANCH  
GALVESTON

September 16, 1959

THE SCHOOL OF MEDICINE  
THE SCHOOL OF NURSING  
THE TECHNICAL CURRICULA  
THE POST-GRADUATE PROGRAM

THE JOHN SEALY HOSPITAL  
THE CHILDREN'S HOSPITAL  
THE PSYCHOPATHIC HOSPITAL  
THE ROSA AND HENRY ZIEGLER HOSPITAL

MEMORANDUM NO. 4

TO: Acting President

FROM: Executive Director

SUBJECT: Four Items for Formal Presentation to the Sealy & Smith Foundation.

Approved  
J. C. Dolley  
for the President

As described in my memorandum (No. 1) on the September 9 meeting of the Sealy & Smith Foundation, four items were discussed to determine their interest and possible support of a formal Regental request. All four brought encouraging responses, and we therefore submit the following for Central Administration and Regental approval.

1. Laundry - We request permission to seek funds necessary to construct the laundry addition as determined in the survey described above in Memorandum No. 3.
2. Furniture and Equipment - for State Psycho and Randall Pavilion. We request permission formally to seek funds for these purposes in the amount of \$197,803 as detailed in Memorandum No. 1. *1964*
3. Psycho II and III - The 40 private psychiatric beds this building now contains will, on the completion of State Psycho and Randall Pavilion, contrast so unfavorably as to necessitate rate differentials of considerable degree. Shabby in appearance inside, and in need of exterior facing and some roof repair, this structure is basically sound, and the plumbing and wiring in good repair. In line with good current maintenance and in anticipation of early return in the investment through upward adjustment of room rates, we request permission to obtain careful estimates of the cost of renovation, including air conditioning, for formal submission to the Sealy & Smith Foundation. Preliminary estimates suggest a total in the neighborhood of \$75,000 - \$100,000.

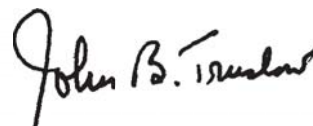
Acting President

-2-

September 16, 1959

Memorandum No. 4 Continued.

4. Pediatric Ward - This item, while of lesser priority in time than the others included here, appears sufficiently significant in the consideration of all candidates interviewed thus far for the Chairmanship of the Department of Pediatrics - to warrant our request for permission to study and get some firm estimates of costs for later submission to the Sealy & Smith Foundation. Fact is that all of the hospital units assigned to pediatric patients were designed for adults and not for children. Modern pediatric care requires certain service and clinic areas completely lacking in our design. Apparently this represents as serious a handicap in our recruitment of a new Chairman as it has been described to be by Dr. Hansen in the optimum care of children.



John B. Truslow, M. D.  
Executive Director

JBT:wdw

- c. Report of Informal Meeting with Trustees of The Sealy and Smith Foundation. --Below (Pages 64-72) is Doctor Truslow's report, in the exact form as presented, of an informal meeting with The Sealy and Smith Foundation on September 9 concerning funds that the foundation is willing to make available for buildings, furnishings, and equipment.

2 64

THE UNIVERSITY OF TEXAS — MEDICAL BRANCH  
GALVESTON

September 16, 1959

THE SCHOOL OF MEDICINE  
THE SCHOOL OF NURSING  
THE TECHNICAL CURRICULA  
THE POST-GRADUATE PROGRAM

MEMORANDUM NO. 1

THE JOHN SEALY HOSPITAL  
THE CHILDREN'S HOSPITAL  
THE PSYCHOPATHIC HOSPITAL  
THE ROSA AND HENRY ZIEGLER HOSPITAL

TO: Acting President

FROM: Executive Director—Medical Branch

SUBJECT: Meeting With Sealy & Smith Foundation

Attached <sup>P. 66</sup>(1a) is a list of topics which were discussed with the Sealy & Smith Foundation at their September 9 meeting to which I was accompanied by Mr. Walker and Dr. Troutman. Items one to five were simply reporting.

In accordance with our telephone conversation it was clearly stated to the Sealy & Smith Foundation Board that the other items were merely exploratory and only item six was accompanied by a firm estimate. A second attachment <sup>P. 67</sup>(1b) details this \$197,803 item which I have been informed was approved by the Foundation Board after we left - assuming formal request from the Board of Regents.

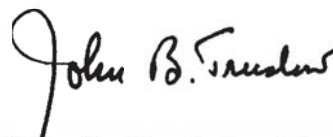
In view of our plan to appear before the State Committee for the Hill-Burton Act on Sunday, I then explored the position which the Sealy & Smith Foundation might take if requested by the Board of Regents for matching funds in support of the extension for the Out Patient Clinic as the first item in the master plan building program. We used the well-labeled "guess" of between one and one and a quarter million dollars for this item, (based upon 50 percent of the 1.8 million figure we used in describing this unit in the master plan, plus allowance for cost of living increases and other contingencies.) It was stated at the meeting and confirmed by telephone call from Dr. Randall "we can count on matching funds for such a program."

Items eight through ten were mentioned for the purpose of determining whether the Sealy & Smith Foundation felt that these would be within the purview of their interest and within the bounds of their resources so that we would be in a stronger position in approaching the Regents to give assurance of interest if it existed. On both counts, they expressed appreciation of the importance of these items and indicated their tentative approval of their support. In the

Memorandum No. 1 Continued.

case of the laundry expansion item, we gave a clearly labeled guess of \$50,000 based on our need for between 4,500 and 5,000 square feet at \$10 per square foot. On item nine, our estimates were extremely incomplete. A preliminary survey of the mechanical repairs have been reported to us at \$38,000 and other repairs perhaps doubling this sum. On the telephone last night, Dr. Randall informed me that the action of the Board on this item was to express interest in, and to express approval of, its urgency and to take no action until further data could be supplied along with a formal request.

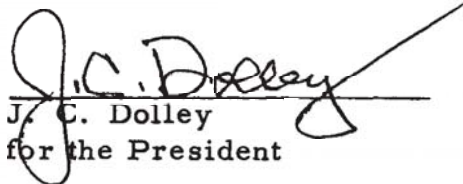
Finally, we discussed very generally the matter of remodeling 9A in new John Sealy Hospital to conform to the needs of hospital care for children. This apparently struck a note of considerable sympathy from Mr. John McCullough who agreed with our contention that wards now occupied by children were designed for adults, and for efficiency and effectiveness needed remodeling. On this item, Dr. Randall's telephone report was that we could be assured that the Foundation would approve such a proposal, when formally presented, at least to the amount of \$50,000.



John B. Truslow, M. D.  
Executive Director

JBT:wdw

I recommend that the Board of Regents accept The Sealy and Smith Foundation grant of \$197,803 to be used for furnishing and equipping the remodeled Psychiatric Building and Units 5-A and 5-B of the John Sealy Hospital and Out-Patient Department.



J. C. Dolley  
for the President



September 9, 1959

AGENDA

The Sealy & Smith Foundation Meeting

1. Change of name from Negro Hospital to the Edward Randall Pavilion.
2. Report on gift from Foundation of May 13, 1959.
3. Legislative Report.
4. Budgetary Report.
5. Engineering report on Old John Sealy Hospital.
6. Equipment for Edward Randall Pavilion, State Psycho, Out Patient Clinic, and Wards 5A and 5B.
7. Out Patient Expansion.
8. Laundry Expansion.
9. Psycho II and III remodeling.
10. 9A remodeling.

SUMMARY  
 EQUIPMENT AND FURNISHINGS  
 FOR  
 REMODELED PSYCHIATRIC BUILDING  
 UNITS 5A & 5B NEW JOHN SEALY HOSPITAL  
 OUT PATIENT DEPARTMENT

PSYCHIATRIC BUILDINGS

Kitchen and Snack Bar Equipment	\$ 18,000.00	
Furniture and Furnishings	146,116.00	
Venetian Blinds	9,500.00	
Ceramic Units	2,000.00	
Laundry Equipment	<u>1,800.00</u>	
		\$ 177,416.00

UNITS 5A and 5B

Furniture and Furnishings		10,948.00
---------------------------	--	-----------

OUT PATIENT DEPARTMENT

Equipment		<u>9,439.00</u>
		<u><u>\$ 197,803.00</u></u>

DETAIL  
 EQUIPMENT AND FURNISHINGS  
 FOR  
 REMODELED PSYCHIATRIC BUILDING  
 UNITS 5A & 5B NEW JOHN SEALY HOSPITAL

PSYCHIATRIC BUILDINGS

I. KITCHENS

<u>Items</u>	<u>No.</u>	<u>Cost</u>
		\$
1. Pass Thru Refrigerator	2	4,000.00
2. Portable Distribution Cart	2	600.00
3. Hot Plate	2	150.00
4. Coffee Warmer	3	150.00
5. Cup & Saucer Lowerater	2	1,000.00
6. Tray Lowerator	2	750.00
7. Portable Hot Food Cart	2	2,800.00
8. Toaster	3	300.00
9. Food & Beverage Cart	1	1,950.00
10. Refrigerator	2	600.00
11. Portable Tumbler Cart	1	200.00
Installation (Costs Supplied by Southern Metal Mfg. Co.)		1,000.00
Sub-Total		<u>\$13,500.00</u>

II. SNACK BAR

1. Sandwich Unit	1	\$ 420.00
2. Toaster	1	100.00
3. Bread Dispenser	2	100.00
4. Coffee Urn	1	275.00
5. Condensing Unit	1	250.00
6. Ice Cream Unit	1	375.00
7. Back Bar Unit	1	400.00
8. Pastry Case	1	200.00
9. Front Counter	2	550.00
10. Coffee Warmer	1	30.00
11. Serva Soda Unit	1	1,500.00
Installation (Cost supplied by Southern Metal Mfg. Co.)		300.00
Sub Total		<u>\$ 4,500.00</u>

III. OCCUPATIONAL THERAPY

1. Ceramic Unit	1	\$ 2,000.00
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IV. FURNITURE & FURNISHINGS FOR PATIENT ROOMS, OFFICES & RELATED AREAS

	<u>No.</u>	
1. Desk	34	
2. Pull-up Chair	54	
3. Secretarial Chair	29	
4. Conference Desk	1	
5. Conference Table	9	
6. Conference Chair	74	
7. Lounge Chair	65	
8. Case Piece	2	
9. Executive Chair	21	
10. Dining Table	14	
11. Dining Chair	50	
12. Seats	47	
13. Lamp and/or Magazine Table	46	
14. Lamp	20	
15. Cafeteria Table	39	
16. Cafeteria Chairs	156	
17. Bench	2	
18. Sofa	13	
19. Coffee Table	7	
20. End Table	7	
21. O.T. Work Table	16	
22. O.T. Work-Room Chairs	94	
23. Counter Stool	1	
24. Classroom Chair	23	
25. Game Table	7	
26. Game Chair	30	
27. Lounge Chair (small)	19	
28. Library Table	1	
29. Library Chairs	8	
30. Couch	5	
31. Smoker Table	6	
32. Shock Therapy Bed	27	
33. Draperies & Venetian Blinds (700 Windows)		
34. An ensemble of Motel Style furniture for 180 patients consisting of bed, mattress, dresser desk, desk chair, and lounge chairs (Costs supplied by Suniland)		\$ 155,616.00

V. Laundry Equipment		
(Costs supplied by Westinghouse)		\$ 1,800.00
Total Psychiatric Buildings		<u>\$ 177,416.00</u>

UNITS 5A and 5B

I. <u>Furniture &amp; Furnishings</u>		
	<u>No.</u>	
1. Dresser Desk	28	\$ 3,528.00
2. Lounge Chair	56	6,160.00
3. Draperies	42	1,260.00
(Costs supplied by Suniland)		
Total Units 5'A and 5B		<u>\$ 10,948.00</u>

PERMANENT MOVABLE EQUIPMENT  
FOR  
THE OUT PATIENT DEPARTMENT

	<u>Quantity</u>	<u>Equipment</u>	<u>Total Price</u>
1.	16	Lifetime Examination Table	\$ 5,616.00
2.	3	Lifetime Examination Table	796.50
3.	1	Caylor X-ray Urological Table complete with movable leg rest, Caylor Knee Crutches and sockets, Alcock Boots and dummy Bucky Diaphragm	540.00
4.	1	Garfield Proctologic Table	983.08
5.	20	Surgical Examination Lamps, Dozor	629.20
6.	2	Health-O-Meter Scales	130.00
7.	3	Mayo Stand, stainless steel	348.00
8.	2	Instrument Table, stainless steel, 20" x 36"	196.50
9.	1	Gomco Aspirator with table	<u>200.00</u>
		Total	\$ 9,439.28

THE SEALY & SMITH FOUNDATION  
FOR THE JOHN SEALY HOSPITAL  
318 COTTON EXCHANGE BUILDING  
GALVESTON, TEXAS

DIRECTORS  
JOHN W. MCCULLOUGH  
JOHN W. HARRIS  
DR. EDWARD RANDALL, JR.  
BALLINGER HILLS  
V. W. McLEOD  
ALVIN N. KELSO  
HOMER F. SANDERFORD

OFFICERS  
JOHN W. MCCULLOUGH  
PRESIDENT  
JOHN W. HARRIS  
VICE PRESIDENT  
ALVIN N. KELSO  
SECRETARY  
C. R. BYARD  
TREAS. AND ASST. SECY

September 10, 1959

Dr. John B. Truslow, Executive Director  
The University of Texas-Medical Branch  
Galveston, Texas

Dear Doctor Truslow:

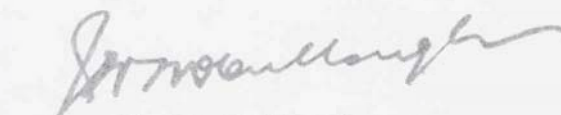
Our Board on yesterday appropriated the sum of \$197,803.00 to cover the cost of equipment and furnishings for remodeled Psychiatric Buildings and for Units 5-A and 5-B, John Sealy Hospital, as requested by you.

You discussed informally with us the following additional projects which the Medical Branch desires to undertake:

Renovate and repair Psycho #2 & #3 (Est.)	\$75,000.00
Remodel Children's area on 9th floor John Sealy Hospital (Est.)	50,000.00
Addition to laundry (Est.)	50,000.00

If you will furnish us with more detailed information as to your plans for these projects, as well as close estimates of the cost of each, and submit separate requests through usual channels, I am sure they will receive sympathetic consideration.

Sincerely,

  
John W. McCullough  
President

JWMcC:js

- d. Utilization of the Old John Sealy Hospital. --Below is a report for information from Doctor Truslow regarding the utilization of the Old John Sealy Hospital.

TO: Acting President

FROM: Executive Director-Medical Branch

SUBJECT: Old John Sealy Hospital

I have given a great deal of thought and study to the Bernard Johnson and Associates' survey of the Old John Sealy Hospital, It is clear that their data and their evaluations of the data in the body of the report are far less final and condemnatory than the covering letter.

As previously planned, all clinics but Dental Clinic will be moved from the Old John Sealy to Rebecca Sealy in October or early November. The Dental Clinic has to remain and will see only a handful of patients each day. This clinic is on the first floor which is "in satisfactory condition" according to the engineering report.

Remodeling of the Out Patient Clinic will probably not begin before next Spring at the earliest. This gives us several months for careful re-evaluation of our proposal to move the Orthopedic and Urology Clinics to the first floor of Old John Sealy. Before moving the two clinics we will consult Bernard Johnson and Associates. If these two clinics cannot be moved to Old John Sealy during the remodeling of the Out Patient Clinic Building, they will either have to be shut down or moved to an area now used by bed patients. The former would be unjustified and the latter excessively expensive, both as to remodeling as well as in loss of hospital income.

In the interim we will carry out all of the following items which are directly related to the major points made by Bernard Johnson and Associates:

1. All storage will be removed immediately from the third floor wings and the areas locked and not used for any purpose.
2. All inflammable storage from the second floor wings will be removed immediately and all remaining storage carefully distributed as to weight loads (no excessively heavy storage will be permitted.)



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74

Acting President

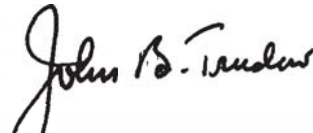
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September 16, 1959

Memorandum No. 8 Continued.

3. Personnel will be allowed in the second floor wings only for the purpose of depositing or removing storage.
4. The whole building will be evacuated in the case of hurricane warning.

After October, according to our present schedule, the only occupants of Old John Sealy will be in the basement, the first floor, and in the central section - all of which have been declared in the report as "in satisfactory condition."



John B. Truslow, M. D.  
Executive Director

JBT:wdw

- e. Proposals Relating to Teaching Programs of Nursing. --  
The following is a proposal relating to Teaching Programs of Nursing in the Medical Branch as presented by Doctor Truslow. The Administration has no recommendation concerning this program at the present time.

"The proposed revision of the curriculum in the School of Nursing leading to the degree of Bachelor of Science in Nursing has been reviewed and been approved unanimously by the Faculty of the School of Nursing. Since our last meeting on this matter in June in Austin, a meeting has been held including responsible administrators in the Main Campus and I have been informed that all of the details have been worked out. I therefore recommend your approval of this program effective September 1, 1960 for the Sophomore Class and effective during the current academic year (which involves very minor adjustments) for the Freshman Class.

"The proposal shortens the curriculum from four calendar years to four academic years plus two summer sessions. It also moves the second year from Galveston to Austin. More particularly, the proposal is designed to:

- A. Enrich the courses in the humanities and the social and biological sciences.
- B. Improve recruitment potential by virtue of two years of Main Campus association of students in nursing, and more direct contact there with professional nursing faculty.
- C. Increase the group of girls who have all four years of the course in common (at present more than half of our nurses take the first of their four years in one of twelve different colleges!)
- D. Attract university students who are expecting to support themselves.

"It is also recommended that students be required to pay their own maintenance throughout the program. Currently, during the three-year part of the nursing course on the Galveston campus, two-year students have paid \$100 the quarter, or \$300 for the first nine months. Maintenance of these students is estimated at \$92.50 per month, or \$1,050 per student.

"At the same time, we are recommending that effective September 1, 1961 all Junior students pay their own maintenance and effective September 1, 1962, and thereafter, all Seniors pay their own maintenance.

"The hospital will realize certain savings from this proposal, but the Nursing Service will likewise lose nursing service which the students have maintained in the hospital. It is the concensus of the hospital administration and of our Nursing Service that we can obtain a better quality of nursing care if the funds now spent for maintenance of nursing students could be used:

- A. To hire full-time staff available on a predictable work schedule and
- B. To hire student nurses during vacations and summer schedules.

"Finally, the change of curriculum adds 33 hours of credit to the Austin Campus, 13 of which are in nursing and which we propose to support from the Medical Branch budget. Thus, the net addition to the Austin Faculty load is 20 credit hours per student. To off-set this in Galveston, a saving will be made of two part-time salaries totaling \$4,500 and some of the maintenance money described above.

"In arriving at the ratio of students to Faculty, we believe that proportionate credit should be given to the amount of teaching carried out by members of our nursing faculty on the Main Campus. Our proposal would involve maintaining there a group of four or five nursing faculty fully paid from our budget.

"We seek your approval of this for Regental action in October."

Below is an outline of the proposed curriculum of the Baccalaureate Program in Nursing.

#### Plan of Courses on the Austin Campus

##### Freshman Year

<u>Course No.</u>	<u>First Semester</u>		<u>Second Semester</u>				
	<u>Title</u>	<u>Cr.</u>	<u>Hrs.</u>	<u>Course No.</u>	<u>Title</u>	<u>Cr.</u>	<u>Hrs.</u>
E. 601a	English Composition	3		E. 601b	English Composition	3	
Ch. 801a	General Chemistry	4		Ch. 801b	General Chemistry	4	
Bio. 607a	General Biology	3		Bio. 607b	General Biology	3	
Psy. 301	Introd. to Psychology	3			Elective (Suggested:	3	
Soc. 302	Introd. to Study of Society	3			Phil., Soc., Eco., Ed., Mathematics).		
Nsg. 001	Orientation to Nursing	0		Nsg. 308	Health in Contemporary Society	3	
	Total		<u>16 Hrs.</u>		Total		<u>16 Hrs.</u>

Summer Session (9 wks.)

<u>Course No.</u>	<u>Title</u>	<u>Cr.</u>	<u>Hrs.</u>
His. 315K	United States History	3	
Bac. 316	Elementary Bacteriology	3	
	Sophomore English	3	
	Total	<u>9</u>	Hrs.

Sophomore Year

<u>First Semester</u>				<u>Second Semester</u>			
<u>Course No.</u>	<u>Title</u>	<u>Cr.</u>	<u>Hrs.</u>	<u>Course No.</u>	<u>Title</u>	<u>Cr.</u>	<u>Hrs.</u>
Gov. 610a	American Government	3		Gov. 610b	American Government	3	
Zoo. 316K	Human Physiology	3		His. 315L	U. S. History	3	
H. Eco. 311	Elements of Nutrition	3		H. Eco. 333	Child Development	3	
Psy. 314	Psychology of Personal Adjustment	3		Nsg. 510L	Sophomore English Fundamentals of Nursing	5	
Nsg. 510K	Fundamentals of Nursing	5					
	Total	<u>17</u>	Hrs.		Total	<u>17</u>	Hrs.

Summer Session (9 wks.)

<u>Course No.</u>	<u>Title</u>	<u>Cr.</u>	<u>Hrs.</u>
Nsg. 324	Introduction to Clinic Nursing	3	
Nsg. 625	Introduction to Surgical Nursing	6	
	Total	<u>9</u>	Hrs.

Junior Year

<u>First Semester</u>				<u>Second Semester</u>			
<u>Course No.</u>	<u>Title</u>	<u>Cr.</u>	<u>Hrs.</u>	<u>Course No.</u>	<u>Title</u>	<u>Cr.</u>	<u>Hrs.</u>
Nsg. 1223	Maternal&Child Health) or )	12		Nsg. 1223	Maternal&Child Health) or )	12	
Nsg. 1224	Medical&Surgical Nsg.)			Nsg. 1224	Medical&Surgical Nsg.)		
Soc. 331	Human Relations in Social Organization	3		Nsg. 350	Public Health Science	3	
Nsg. 126a	Human Relations in Nursing	1		Nsg. 225b	Family Nursing	2	
Nsg. 125	Family Nursing	1		Nsg. 126	Human Relations in Nursing	1	
	Total	<u>17</u>	Hrs.		Total	<u>18</u>	Hrs.

Senior Year

<u>First Semester</u>			<u>Second Semester</u>		
<u>Course No.</u>	<u>Title</u>	<u>Cr. Hrs.</u>	<u>Course No.</u>	<u>Title</u>	<u>Cr. Hrs.</u>
Nsg. 672	Public Health Nursing )	6	Nsg. 675	Medical&Surgical Nsg.)	6
	or )	6		or )	6
Nsg. 675	Medical&Surgical Nsg.)		Nsg. 673	Psychiatric Nursing )	
Nsg. 673	Psychiatric Nursing )		Nsg. 670	Head Nursing )	
	or )	6		or )	6
Nsg. 670	Head Nursing )		Nsg. 672	Public Health Nursing )	
Nsg. 369	Trends in Nursing	3	Nsg. 370	Introd. to Statistics	3
Nsg. 160	Family Nursing	1	Nsg. 265	Gen. Nursing Seminar	2
Nsg. 161a	Human Relations		Nsg. 161b	Human Relations in	
	in Nursing	1		Nursing	1
	Total	<u>17 Hrs.</u>		Total	<u>18 Hrs.</u>

- 79
- f. Temporary Removal of 70 Psychiatric Patients to Faculty Housing Buildings. --Below is the documentation presented by Doctor Truslow regarding the temporary removal of 70 psychiatric patients to the Faculty Housing Buildings.  
(Pages 79-84)

On Page 85 is a statement by Vice-President Dolley.

TO: Acting President

FROM: Executive Director-Medical Branch

SUBJECT: Temporary Move of 70 Psychiatric Patients to Faculty Housing Building

P. 81

On July 22, 1959, the attached memorandum (5a) was submitted to Dr. Wilson giving reasons for our recommendation of this temporary move. Copy of a letter with supplementary justification is also attached (5b). P. 82

This memorandum is prepared in response to Central Administration request (July 27, 1959) for specific data on (1) the details and cost of remodeling and the source of funds and (2) estimated net income and a detailed operating budget.

1. Estimated remodeling costs will total not more than \$2,500 which will consist of a small sink and counter on the first floor, alteration in one door on the second floor (dutch door), and cabinet work in the closet of the room used as nursing station. All of the cabinet work and shelving will be free standing and not attached to the building. Funds for remodeling will come from the hospital.
2. The estimated annual income from 70 semi-private beds will amount to approximately \$500,000 per annum. The total operating expenses will amount to approximately \$270,000 (\$162,000 direct expenses, \$108,000 indirect expenses) per annum. Actually, the indirect costs do not necessarily have to be charged to the revenue of this project since it is only the pro-rata cost of all other hospital expenses except the direct charges listed.

A detailed operating statement is attached (5c). P. 84

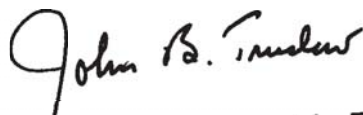
Acting President

-2-

September 16, 1959

Memorandum No. 5 Continued.

3. The duration of this temporary move is expected to be eight or nine months beginning January 1960. With completion of the renovation of State Psycho, the Faculty Housing Building would revert to its present status and function.



John B. Truslow, M. D.  
Executive Director

JBT:wdw

COPY

July 22, 1959

Dr. Logan Wilson, President  
The University of Texas  
Austin 12, Texas

Dear Doctor Wilson:

As you will recall, the remodeling of the Negro Hospital Building and the Galveston Psychiatric Hospital will be done seriatim and will require two major transfers of psychiatric patients during the construction period.

The Southwest Construction Company has estimated that the Negro Building will be completed by January 15, 1960. At that time, 60 of the 170 patients can be moved from the State Psychiatric Hospital to the remodeled Negro Hospital. It is our plan also to move 30 of these to 5A which will have been completely remodeled for semi-private patients through the use of Sealy-Smith funds.

Faced with the alternative of cut-back of 80 beds in psychiatry which represents something in the order of \$600,000 income per year or the use of the Faculty House for 70 or these patients, we are strongly recommending the latter course; and although this has been discussed with Central Administration it has not, to my knowledge, been given final endorsement.

Our proposal would be to use the second floor of the Faculty House and part of the first floor lounge for the care of psychiatric patients and treatment facilities during the period of time necessary to remodel the Galveston Psychiatric Hospital. This will require only minimal cost for remodeling, and all patients will eat at the public cafeteria presently located on the first floor of the building.

Present occupants of the Faculty House will have to be moved to empty dormitory rooms or to outside housing of their own choice. This will, of course, cause some inconvenience to those employees who have chosen to live at the Faculty House more or less permanently. I feel we can virtually guarantee them first choice on reoccupancy when remodeling of the Galveston Psychiatric Hospital is completed about August or September 1960.

This is to request that you approve of this recommendation and my discussion of it before the Medical Affairs Committee.

Sincerely yours,

/s/ John B. Truslow, M.D.  
Executive Director

JBT/wsw



PRIVATE PSYCHIATRIC BEDS - MEDICAL BRANCH HOSPITALS

	<u>1958</u>	<u>Present</u>	<u>Proposed</u>	
			<u>About January 15, 1960</u>	<u>About August 1, 1960</u>
Psycho I	26	-	-	-
Psycho 2 and 3	40	40	40	40
State Psycho	170	170	-	120
<hr/>				
Randall Pavilion	-	-	60	60
Pavilion 5	24	24	24	24
5A	-	-	30	-
<hr/>				
Faculty House	-	-	70	-
	<u>260</u>	<u>234</u>	<u>224</u>	<u>244</u>

(Corrected tally as of September 1959)

July 1959

COPY

August 14, 1959

Mr. C. H. Sparenberg, Comptroller  
The University of Texas  
Austin 12, Texas

Dear Mr. Sparenberg:

Our request of July 22, 1959 to utilize the Faculty House for relocation of psychiatric patients from approximately January to September 1960 is based upon a careful consideration of all areas on the Campus that might be used as patient care facilities. Only the Faculty House and a nurses dormitory can be seriously considered for this purpose.

Our choice of the Faculty House over a dormitory was made because the Faculty House has space in the Lobby which can be conveniently used as a treatment room for shock therapy and also because there is a cafeteria in the building.

Although it would be entirely possible to use a dormitory for this purpose, the expense and effort of maintaining an equal standard of patient care would be considerably greater than if the Faculty House were utilized.

Patients in need of shock therapy are almost always unable to care for themselves and after each shock treatment all patients are confused and dis-oriented for a period of several hours, even though they are ambulatory. Therefore, the logistical problem of transporting patients to and from a treatment room and the cafeteria is much simplified by having all facilities in the same building. In addition, this completely eliminates transportation problems that would otherwise occur in view of Galveston's frequently inclement weather.

The remodeling necessary is pertinent to the use of part of the lobby for a treatment room and an upstairs room for a nursing station. None of the remodeling will effect the building in a significant fashion as far as its use as a faculty house is concerned.

The suitability of this building for the care of psychiatric patients is excellent and this recommendation carries the complete and expressed support of the Director of Hospitals and the Chairman of the Department of Neurology and Psychiatry.

Very truly yours,

/s/ Edwin G. Troutman  
Assistant Director for Planning

/s/ E. D. Walker, Business Manager  
and Comptroller of Hospitals

sch

cc: 2 with original  
Mr. E. D. Walker

84

ANNUAL OPERATING BUDGET  
70 SEMI-PRIVATE PSYCHIATRIC BEDS - FACULTY HOUSING BUILDING

Estimated Income (a)		\$ 500,000
Estimated Expenditures		
Direct Costs:		
Admitting	\$ 5,500	
Nursing	85,000	
Dietary	46,000	
Housekeeping	16,000	
Laundry	9,500	
Indirect Costs: (b)	108,000	<u>270,000</u>
Estimated Net Income		<u>\$ 230,000</u>

(a) Based on 70 semi-private beds at 85% occupancy with an average patient stay of 35 days. Room rates \$16-17 per day plus inclusive service.

(b) Pro-rata portion of all other hospital expenditures other than items listed as direct costs.

The Faculty Housing unit referred to in Dr. Truflow's memorandum is one of eight structures built from the proceeds of a \$2,512,000 revenue bond issue sold to private investors in 1955. The bond resolution underlying this revenue bond issue specifies that the structures are to be used by the students and staff of the Medical Branch. The proposal that the Faculty Housing unit be used temporarily as a psychiatric hospital would, of course, violate this provision of the bond resolution. Such violations have been approved by the Board in the past, but I do not believe it to be appropriate for an officer in Central Administration to recommend that the Board approve a violation of its own bond resolution. However, I will state that the proposed utilization of this structure represents, in my opinion, the best solution of the psychiatric patient housing problem posed by the present hospital remodeling program at Galveston. Further, if the income estimates to the project from this utilization are reasonably accurate, the bondholders' protection will be materially improved over the level provided by the current operation.

  
for the President

JCD:js  
9/18/1959

## 2. SOUTHWESTERN MEDICAL SCHOOL

- a. Report on Part-Pay Psychiatric Teaching Service. -- Upon the recommendation of the Board of Directors of the Dallas County Medical Society, the Board of Regents on October 11, 1957, approved the establishment of a Part-Pay Psychiatric Teaching Service at Southwestern Medical School "for a trial period of one year subject to a review with formal report at the end of six months, with a complete re-evaluation at one year; . . . ."

Doctor Gill will make a progress report on this service at the meeting.

- b. Fraternity Housing and Other Types of Student Housing (Discussion Only). -- Doctor Gill has presented the following material for submission to you on fraternity housing and other residential housing at Southwestern Medical School:

Fraternity Housing

Background. In our opinion, fraternities constitute a normal feature of medical school operation. The University is probably justified in encouraging their successful operation as one portion of student personnel services.

At Southwestern, there are now six fraternities with 1958-1959 active memberships of 12, 67, 120, 16, 81, and 64. Of these, four now own houses, one operates a residence in leased quarters, and one has neither at present. At least five fraternities have expressed a desire to construct residential houses in the near future. It should be noted that serious doubt has been expressed within the past six months by two groups regarding ability to finance and build houses. Among some, there exists considerable doubt concerning construction of houses by any fraternities because of the competitive disadvantages which may be thus created. Opinions expressed by representatives of the several groups have varied widely the past five years..

The Board of Regents, at its meeting of September 16-17, 1949, adopted a resolution stating that building sites would be provided for organized medical fraternities at Southwestern Medical School but did not specify any terms

under which the sites would be made available. The existence of this resolution has caused some fraternities to press for the allocation of sites.

The Salmon Report on the Southwestern Medical Center includes a general site plan which designates an area for location of student and other housing on University of Texas property. This plan has been approved in principle by the Board of Regents. Heretofore action to settle the fraternity building site issue has been deferred because site plans were not complete. This reason no longer appears tenable.

It seems important that a decision now be reached on the matter of providing fraternity building sites, for two reasons: (1) uncertainty is contributing to dissatisfaction on the parts of fraternities, and (2) a decision on this point affects the nature of plans for other types of student housing.

#### Some Possible Alternative Actions:

No. 1: No University property would be made available for fraternity housing or other facilities. This would follow the precedent set at the Main University and the Medical Branch. Inevitable entanglements and difficulties resulting from lease arrangements would be avoided. The University would escape any charge of favoritism to certain student groups. Some fraternities, however, might not be able to provide houses, because of ground costs and some would assume large debts and the University might be under some pressure to see that the debts were paid. Supervision of off-campus fraternities would be more difficult, but the responsibility of the University for fraternity actions would be less. The fraternities now maintain all their facilities and activities off campus and independent of the University, and this is the situation which has existed at this school since 1943.

No. 2: The University might set aside six sites for construction of fraternity club rooms but no residential facilities would be erected on these sites. Leaseholds of long duration at a nominal rental could be executed. Sites of approximately 150' x 150' would be laid out by Consulting Architects, according to the Salmon site

plan; a dollar ceiling could be established on the cost of any structure and plans should be approved by Consulting Architects and the University Administration.

This would avoid residential projects under University "sponsorship" and counteract the temptations to engage in competitive races to build the most pretentious houses. Fraternity club rooms, however, would have to be financed by dues and donations, chiefly the latter. Some fraternities would doubtless also build residential houses off campus unless University regulations forbid.

No. 3: This would be the same as No. 2 except that residential structures would be permitted. Individual sites would be larger, using up considerable ground space. Enforcement of size and cost ceilings by the University could lead to considerable unpleasantness. Some fraternities would be at a competitive disadvantage. The University would be much more involved in "guaranteeing" house occupancy.

No. 4: Announcement would be made that the University would, in the near future, launch self-amortizing housing projects for students and that fraternity club rooms could be incorporated into these projects, available for long-term lease, unfurnished, to fraternities at rentals from \$150 to \$300 per month. Many schools do this for undergraduate fraternities. It provides simple, reasonably uniform, club room and lounge facilities, yet the arrangement is rather inflexible and might, perhaps, be considered too juvenile by medical fraternities. If rents are set at actual cost rates, they would probably be prohibitive; if set lower, other occupants would be subsidizing the club centers. What the University provides for one fraternity would almost have to be made available for all, perhaps necessitating too much investment in this type of facility.

Legal Status. Neither authorization nor prohibition seems to exist in clear-cut terms in relation to long-term leaseholds of the type mentioned in some of the alternatives. Such a leasehold, we understand, already exists at Texas Western. The Board of Regents could ask for an Attorney General's opinion, but to do so might invite a ruling which would be disadvantageous to other state colleges. There may be enough "common

practice" to justify an assumption that the Regents do have the right to execute such agreements. Reservations in the deeds from Southwestern Medical Foundation probably would not prohibit such agreements.

Present Opinions. If it were not for the existing Board statements (September 1949), we would recommend Action No. 1. The disadvantages and hazards involved in entering into any phase of fraternity housing on University-owned property seem to be quite considerable to me and there are enough examples of successful medical fraternity programs existent without institutional subsidy to indicate that campus housing is by no means an absolute necessity.

If the Regents feel that they must be bound by the 1949 resolution, Action No. 2, coupled with a carefully planned self-liquidating student apartment program like that outlined below, seems to be the best available compromise.

Several objections to non-residence club rooms are probable. First, there will be some dissatisfaction with prohibition of residential construction, and perhaps some charges that the Board is being overregulatory. Second, it is quite possible that no fraternities will take advantage of the offer of space for club rooms. The financially strong fraternities may erect residences off the campus anyway, while others may not be able to raise the capital necessary for club room facilities which would generate no income. Third, existence of club rooms for fraternities may cause some objections to charging universal fees for operation of a Student Union when it is built.

University-subsidized, and apparently "sponsored," residential fraternity housing on the campus inevitably competes with any other housing erected. Elaborate houses for some of the fraternities seem out of the question, and it is probably unwise for any fraternity at Southwestern to assume the kind of obligations which would thus be entailed. The action suggested in 2 does lend encouragement to the chief functions of a fraternity. Competitive disadvantages between fraternities would be reduced. If the offer should not be taken up, no great damage would be done.



If the Regents take any actions involving lease of land, it might be desirable to have an expression by the Trustees of Southwestern Medical Foundation that the leasing arrangement corresponds to their intent in deeding the property to the University.

### Residential Housing

Background. As the Salmon Report points out, it seems that some residential housing should be provided within the Southwestern Medical Center. In all probability this should be chiefly of the small apartment type, with a very small contingent of dormitory type facilities.

The University has a legitimate concern with student housing. However, the student volume at Southwestern Medical School is too small to furnish a financially sound base for any but a very small facility. To assure liquidation of costs, housing almost has to be made available to other personnel such as nurses, technicians, and other staff members.

If the University constructs housing, liquidation must be guaranteed from housing receipts or from other funds. It is highly questionable that any University funds should be expended for housing of persons other than University students.

Yet, the need for housing seems to be a real one. Two alternatives for meeting it are outlined in the following suggestions for discussion.

Suggestions. One alternative would be that the Board establish a committee, or authorize the administration, to approach Southwestern Medical Foundation with a suggestion that the Foundation assume responsibility for establishing a means (e. g. , by contract or creating a housing authority) to erect and operate housing for the Center. The Regents might agree to transfer to the Foundation the necessary land, with a suitable proviso regarding some priority for students. The rationale here is that suitable housing arrangements for the entire Center should be developed, and to do this goes beyond the powers of the Board of Regents. If the housing is to be Center-wide in scope, its control should be Center-wide. Further, it seems that the University's responsibility

should be to operate a first-class medical school and not to manage a housing development.

A second alternative would be for the Board of Regents to state as policy now that it is willing to construct, upon adequate assurance of self-liquidation possibilities, housing facilities which will be for students in first priority but open to other Southwestern Medical Center personnel. Obviously, the issue here is whether the University assumes that, since student housing is necessary for the medical school and since the medical school is dependent upon the proper functioning of Parkland and other Center units, it is justifiable for the University to enter this business. Adoption of the policy statement would not commit the Board to undertake any project, but would mean that the administration would make a thorough investigation to develop a proposal and supporting facts to lay before the Board.

The first alternative could be chosen without rejecting the second alternative in case the first proves unworkable.

A third alternative does exist. The administration can make a more detailed study of the feasibility of constructing housing for students only and inform the Board of what might be involved as to subsidy or other financial arrangements. This would be extremely difficult to accomplish, however, until the actions of the various fraternity organizations are settled, since much would depend upon how many students would choose to live in any University-sponsored housing project on the campus.

3. POLICY RELATING TO DEPOSITS MADE BY APPLICANTS FOR ADMISSION TO MEDICAL BRANCH AND SOUTHWESTERN MEDICAL SCHOOL. --The following is a recommendation of the Administration regarding deposits made by applicants for admission to the Medical Branch and Southwestern Medical School:

It is recommended that the following change in policy relating to deposits required of applicants for admission to our medical schools, which has been proposed by Dean Gill and approved by Dr. Kenneth Earle and Mr. Warren G. Harding of the Medical Branch, be approved by the Board:

The \$30.00 registration deposit required by the Medical School at Galveston and the Southwestern Medical School from all applicants accepted for admission shall be refunded to any student withdrawing his application prior to July 1 preceding the September registration date for the purpose of enrolling in the other institution.

Under existing rules no refund is made to any student withdrawing his application after January 15. The amendment recommended increases the coordination of admissions to our two medical schools. The July 1 date is reasonable since it is highly desirable for each of the schools to stabilize their entering classes by that date.

4. POLICY, ADMISSION OF NON-RESIDENT STUDENTS TO MEDICAL AND DENTAL UNITS. --The Administration is submitting to the Board for consideration the following recommendation concerning the policy re admission of non-resident students to medical and dental units:

It is recommended that the Medical Affairs Committee consider restating the policy of the Board relating to the admission of non-resident students to our medical and dental schools to read as follows:

The medical and dental schools of The University of Texas are authorized to accept as members of their freshman classes a limited number

of non-resident students whose qualifications would place them among the top 10% of the entering class. Not more than 5 such students at the Southwestern Medical School and at the Dental Branch and 8 such students at the Medical Branch shall be accepted in any freshman class.

The attached letter from Dr. Truslow, on Page 94 quotes the existing rule and indicates the complications and difficulties encountered in operating under this policy. In addition to the points raised by Dr. Truslow it should be pointed out that under the existing tuition statute the tuition is the same for both residents and non-residents.

It is recommended that the Board authorize the administration to have introduced in the next regular session of the Legislature a bill amending the existing tuition statute to authorize the Board of Regents to fix a non-resident tuition fee for medical and dental students not less than \$800 a year. This minimum figure might well be fixed at \$1,000.

It should be pointed out that Dr. Gill and Dr. Olson have not had an opportunity to express an opinion on this problem.

THE UNIVERSITY OF TEXAS — MEDICAL BRANCH  
GALVESTON

94

THE SCHOOL OF MEDICINE  
THE SCHOOL OF NURSING  
THE TECHNICAL CURRICULA  
THE POST-GRADUATE PROGRAM

THE JOHN SEALY HOSPITAL  
THE CHILDREN'S HOSPITAL  
THE PSYCHOPATHIC HOSPITAL  
THE ROSA AND HENRY ZIEGLER HOSPITAL

September 14, 1959

PRESIDENT'S OFFICE	
APPROVED	FILE
REC'D	SEP 13 1959
REF'D	LC
PLEASE ANSWER	X
PLEASE LEAD AND RETURN	for LW info

Dr. Logan Wilson, President  
The University of Texas  
Austin, Texas

Dear Dr. Wilson:

At the meeting of the Board of Regents on November 21-22, 1957 approval was given for the admission of nonresidents to medical and dental units as follows:

"The medical and dental branches of The University of Texas are authorized to accept as members of their freshman classes nonresident students not to exceed 10% of the total freshman class; provided however, that no nonresident student shall be admitted until all residents of Texas meeting the entrance requirements now in effect have been tendered a place in the first-year class, and have had reasonable opportunity to accept."

In February of 1958, in a meeting with you, Dr. Casberg, Mr. Lanier Cox and Dr. Gill, we agreed that no announcement in the catalogue on this matter would be either prudent or necessary.

This matter was discussed again in the spring of 1959 and at that time it was felt that it would be unwise to announce our nonresident policy for fear it might have an adverse effect on the legislature which was then in session. It was my impression however from talking to members of the legislature this year, that there would be no strong feeling against our taking a small number of nonresidents each year.

Our Admissions Committee has selected two classes since the Regents authorized admission of nonresident students and to date we have had only two eligible applicants. Those two were attending Texas Colleges, and though residents of Texas, could not qualify as "bona fide" residents under the requirements as set forth in our catalogue. Those two applicants were admitted to the 1958 freshman class.

81

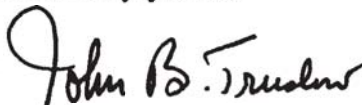
Dr. Logan Wilson  
Page two  
September 14, 1959

We have had a sizeable number of inquiries from nonresidents and we have routinely invited them to send in a resume of their record for preliminary consideration, provided they considered themselves to have superior academic and personal qualifications. Most of the applicants have replied with a long letter setting forth a mediocre to very poor record, and the usual excuses for their low grades.

It has become rather clear that those nonresident applicants who would qualify for admission are taking our catalogue statement concerning the residence requirement at face value and those who have little if any chance of being admitted elsewhere are taking one last chance by sending an inquiry. Contact with deans of other medical schools has not resulted in our receipt of acceptable applications. This can probably be explained by the fact that most students who apply to the big name schools, file ten or more applications. They usually have acceptances from one or more of their second choice schools, even before they have a reply from their school of first choice.

In view of our experience over the last two years and the legislative intent that we enroll a freshman class of 160 students, I recommend that we be permitted to announce that we will accept a small number of nonresident students to our entering freshman class and that we be permitted to accept nonresidents early in the year in order that we may be in the competition for the quality of applicant we would want to accept.

Sincerely yours,



John B. Truslow, M. D.  
Executive Director

JBT:WGH:ck

Return approved copies to:

Dr. John B. Truslow  
Mr. E. D. Walker (2)  
Dr. K. M. Earle

**5** Committee of  
the Whole

## COMMITTEE OF THE WHOLE

Date: October 1, 1959, 3:00 p. m.  
 and October 2, 1959, 2:00 p. m.  
 Time:

Place: Cascade Room, St. Anthony Hotel

Page No.

- |    |   |    |
|----|---|----|
| A. | Report of Consultants re Available Facilities and Sites,<br>Third Medical School ( <u>Thursday, October 1, 3:00 p. m.</u> ) | 98 |
| B. | Items Referred Either for Action or for Information by:<br>( <u>Friday, October 2, 2:00 p. m.</u> )                         | 98 |
|    | 1. Academic and Developmental Affairs Committee<br>(Committee Chairman Devall)  |    |
|    | 2. Buildings and Grounds Committee<br>(Committee Chairman Thompson)   |    |
|    | 3. Land and Investment Committee<br>(Committee Chairman Johnson)  |    |
|    | 4. Medical Affairs Committee<br>(Committee Chairman Bryan)  |    |



C. Special Items	
1. Fire and Extended Coverage Insurance	98a
2. Adjustment in Payment to Ex-Students' Association for Services	100
3. Projected Conference on Taxation (Discussion Only)	103
4. Revision of Rules and Regulations, Board of Regents	107
5. Faculty Participation in Drafting Bills for Legislature	107
D. Items Relating to Component Units (Administrative Head to be present for consideration; any items not on final agenda must be of emergency nature and previously cleared through the President for presentation) <u>Friday, October 2, 4:00 p. m.</u>	107
1. Main University (Doctor Ransom)	
2. Texas Western College (Doctor Smiley)	
3. Medical Branch (Doctor Truslow)	
4. Dental Branch (Doctor Olson)	
5. M. D. Anderson Hospital and Tumor Institute (Doctor Clark)	
6. Southwestern Medical School (Doctor Gill)	
7. Postgraduate School of Medicine (Doctor Taylor)	

## II. COMMITTEE OF THE WHOLE

- A. REPORT OF CONSULTANTS RE AVAILABLE FACILITIES AND SITES, THIRD MEDICAL SCHOOL. --The Chairman of the Advisory Committee for the Third Medical School site selection, Doctor Hinsey, could not prepare for distribution recommendations as to the site prior to the meeting on October 1. This advisory committee will meet and draw up its report on Wednesday, September 30, the day preceding the meeting of the Board of Regents. Doctor Hinsey will be prepared to make an oral presentation before the Board at 3:00 p. m. on October 1.

Chairman Minter states that the Board, though it may not wish to decide at the October meeting, after receiving the committee's report will deliberate upon the selection of the site.

B. ITEMS REFERRED EITHER FOR ACTION OR FOR INFORMATION BY:

1. Academic and Developmental Affairs Committee  
(Committee Chairman Devall)

2. Buildings and Grounds Committee  
(Committee Chairman Thompson)

3. Land and Investment Committee  
(Committee Chairman Johnson)

4. Medical Affairs Committee  
(Committee Chairman Bryan)

C. SPECIAL ITEMS

1. Fire and Extended Coverage Insurance. --On the following page is a report of the award of contract for fire and extended coverage insurance for ratification by the Board.

September 17, 1959

FOR AGENDA OF BOARD OF REGENTS COMMITTEE OF THE WHOLE

REPORT AND RATIFICATION OF AWARD OF CONTRACT  
FOR FIRE AND EXTENDED COVERAGE INSURANCE  
FOR THE UNIVERSITY OF TEXAS SYSTEM

In accordance with the instructions given by the Board of Regents at its meeting on August 1, 1959, invitations for bids on blanket system-wide fire and extended coverage insurance for The University of Texas System were distributed to a selected list of bidders on August 13, 1959; copies of the invitation for bids dated August 13, 1959, plus the attached specifications, summary of estimated replacement new values, and proposal forms, were distributed to members of the Board of Regents. Copies of this material were eventually distributed to a total of six insurance company offices, ten local agents, and one general agent.

In accordance with the invitation for bids, bids received were opened and tabulated at 10:00 A. M., September 10, 1959. Bids received covering the premium cost for the three-year period beginning September 24, 1959 are listed below:

Insurance Company of North America, Philadelphia, Pa.	(40%)	
Local Agent: Ellis-Smith and Company, Dallas		
Federal Insurance Company, New York, N. Y.	(35%)	
Local Agent: F. W. Offenhauser and Company, Texarkana		
American Insurance Company, Newark, N. J.	(25%)	
Local Agent: Ellis-Smith and Company, Dallas		\$215,000.00
Continental Casualty Company, Chicago, Illinois		
Local Agent: Munger and Moore, Dallas		\$142,664.00

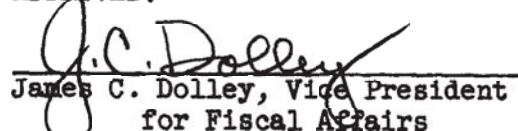
After considerable discussion with Regents Heath and Johnson, who attended the bid opening, and in accordance with the authority granted by the Board of Regents, Vice President Dolley and Comptroller Sparenberg made the award to the Continental Casualty Company of Chicago on the basis of their low bid of \$142,664.00.

This award covers blanket system-wide fire and extended coverage insurance for The University of Texas System, for the three-year period beginning September 24, 1959, on the replacement new basis, subject to a \$100,000.00 deductible for each and every loss occurrence, with total coverage on buildings and contents of \$155,407,400.00 on the basis of the 90% coinsurance clause.

It is recommended that the Board of Regents ratify the actions above reported at its meeting of October 1, 2, and 3, 1959.

  
Charles H. Sparenberg  
Comptroller

APPROVED:

  
James C. Dolley, Vice President  
for Fiscal Affairs

2. Adjustment in Payment to Ex-Students' Association for Services. --In light of the letter from Jack R. Maguire, Executive Director of The Ex-Students' Association, on Page 101, the Administration recommends that the annual payment of \$25,000 to the Ex-Students' Association for keeping the alumni records and for related services be increased to \$27,500.

Mr. Maguire points out both the increased services rendered to the University and the increased costs incident to these services. Specifically, the Association spent \$33,889.63 in providing these agreed services during the year ending August 31, 1958, and has budgeted \$42,689 for this purpose for the current fiscal year. The 10% increase requested is clearly reasonable, particularly in view of the fact that such costs are borne entirely by the institution at most large state universities.



## THE EX-STUDENTS' ASSOCIATION

The University of Texas

P.O. Box 8013, University Station • Austin 12, Texas • GRenwood 6-6201

JACK R. MAGUIRE, Executive Director, B.J. '44

10)

September 16, 1959

File No.: RE - 3

Dr. Logan Wilson, President  
The University of Texas  
Main Building 101

Dear Dr. Wilson:

PRESIDENT'S OFFICE UOFT	
ACKNOWLEDGED.....	FILE.....
REC'D	SEP 17 1959
REFER TO	LC
PLEASE ANSWER	
PLEASE READ AND RETURN	

for  
Regents  
action  
Oct 1-3

On September 1, 1956, a new contract between The University of Texas and The Ex-Students' Association for keeping alumni records became effective. That contract, which is still in effect, called for The University to pay to The Ex-Students' Association a grant of \$10,000 to help defray the cost of converting the existing manual records system to punched cards that could be handled by IBM machines, plus an annual fee of \$25,000 for the staff and equipment necessary to keep such records.

This contract was not without precedent, either at this institution or at other state universities where independent alumni associations are in existence. For many years prior to 1956, The University of Texas had paid The Ex-Students' Association \$10,000 annually for keeping alumni records. However, this figure was not enough to enable The Association to employ the staff necessary to keep accurate alumni records, and on September 1, 1956, there were only 14,000 good addresses of alumni on file.

Today there are more than 65,000 good addresses of alumni on punched cards. At the same time, there are still 125,000 alumni who still must be located, their correct addresses ascertained and the pertinent information about them punched on IBM cards. To accomplish this task with our present staff and facilities would take another four years, at least, and perhaps longer in view of the rising enrollment of The University.

On our present budget, it will be impossible for The Association to make the necessary expansion of staff and facilities. In the fiscal year ending August 31, 1959, The Association spent \$33,889.63 for the staff and equipment necessary to keep alumni records. In the new fiscal year, our budget for alumni records calls for an expenditure of \$42,689 -- the minimum we believe necessary to bring our records completely up-to-date and as quickly as possible.

Dr. Wilson  
Page 2  
September 16, 1959

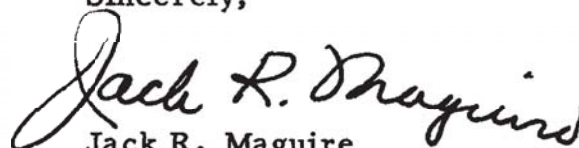
Although the cost of keeping alumni records is borne entirely by the institution at most other large state universities (such as Ohio State, Michigan and others), The Association feels obligated, as one of its services to The University, to bear as much of the cost as our income from dues and other sources will permit. However, we do feel that we should now ask the Board of Regents to consider raising the present contract a minimum of 10 per cent to an annual payment of \$27, 500.

We feel that this is not an unreasonable request in the view of the fact that The Association will continue to bear more than 35 per cent of the cost of keeping alumni records for The University. We also point out that more than 1,000 requests from University departments, agencies and staff members for alumni records information were processed in the last fiscal year; that our alumni lists will be used to raise unrestricted funds for The University in a campaign to be launched March 1, 1960; and that our alumni records are becoming more and more valuable to the Development Board, the Internal Foundations and other agencies on the campus. Of course, the lists will be even more valuable when the present inactive group of 125, 000 is made active.

For these reasons, we respectfully ask The Board of Regents to reconsider the existing contract between The University and The Association and to raise the annual payment to \$27, 500 at the very minimum.

With kindest regards, I am

Sincerely,

  
Jack R. Maguire  
Executive Director

JRM/lmj

3. Projected Conference on Taxation (Discussion Only). --The following is a memorandum from Vice-President Haskew, concurred in by the Administration, relating to a projected conference on taxation. It is pointed out that this item is for discussion only. 103

Before President Wilson left, he discussed with some members of the Board of Regents the idea of having The University of Texas sponsor an invitation and educational conference dealing with problems of state and local taxation. Later, he circulated a letter to members of the Board of Regents asking for their reactions to the idea. Although the majority of those who replied expressed endorsement, enough questions were raised by others to make it inadvisable to proceed with plans for the conference until the Board had additional opportunity to discuss the matter. Such discussion appears as an Agenda item for the October 1-3 meeting.

Questions raised by members of the Board were concerned chiefly with possible political significance which might be attached to any such conference. The advisability of holding it at a time when political races might be on seemed to be of particular concern.

The proposal now is that the conference would be held in the summer of 1960, after state political contests are settled. Its purpose would be strictly educational, attempting to bring late information and authoritative studies to bear upon problems of taxation. Key people, including state legislators, would be especially invited, but the sessions would be open to the public. All of those on the program would be drawn from outside the state of Texas, to avoid local entanglements.

This sort of public service seems to be a normal and important part of the function of The University of Texas, and the conference would be conducted on a plane which should reflect credit upon us. Naturally, news coverage of the proceedings would be extensive, adding to its educational effectiveness.

At our request, a committee composed of Dean J. Alton Burdine, Dr. John R. Stockton, Mr. Lynn Anderson, and Dr. Carey Thompson have prepared an outline of such a conference in order to give members of the Board of Regents a clearer indication of what would be presented and of the caliber of people who would do the presenting. That outline is on the following pages.



SUGGESTED PROGRAM PARTICIPANTS  
CONFERENCE ON STATE AND LOCAL TAXATION  
The University of Texas  
1960

Friday Morning Program "The Crisis in the States"

"The Fiscal Crisis Facing State Governments"

Dr. John F. Sly, Professor of Politics and Director, Princeton Surveys, Princeton University, Princeton, New Jersey.

Mr. Charles F. Conlon, Executive Director, Federation of Tax Administrators, Chicago, Illinois

"The Fiscal Crisis Facing Governments in Metropolitan Areas"

Carl Chatters, City Comptroller, City of Chicago, Chicago, Illinois.

Dr. Lyle C. Fitch, First Deputy City Administrator, City of New York, New York, N. Y.

"Historical Development of the American Federal-State-Local Tax Structure"

Dr. Allen D. Manvel, Chief, Governments Section, U. S. Bureau of the Census, Washington 25, D. C.

Dr. L. Laszlo Ecker-Racz, Economist, U. S. Department of Treasury, Washington, D. C.

Friday Afternoon Program "Trends in State Taxation"

"Trends in State Income Taxation"

Dr. Harvey E. Brazer, Professor of Economics, University of Michigan, Ann Arbor, Michigan.

Dr. William H. Anderson, Professor of Economics, University of Southern California, Los Angeles, California.

"Trends in State Sales Taxation"

Dr. John F. Due, Professor of Economics, University of Illinois, Urbana, Illinois.

Dr. Clinton V. Oster, Associate Professor of Economics, Ohio State University, Columbus, Ohio.

"Trends in Property Taxation"

Dr. George W. Mitchell, Vice-President, Federal Reserve Bank,  
Chicago, Illinois.

Dr. Ronald B. Welch, Assistant Executive Secretary, State Board of  
Equalization, State of California, Sacramento, California.

"Trends in Natural Resource Taxation"

Dr. H. K. Allen, Professor of Economics, University of Illinois,  
Urbana, Illinois.

Mr. George D. Brabson, Tax Attorney, Ohio Oil Company, Findlay,  
Ohio.

Friday Evening Program

Dinner Address: "Taxation and Economic Development"

Dr. James W. Martin, Director, Bureau of Business Research,  
University of Kentucky, Lexington, Kentucky.

Mr. Roger Freeman, Vice-President, Institute for Social Science  
Research, Washington, D. C.

Dr. Dan Throop Smith, Professor, Graduate School of Business Administra-  
tion, Harvard University, Cambridge, Massachusetts.

Dr. Roy Blough, Principal Director, Department of Economic Affairs,  
United Nations, New York City, N. Y.

Dr. William D. Ross, Dean, College of Commerce, Louisiana State  
University, Baton Rouge, Louisiana.

Saturday Morning Program "A Look at the Future"

"Of State Taxation"

Dr. Paul Studenski, Professor of Economics, New York University,  
New York, N. Y.

Dr. Walter W. Heller, Professor of Economics, University of  
Minnesota, Minneapolis, Minnesota.

"Of Local Taxation in Metropolitan Areas"

Dr. Robert A. Sigafos, Stanford Research Institute, South Pasadena,  
California.

Dr. Mabel Walker, Executive Director, Tax Institute, Inc.,  
Princeton, New Jersey

"Of a Co-ordinated State-Local Tax Structure"

Dr. Alfred G. Buehler, Professor of Economics, University of Pennsylvania, Philadelphia, Pennsylvania.

Dr. Harold M. Groves, Professor of Economics, University of Wisconsin, Madison, Wisconsin.

OTHER POSSIBLE PROGRAM PARTICIPANTS:

Dr. Neil H. Jacoby, Dean, College of Business Administration, University of California, Los Angeles, California.

Dr. Richard A. Musgrave, Professor of Economics, Johns Hopkins University, Baltimore, Maryland.

Dr. Lewis H. Kimmel, Brookings Institution, Washington, D. C.

Mr. Joseph M. Robertson, Commissioner of Taxation, Minnesota Department of Taxation, St. Paul, Minnesota.

Dr. C. Lowell Harriss, Professor of Economics, Columbia University, New York City, N. Y.

Mr. Stanley J. Bowers, Tax Commissioner, Ohio Department of Taxation, Columbus, Ohio.

4. Revision of Rules and Regulations, Board of Regents. --  
These were mailed to each Regent on September 19, 1959.

5. Faculty Participation in Drafting Bills for Legislature. --  
One of the Regents has asked that this be included on the agenda.

D. ITEMS RELATING TO COMPONENT UNITS (Administrative Head to be present for consideration; any items not on final agenda must be of emergency nature and previously cleared through the President for presentation)

1. Main University  
(Doctor Ransom)

2. Texas Western College  
(Doctor Smiley)

3. Medical Branch  
(Doctor Truslow)

4. Dental Branch  
(Doctor Olson)

5. M. D. Anderson Hospital and Tumor Institute  
(Doctor Clark)

6. Southwestern Medical School  
(Doctor Gill)

7. Postgraduate School of Medicine  
(Doctor Taylor)

**6 Meeting of  
the Board**

AGENDA  
 MEETING OF THE BOARD OF REGENTS  
 OF  
 THE UNIVERSITY OF TEXAS  
 SAN ANTONIO, TEXAS  
 ST. ANTHONY HOTEL  
 October 3, 1959  
 Telephone: CA 7-4392

Place: Cascade Room

Date and Time: Saturday, October 3, 1959, 9:30 a. m.

	<u>Page No.</u>
I. Approval of Minutes	
A. Regular Meeting, July 31 - August 1, 1959	110
B. Regular Meeting, August 15, 1959	110
II. Report of the Committee of the Whole (Chairman Minter)	110
III. Report of the Standing Committees	
A. Executive Committee - Interim Actions (Committee Chairman Hardie)	111
B. Academic and Developmental Affairs Committee (Committee Chairman Devall)	113
C. Buildings and Grounds Committee (Committee Chairman Thompson)	113
D. Land and Investment Committee (Committee Chairman Johnson)	113
E. Medical Affairs Committee (Committee Chairman Bryan)	113
F. Board for Lease of University Lands (Vice-Chairman Johnson)	113
IV. Report of Joint Committee of the Board of Regents and University Development Board (Regent Thompson)	113

V. Special Items

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B. Travel	
1. Allowances--Reimbursed from Certain Funds	114
2. Authority for and Approval of Reimbursements	115
C. Parking	
1. Ratification of Supplement to 1959-60 Budget for Auxiliary Enterprises	
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a. Texas Western College	
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c. Dental Branch and M. D. Anderson Hospital and Tumor Institute	
d. Medical Branch	
D. Approval of Docket (Including Travel Supplements)	125
E. Scheduled Meetings of the Board	125
1. November 13-14, 1959	
2. January 1960 Meeting	

## DOCUMENTATION

MEETING OF THE BOARD OF REGENTSI. APPROVAL OF MINUTES

A. REGULAR MEETING, JULY 31-AUGUST 1, 1959. -- No requests for changes or corrections of the Minutes of the meeting of the Board of Regents held in Austin on July 31-August 1, 1959, have been received by the Secretary.

B. REGULAR MEETING, AUGUST 15, 1959. --No requests for changes or corrections of the Minutes of the meeting the Board of Regents held in Austin on August 15, 1959, have been received by the Secretary.

II. REPORT OF COMMITTEE OF THE WHOLE (To be filled in after meeting of the Committee of the Whole on Thursday and Friday, October 1 and 2, 1959.)



### III. REPORT OF STANDING COMMITTEES

#### A. REPORT OF EXECUTIVE COMMITTEE - INTERIM ACTIONS (July 17, 1959 through September 18, 1959). --

The Executive Committee during the period July 31-17  
 Sept. 18 ~~August 1~~, 1959, approved the following by mail vote:

##### 1. Budgetary Items

- a. Main University. -- Upon recommendation of Vice-President Ransom, concurred in by Vice-President Dolley, acting for President Wilson, the Executive Committee approved two budgetary items for the Main University. These are listed in the Main University portion of the docket for the October 1-3, 1959 meeting as Nos. 2 and 13, Pages M-7 and M-8, respectively.
- b. Southwestern Medical School. -- Upon recommendation of Doctor Gill, concurred in by Vice-President Dolley, acting for President Wilson, the Executive Committee approved two budgetary items for the Southwestern Medical School. These are listed in the Southwestern Medical School portion of the docket for the October 1-3, 1959 meeting as Nos. 20 and 63, Pages S-4 and S-7, respectively.

2. Revision of Requirements, Degree of Master of Arts. -- The Executive Committee, upon the recommendation of President Wilson, approved the following change in the Graduate Catalog as recommended by the Graduate Legislative Council and approved by the Graduate Faculty:

In the Graduate Catalog No. 5809, on Page 43, delete the two paragraphs after the statement

Requirements. -For the degree of Master of Arts the equivalent of thirty semester hours of senior or graduate instruction is required; the master's degree program shall include at least twenty-one semester hours of graduate work including the thesis.

and insert the following:

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Of the required thirty semester hours of senior or graduate rank, eighteen to twenty-four semester hours, inclusive of the thesis, shall be in the major area of instruction (either in the field of concentration or in supporting courses within the major department); the thesis usually accounts for six semester hours, but with special approval may be expanded to nine semester hours. The thesis, and its evaluation as six or nine semester hours, must be approved by the instructor in charge and by a supervisory committee appointed by the Dean; the thesis is subject also to final approval by the Dean. By the specific approval of the Graduate Council the work of the major may be divided between more than one area approved for graduate instruction. The remaining six to twelve semester hours of the total master's degree program shall be in a supporting subject or subjects outside the major area and designated as the minor. The relative number of hours in the major and minor field, as well as the nature of the supporting work must be approved by the Committee on Graduate Studies within whose jurisdiction the major work of the student falls, and be subject to the approval of the Graduate Dean.

In certain instances, substitutions for the formal thesis may be recommended to the Graduate Council by the appropriate Committee on Graduate Studies. Such substitutions may include internship reports (where the internship is approved as an essential part of the graduate program by the Graduate Council), or reports prepared in certain graduate seminar- or conference-type courses. In every instance, however, an internship or seminar course or conference course, from which substitutions for the thesis are to be submitted, must be approved for this purpose by the Graduate Council. Further, all reports, or other types of exposition, submitted as substitutes for the thesis, are subject to the approval of the Supervisory Committee appointed by the Graduate Dean.

The foregoing items are reported for ratification by the full Board.

- B. REPORT OF ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE. --This report will be presented by Committee Chairman Devall.
- C. REPORT OF BUILDINGS AND GROUNDS COMMITTEE. -- This report will be presented by Committee Chairman Thompson.
- D. REPORT OF LAND AND INVESTMENT COMMITTEE. -- This report will be presented by Committee Chairman Johnson.
- E. REPORT OF MEDICAL AFFAIRS COMMITTEE. --This report will be presented by Committee Chairman Bryan.
- F. REPORT OF BOARD FOR LEASE OF UNIVERSITY LANDS. -- Vice-Chairman Johnson will report for the Board for Lease.
- IV. REPORT OF JOINT COMMITTEE OF THE BOARD OF REGENTS AND THE UNIVERSITY DEVELOPMENT BOARD. --Regent Thompson sent to each of you early in September a copy of the Minutes of the meeting of the Joint Committee of the Board of Regents and the University Development Board held in Houston on August 20, 1959. This report unless otherwise determined will be included as a part of the Committee of the Whole.
- V. SPECIAL ITEMS
- A. LIBERALIZATION OF TERMS FOR BRACKENRIDGE LOAN. -- It is recommended by the Administration that the President be authorized to request the Attorney General of the State of Texas to institute a lawsuit under the cy pres doctrine to modify the terms of the George W. Brackenridge Loan Fund trust indenture in order to make more women students eligible for loans from this Fund and to authorize larger annual amounts for individual loans.

Explanation. This Fund was established in 1913 and the Board of Regents was appointed substitute trustee in 1941. The trust indenture specifies loans not to exceed \$200 per year each to women students in law, medicine, and architecture. The Fund now has a principal of \$96,516.20, with \$5,136.10 in outstanding notes. Between 1942-43 and 1958-59, only 8 applications for loans were received resulting in \$1,265 in loans. The Fund, in effect, stands idle.

In our opinion the reasons are (1) the amounts which can be loaned are too small to be of any real benefit to prospective women students under current economic conditions, and (2) the fields of study named are too limited to cover modern opportunities for women, especially since the loans are not available to women doing preparatory study to enter professional schools.

The Board of Regents on September 30, 1950, authorized legal steps to correct the situation, but for some reason such steps were not undertaken. In June, 1959, Mr. Burnell Waldrep, at the request of the President's Office, approached the office of the Attorney General on the matter and that office has been very cooperative in laying plans for a lawsuit which will petition the court to broaden the eligible recipients to cover women students preparing for any professional field and to raise the ceiling on loans to an amount equivalent to the basic annual cost of attending college. If the Board of Regents approves this recommendation, the petition can be filed almost immediately.

B. TRAVEL. --For your consideration, the following recommendations concerning travel are presented by the Administration:

1. Reimbursement from Certain Funds

It is recommended that the Board approve the following regulations relating to travel allowances from travel reimbursed from certain funds. The only change in the existing regulations is the change to an actual expense basis, but with a higher maximum per diem, for travel allowances paid from Trust Funds. By this change it is intended also to establish uniform system-wide policy.

- a. Travel allowances under research or other contracts, which are 100% reimbursable, will follow the terms of the contract, and in the absence of specifications the travel rules and regulations covering payments from Trust Funds will apply.
- b. Travel allowances paid from Trust Funds, unless otherwise specified under the grant or gift, shall be on the basis of actual expenses incurred not to exceed a maximum of \$15.00 a calendar day.

- c. Intercollegiate Athletics - Actual expenses will be paid at no per diem limit, provided such expenditures in the amount of \$2.00 or more are supported by signed receipts.

2. Authority for and Approval of Reimbursements

To conform to the authority granted in Section 35, Article V of House Bill 4, Third Called Session, 56th Legislature, it is recommended that the Board approve the following revision of its rules relating to travel to be effective for the fiscal year ending August 31, 1960.

- a. Authorization to Travel. -- Authorization to travel from the city or town where the University officer or employee is regularly stationed will be granted by the Board of Regents, or by the administrative officer to whom the Board may delegate authority to authorize travel, only under the following conditions:

- (1) When absence from usual duties is on state business, which shall include, among other purposes, the formal presentation of original researches by an employee, ~~at~~ before a national, regional, or State learned society, and
- (2) When appropriate provisions are made to carry on the duties of the person traveling without additional expense to the University.

No staff member whose usual duties do not require travel shall absent himself from his regular place of work and his usual duties except with advance permission obtained as follows:

- (1) At the Main University request for travel for one week or less for in-state or out-of-state ~~travel~~ without expense to the University shall be transmitted, with reasons therefor, through the departmental chairman or administrative superior to the appropriate dean or equivalent administrative officer for approval. At the other component institutions of the University such request for travel shall be approved by the executive head.

- (2) Request for travel not in excess of two weeks (a) for in-state or out-of-state travel without expense to the University (except as otherwise provided for Main University in the preceding subsection) or (b) for in-state travel with expense to the University, shall be transmitted through proper administrative channels to the executive head of the component institution for approval.
  - (3) Request for out-of-state travel not in excess of two weeks with expense to the University shall be transmitted through proper administrative channels to the President of The University of Texas for prior approval.
  - (4) All travel by the administrative officers and staff of Central Administration shall be approved by the President.
  - (5) Request for travel for a period in excess of two weeks, with or without expense to the University, shall be transmitted through proper administrative channels to the President of The University of Texas and to the Board of Regents for prior approval of the President and either the Executive Committee of the Board or the Board.
  - (6) Any travel which contemplates reimbursement from funds appropriated by the Legislature for travel expenses incurred outside the continental limits of the United States must have the written approval of the Governor prior to the travel, in addition to the authorizations required in the appropriate preceding subdivision.
  - (7) In lieu of any of the delegations of authority to approve travel specified in the above subdivisions, the President of The University of Texas may exercise such authority.
- b. Approval of Travel Reimbursements. --Travel vouchers for reimbursement of all official travel

authorized pursuant to the foregoing provisions shall be approved and signed as follows:

- (1) Central Administration  
Reimbursement for all travel shall be approved either by the President of The University of Texas or by the Auditor or Assistant Auditor of the Main University.
- (2) Component Institutions  
Reimbursement for all travel by employees of the component institutions shall be approved either by the President of The University of Texas or by the administrative officers designated below.

Main University--the Vice-President and Provost, Auditor, or Assistant Auditor

Texas Western College--the President of Texas Western College or the Business Manager

Medical Branch, Galveston--Executive Director or the Business Manager

Southwestern Medical School--the Dean or Business Manager

Dental Branch--the Dean or the Business Manager

M. D. Anderson Hospital and Tumor Institute--Director or the Administrator

Postgraduate School of Medicine--Dean or the Business Manager

#### C. PARKING

1. Ratification of Supplement to 1959-60 Budget for Auxiliary Enterprises, Pages 118-124.
2. Regulations
  - a. Texas Western College, Page 121
  - b. Southwestern Medical School, Page 123
  - c. Dental Branch and M. D. Anderson Hospital and Tumor Institute, Page 124
  - d. Medical Branch, Page 124

In accordance with authorization at the meeting of the Board on August 1, 1959, (Permanent Minutes, Volume VI, Page 1355), the Administration has prepared a Supplement to the 1959-60 Budget for Auxiliary Enterprises - Parking in which parking regulations for the units are set out on the pages as indicated on the foregoing page. This supplement and these regulations are presented for the Board's ratification. See next page.



THE UNIVERSITY OF TEXAS

AUXILIARY ENTERPRISES

SUPPLEMENT TO BUDGET FOR 1959-60

Parking

THE UNIVERSITY OF TEXAS  
MAIN UNIVERSITY

Supplement to Auxiliary Enterprises Budget 1959-60

PARKING

	<u>1959-60</u>
<u>Income:</u>	
Permits:	
RO - 13 @ \$36	\$ 468
R - 617 @ \$24	14,808
A - 400 @ \$12	4,800
B - 300 @ \$6	1,800
D - 200 @ \$5	1,000
C - (Students) 4,000 @ \$5	<u>20,000</u>
Sub-Total	\$42,876
Reinstatement Fees	2,274
Parking Meters - 57 @ \$50	<u>2,850</u>
Total	<u>\$48,000</u>
 <u>Expenditures:</u>	
Staff for Parking and Traffic Division:	
Administrative Clerk	
_____	\$ 4,020
Clerk-Typist	
_____	2,700
Staff for Traffic and Security Department:	
Sergeant (Transfer from General Budget)	3,504
Traffic Officers:	
_____	3,072
_____	3,072
_____	3,072
_____	3,072
Maintenance Man	2,820
Operating Materials and Supplies	5,000
Maintenance and Repairs to Parking Areas and Lots	7,500
Reserve for Construction of Parking Areas and Lots	7,500
Payment on Parking Meters	1,425
Unallotted Balance	<u>1,243</u>
Total	<u>\$48,000</u>

TEXAS WESTERN COLLEGE  
OF  
THE UNIVERSITY OF TEXAS

Supplement to Auxiliary Enterprises Budget 1959-60

PARKING

1959-60

Income:

Permits:

10 Reserved	@ \$12.00	\$ 120
160 Faculty	@ \$ 3.00	480
100 Staff	@ \$ 1.50	150
2,500 Students	@ \$ 3.00	7,500
200 Additional Students (Spring)	@ \$ 2.00	400
600 Additional Students (Summer)	@ \$ 1.00	600

Service Charges and Miscellaneous Permits 140

Total Income : \$9,390

Expenditures:

A. Administration		
1. Salaries and Wages	\$ 4,500	
2. Office Supplies, etc.	<u>2,000</u>	\$6,500

B. Maintenance and Facilities		
1. Labor and Materials (Routine)	1,350	
2. Repairs	<u>500</u>	1,850

C. Equipment (Pro-rated annually) 300

D. Reserve for Major Improvements 740

Total Expenditures \$9,390

TEXAS WESTERN COLLEGE OF THE UNIVERSITY OF TEXAS  
PARKING REGULATIONS

1959-60

1. A uniform fee of \$3.00 per fiscal year will be charged to all faculty and students.
2. Administrative Officers and Assistants will be offered reserved spaces at an annual fee of \$12.00.
3. All employees below the rank of Administrative Assistants will be charged a fee of \$1.50 per fiscal year.
4. Permits issued for the first time in the second semester will cost \$2.00 and in the summer session \$1.00. Employees below the rank of Administrative Assistants will be charged one-half of these amounts.
5. For accumulated violations, driving and parking permits for faculty, staff, and students may be revoked. In this case, the holder of the permit may elect to pay a service charge of \$3.00 to obtain another permit. However, only two such permits will be issued beyond the original. If a third revocation becomes necessary, the holder will be prohibited from driving or parking on the campus for a period of twelve months.

THE UNIVERSITY OF TEXAS  
SOUTHWESTERN MEDICAL SCHOOL

Supplement to Auxiliary Enterprises Budget 1959-60

PARKING

1959-60

Income:

Student Permit and Decal Fees	- 300 @ \$3	\$ 900
Faculty Permit and Decal Fees	- 100 @ \$4	400
Staff Permit and Decal Fees	- 150 @ \$3	450
Reinstatement and Miscellaneous Permits	-	<u>150</u>
Total Income		<u>\$1,900</u>

Expenditures:

Security Officer	(1/2 time)	\$1,470
Maintenance and Operation		<u>430</u>
Total Expenditures		<u>\$1,900</u>
Estimated Balance, August 31, 1960		<u>\$ -0-</u>

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL SCHOOL  
PARKING AND TRAFFIC REGULATIONS

1959-60

1. Registration Fee and Parking Permit

a. All cars (except visitors and for delivery of merchandise) to be parked on the campus shall bear a registration decal. These decals are furnished at a cost of \$1.00 each. If more than one car is to be parked on the campus, a decal must be purchased for each car. In emergency situations when a car not bearing a decal must be driven, a special parking permit should be secured from the Physical Plant office and displayed on the windshield of the car.

b. The driver of any vehicle which parks on the campus shall have a parking permit in addition to the registration decal. This permit will be furnished for a charge as follows:

- (1) Reserved "name" parking places \$3.00 per year
- (2) Authorization to use available unreserved parking areas \$2.00 per year
- (3) Special permits, such as for postgraduate registrants Assessment of appropriate fee

2. Designation of Parking Areas

Full-time Faculty of the rank of Instructor or higher will have "named" parking spaces in the Faculty Parking Lot between Parkland Memorial Hospital and the Clinical Science Building. Freshman and Sophomore students will be required to park in the lot in front of the Basic Science Building. Staff, Junior and Senior students, and the balance of the Faculty members shall park on the lot in front of the Basic Science Building or the lot west of the Clinical Science Building, or wherever space is available.

3. Reinstatement and Miscellaneous Fees

a. Upon violation of any parking regulation, the parking permit will be automatically revoked and will be reinstated only upon the payment of a service fee not to exceed the cost of the original permit.

b. In the case of cars obstructing traffic, and those parked without decals in other than specified visitor parking areas, the Physical Plant shall have the authority to impound vehicles and to collect a fee for tow-in service of \$5.00 in addition to any fine levied.

DENTAL BRANCH AND M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE  
(Houston)

These institutions are located at the Medical Center immediately adjacent to other hospitals, schools, and medical facilities. The practical impossibility and the undesirability of operating in these circumstances under different control regulations and varying fee policies necessitates the working out of uniform or correlated policies. The institutions in the Medical Center, including the Dental Branch and the M. D. Anderson Hospital and Tumor Institute, are now negotiating such policies. Parking budgets in conformity with such agreements and with Legislative restrictions will be presented for Board approval at the November meeting.

MEDICAL BRANCH, GALVESTON

There are no expenditures of state funds at the Medical Branch for the construction, maintenance, or operation of parking lots or facilities.

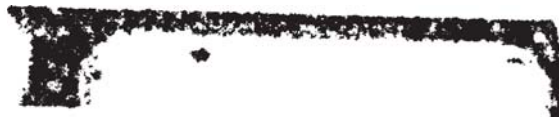
The Medical Branch does not own or operate any parking lots. The streets adjacent to the state property are owned by the city of Galveston. Limited access to a small street area is maintained for security reasons only on a twenty-four hour basis. Parking lots near the Medical Branch are owned and operated without charge by the Sealy-Smith Foundation as a service to the John Sealy Hospital and to medical staff and students.

- D. APPROVAL OF DOCKET (INCLUDING TRAVEL SUPPLEMENTS). --The docket, dated October 23, 1959, is labeled Attachment No. 2 and is bound in the legal size volume entitled Attachment Nos. 1 and 2. It follows Page L-19. Also accompanying this bound volume is an outline of the docket.

Travel supplements, if there are any, will be distributed at the meeting.

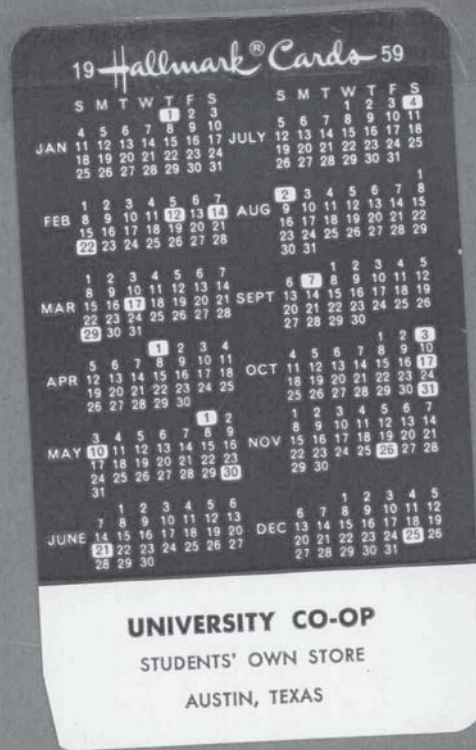
E. SCHEDULED MEETINGS OF THE BOARD

1. November 13-14, 1959. --As a result of the poll of the Board by Chairman Minter as to the next meeting, everyone stated he could come on November 13-14, 1959. If no change in this date is made at the October meeting - and I certainly do not know that such is anticipated - this will be made a part of the record.
2. Meeting Following the November Meeting. --To be definitely set at the October 1-3 meeting. Calendar attached for your convenience.





PROPOSED COMPUTATION CENTER  
AND EXTENSION OF MAIN BUILDING TERRACE  
MAIN CAMPUS  
THE UNIVERSITY OF TEXAS



Jessen, Jessen, Millhouse & Greeven  
Consulting Architects, The University of Texas  
Austin, Texas

COMPUTATION CENTER  
A PART OF THE EAST MALL DEVELOPMENT  
THE UNIVERSITY OF TEXAS

PROPOSED EAST MALL

The development of a major axis on the Campus extending from the Main Building to San Jacinto Street has been contemplated for some time. As of the time of this writing enough data has been assembled to project this Mall development in reasonably accurate terms in relation to the growth of the University. From Speedway east to San Jacinto this is envisaged as an esplanaded driveway, with buildings and parking areas on both sides, serving as the major vehicular entrance to the Campus. The Drama Building has been located near the far east end of this mall.

From Speedway west to the Main Building the mall is a pedestrian access climbing the hill up a series of terraces and steps, rising fifty feet to the Main Building Terrace. Progressing up this mall one passes between the major classroom buildings, Waggener Hall forming one part of the south building. At the head of the mall a set of monumental stairs ascends to an extension of the Main Building Terrace between Garrison Hall and the Geology Building. In the base of this Terrace extension is the Computation Center.

MAIN BUILDING TERRACE

Whereas an earlier plan development considered a wing on Garrison Hall and a similar wing on the Geology Building, both extending inward toward the center line of the mall, it is our strong conviction that the importance and dominance of the Main Building are more carefully preserved and in fact emphasized by the enlargement of the east terrace and its extension at the head of the East Mall. The contemplated wings on the side buildings are therefore eliminated in our plan. At the completion of the building development along this mall, the traffic density along it will far exceed that in any other direction, thus making the incorporation of maximum open area around the Main Building on this side even more important.

COMPUTATION CENTER

This function serves many areas of the University but principally the sciences, engineering and mathematics. The proposed location is centrally located in relation to these units. By locating the Computation Center in

the 14,500 square feet available below the extension of the Main Building Terrace (where it is in effect a Ground Floor installation) this valuable ground area is captured from an otherwise unusable space and made to serve two prime purposes; firstly providing a central site for the Computation Center and secondly assuring the maximum visual openness around the Main Building.

#### EXHIBITS

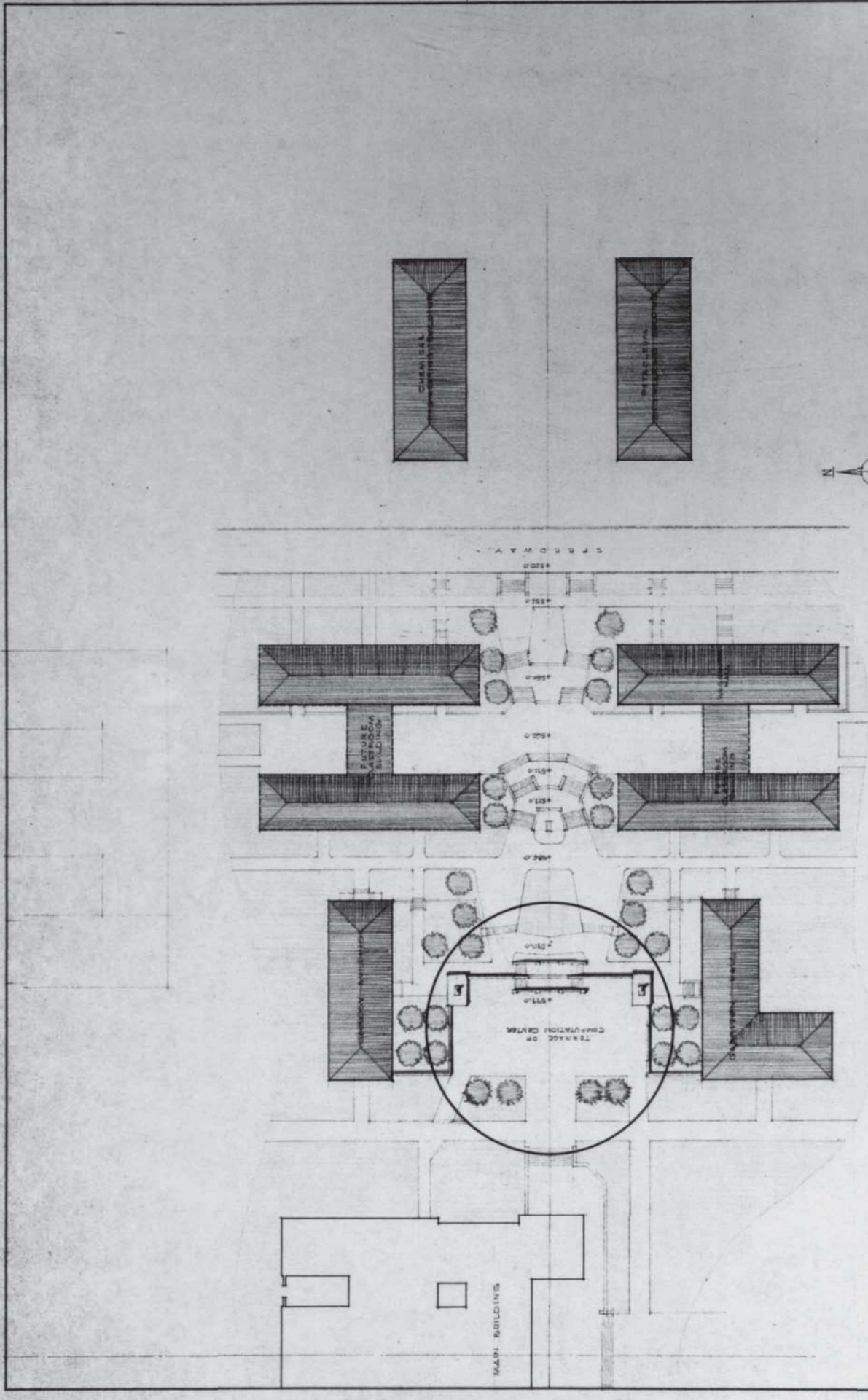
1. Photograph of existing area between Garrison Hall and the Geology Building as seen from the southeast.
2. Photograph of same area with proposed development in the area of the Computation Center shown.
3. Plan of the proposed East Mall from the Main Building to Speedway showing the buildings contemplated on either side, and the Computation Center and extension of the Main Building Terrace encircled in a ring.



Photography by DEWEY C. JAMES

V  
PAR  
THE UNIVERSITY OF TEXAS  
SEN MILLHOUSE &  
ARCHITECTS





PARTIAL PLAN OF EAST MALL DEVELOPMENT  
SCALE 1/4" = 50'

PROPOSED <b>COMPUTATION CENTER</b> SOUTH CAMPUS	SHEET NO. 11 OF 1	
	<b>JESSEN JESSEN MILLHOUSE &amp; GREEVEN</b> CONSULTING ARCHITECTS 2818 HIGHTOWER PARK, AUSTIN, TEXAS MEMBER OF THE AMERICAN INSTITUTE OF ARCHITECTS	

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SUPPLEMENTARY AGENDA MATERIAL

as of

September 25, 1959

Identical of Space for Univ. Laws, Biology

I. SUMMARY OF 1959-60 REGENTS' BUDGET BY FUNCTION  
(ELEMENTS OF INSTITUTIONAL COSTS):

Main University and Texas Western College. --The administration is recommending that the attached budget sheets for Main University (Pages viii) and Texas Western College (Pages v and vi) be approved by the Board and substituted for the identically numbered pages in the 1959-60 budgets as approved on August 15, 1959.

These changes involve only corrections in the form of presentation to show all budgeted figures under the "elements of cost" prescribed by the Texas Commission on Higher Education.



THE UNIVERSITY OF TEXAS - MAIN UNIVERSITY

SUMMARY OF 1959-60 REGENTS' BUDGET BY FUNCTION  
(ELEMENTS OF INSTITUTIONAL COSTS)

<u>Item</u>		<u>Page No.</u>	<u>Amount</u>
1	General College Administration	1	
1a	Vice-President and Provost's Salary		\$ 17,500
1b	All Other General College Administration		934,913
			<u>\$ 952,413</u>
2	General Institutional Expense	22	<u>\$ 299,074</u>
3	Resident Instruction	31	
3a	Teaching Salaries Only		\$ 7,859,568
3b	Departmental Operating Costs		1,865,002
3c	Instructional Administration Costs		390,955
3d	Organized Activities Related to Instructional Departments		177,668
			<u>\$10,293,193</u>
4	Library	179	<u>\$ 953,246</u>
5	Organized Research	186	<u>\$ 892,308</u>
6	Extension and Public Service	211	<u>\$ 820,326</u>
7	Physical Plant Operation and Maintenance	228	
7a	Physical Plant Administration and General Services		\$ 589,327
7b	Building Maintenance		749,899
7c	Custodial Services		399,661
7d	Grounds Maintenance		146,068
7e	Utilities		614,679
			<u>\$ 2,499,634</u>
8	Special Items:		
8a	Schedule 8.	252	\$ 315,917
8b	Texas Memorial Museum	256	51,608
8c	Special Research and Academic Excellence Program (from Available University Fund)	256A	1,000,000
			<u>\$ 1,367,525</u>
	Total Regents' Budget for 1959-60		<u>\$18,077,719</u>

TEXAS WESTERN COLLEGE  
OF  
THE UNIVERSITY OF TEXAS

SUMMARY OF 1959-60 REGENTS BUDGET BY FUNCTION  
(ELEMENTS OF INSTITUTIONAL COSTS)

<u>Item</u>	<u>Function</u>	<u>Page No.</u>	<u>Amount</u>
1	General College Administration	1	
1a	President's Salary		\$ 13,500
1b	All Other General College Administration		165,742
			<u>179,242</u>
2	General Institutional Expense	10	51,828
3	Resident Instruction	16	
3a	Teaching Salaries Only		1,053,686
3b	Departmental Operating Costs		124,778
3c	Instructional Administration		42,739
			<u>1,221,203</u>
4	Library	48	109,518
5	Organized Research	47	9,267
6	Extension and Public Service		---
7	Physical Plant Operation and Maintenance	50	
7a	Administration and General Services		49,262
7b	Building Maintenance		58,376
7c	Custodial Services		61,176
7d	Grounds Maintenance		30,612
7e	Utilities		27,233
			<u>226,659</u>
8	Special Items:		
8a	Special Equipment for Mechanical Engineering	41	76,000
9	Major Repairs and Rehabilitation	54	<u>15,021</u>
	Total Regents' Budget for 1959-60		<u>\$1,888,738</u>

TEXAS WESTERN COLLEGE  
OF  
THE UNIVERSITY OF TEXAS

TEXAS WESTERN COLLEGE MUSEUM

<u>Function</u>	<u>Page No.</u>	<u>Amount</u>
Legislative Appropriation (From Page -iii-)		<u>\$13,295</u>
Total Regents' Budget for 1959-60	55	<u>\$13,295</u>

*Street letter  
underlined*

II. TEXAS WESTERN COLLEGE--LUCILLE T. STEVENS ESTATE--  
RECOMMENDATION FOR JOINDER OF THE BOARD OF REGENTS  
WITH LIFE TENANT IN LEASE COVERING 803 NORTH PIEDRAS  
STREET, EL PASO, TEXAS. --(The Administration has approved  
for submission to the Land and Investment Committee the follow-  
ing recommendation:)

The University has received through Regent Hardie a request that the Board of Regents join Mr. James R. Tindall, life tenant of property on North Piedras Street in El Paso under the Will of his sister, Lucille T. Stevens, with remainder interest in the property upon the death of Mr. Tindall passing to the Board of Regents for the benefit of Texas Western College (see Minutes of November 3, 1956 and March 15, 1958 reporting the provisions of Mrs. Stevens' Will). The proposed lease is for two years, with option by the lessee to renew for another three years and thereafter for another five years, to Rogers Bros., Inc., who will assign to a partnership doing business as Texas State Optical, at rental of \$125 per month. The proposed lease carries a provision that the Board of Regents executes the lease solely to make it effective between the Board and the lessee in the event of Mr. Tindall's death during the lease term. In the event of the death of Mr. Tindall during the lease term or any extension of it under the option, the Board of Regents will have the right to terminate the lease upon six months notice. It is recommended that the Board of Regents authorize execution of the instrument by its Chairman when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

III. STUDENT ACTIVITY FEE, 1959-60.--The Board at its June meeting approved the total voluntary Student Activity Fee of \$16.70 proposed for 1959-60 by the Student Assembly (Page M-60 of the Main University portion of the docket for June). It is recommended that the Board now approve as an amendment to the Auxiliary Enterprise Budget for 1959-60 the functions and allocations of the voluntary Student Activity Fee adopted by the Student Assembly as reflected on the following page.

THE UNIVERSITY OF TEXAS  
MAIN UNIVERSITY

Supplement to Auxiliary Enterprises Budget 1959-60

STUDENT ACTIVITIES (VOLUNTARY)

	<u>Rate</u>	<u>Amount</u>
<u>Income:</u>		
Estimated 14,000 Student Sales at \$16.70 (Voluntary Student Activity Fee)	<u>\$16.70</u>	<u>\$233,800</u>
 <u>Expenditures by Function:</u>		
Athletic Council	\$ 8.65	\$121,100
Texas Student Publications	4.08	57,120
Oratorical Association	.20	2,800
Great Issues	.05	700
Longhorn Band	.73	10,220
Cultural Entertainment	2.30	32,200
Curtain Club	.11	1,540
Choral Organizations	.17	2,380
Student Government	<u>.41</u>	<u>5,740</u>
Total	<u>\$16.70</u>	<u>\$233,800</u>

The functions or agencies to be assisted by the student activity fee, the total fee to be charged, and the allocation of the fee are the responsibility of the Student Assembly of The Students' Association, the duly elected representative body of the students of the Main University. The Student Assembly has charged its Rules and Appropriations Committee with the responsibilities for studying these matters and making recommendations which the Student Assembly reviews, amends, and approves. The Board of Regents of The University of Texas grants final approval.

4

MATERIAL SUPPORTING THE AGENDA

Volume VII

September 1959 - August 1960

This volume contains the Material Supporting the Agenda furnished to each member of the Board of Regents prior to the meetings held on October 1-3, and November 13-14, 1959, January 22-23, March 11-12, May 13-14, and July 1-3, 1960.

The material is divided according to the Standing Committees and the meetings that were held and is submitted on three different colors, namely:

- (1) white paper - for the documentation of all items that were presented before the deadline date
- (2) blue paper - all items submitted to the Executive Session of the Committee of the Whole and distributed only to the Regents, Chancellor, and Chancellor Emeritus
- (3) yellow paper - emergency items distributed at the meeting

Material distributed at the meeting as additional documentation is not included in the bound volume, because sometimes there is an unusual amount and other times maybe some people get copies and some do not get copies. If the Secretary were furnished a copy, then that material goes in the appropriate subject folder.

This volume contains the recommendations to the Land and Investment Committee (Attachment No. 1), Docket (Attachment No. 2), and Budget Docket for meetings 584 through 589.





THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

Attachment Nos. 1 & 2

To Minutes of the Board of Regents

Meeting Date: October 1-3, 1959

Meeting No.: 584

Name: Official Copy

RECOMMENDATIONS  
to  
LAND AND INVESTMENT COMMITTEE  
for  
October 1-3, 1959.

The following pages L-1 through L-19 were prepared by Endowment Officer W. W. Stewart, concurred in by the Administration.

# ATTACHMENT NO. 1

## PERMANENT UNIVERSITY FUND--INVESTMENT MATTERS.--

REPORT OF PURCHASES, SALES AND EXCHANGES OF SECURITIES.--The following purchases, sales and exchanges of securities have been made for the Permanent University Fund since the report of July 31, 1959. We ask that the Board ratify and approve these transactions:

### PURCHASE OF SECURITIES

#### CORPORATE BONDS

Date of Purchase	Security	Par Value of Bonds Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
8/3/59	C. I. T. Financial Corporation 4-7/8% Promissory Notes, dated 9/15/59, due 9/15/79	\$ 500,000	98.43 Net	\$ 492,150.00	5.00%
8/20/59	Houston Lighting & Power Co. 4-7/8% 1st Mtge. Bonds, dated 8/1/59, due 8/1/89	250,000	101.185 Net	252,962.50	4.80
8/25/59	Pacific Gas & Electric Co. 5% 1st & Rfdg. Mtge. Bonds, Series EE, dated 6/1/59, due 6/1/91	500,000	100.00 Net	500,000.00	5.00
8/31/59	Consumers Power Co. 4-5/8% 1st Mtge. Bonds, dated 8/1/59, due 8/1/89	250,000	96.46 Net	241,150.00	4.85
	Total Corporate Bonds Purchased	1,500,000		1,486,262.50	4.94

#### COMMON STOCKS

Date of Purchase	Security	No. of Shares Purchased	Market Price	Total Principal Cost*	Indicated Current Yield on Cost**
7/10, 13 & 20/59	Utah Power & Light Company Common Stock	1,500	32-7/8(500) 33-3/8(500) 34-1/2(500)	50,911.90	3.89
7/15/59	Inland Steel Company Capital Stock	900	53-1/2(200) 53 (600) 52-3/4(100)	48,173.78	2.99
7/15/59	The Firestone Tire & Rubber Company Common Stock	300	148	44,561.40	1.75
7/15/59	Corning Glass Works Common Stock	400	139-1/2(100) 139 (300)	55,861.65	1.07
7/17/59	International Business Machines Corporation Capital Stock	100	441	44,175.00	0.45
7/17/59	Standard Oil Company of Cali- fornia Capital Stock	900	51-1/2(500) 51-3/8(100) 51-1/4(300)	46,659.78	3.86
7/17/59	Texaco Inc., Capital Stock	600	80-3/8(400) 80-1/4(200)	48,482.22	2.97
7/20 & 21/59	Cleveland Electric Illuminating Company Common Stock	1,100	49 (600) 49-1/4(500)	54,504.15	3.63
7/20/59	The Borden Company Common Stock	600	79-1/2	47,981.70	3.50
7/22/59	Bendix Aviation Corporation Common Stock	600	80-3/4(100) 80-1/2(500)	48,607.33	2.96

\*Includes brokerage commissions paid.  
\*\*Yield to maturity for bonds; yield at present indicated dividend rate for stocks.

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
7/22/59	Chas Pfizer & Company, Inc., Common Stock	1,200	38-7/8(900) 38-3/4(100) 38-1/2(200)	\$ 47,023.34	1.91%
7/24/59	Philadelphia Electric Company Common Stock	1,500	51-7/8(700) 51-3/4(200) 51-5/8(600)	78,300.15	4.29
7/24/59	Union Carbide Corporation Capital Stock	300	146-1/8	43,998.33	2.45
7/27/59	Armstrong-Cork Company Common Stock	1,100	44-1/4(400) 44-1/8(500) 44 (200)	49,014.32	3.14
7/27/59	Commercial Credit Company Common Stock	700	61-1/4(300) 61 (300) 60-7/8(100)	43,078.28	4.55
7/29/59	Union Bag-Camp Paper Corporation Capital Stock	1,000	48-1/2	48,932.50	3.07
7/29,30 & 8/3/59	Federated Department Stores, Inc., Common Stock	700	68-3/4(100) 68-5/8(100) 68-1/2(100) 69 (100) 69-1/4(300)	48,583.78	2.88
7/31/59	Public Service Company of Colo- rado Common Stock	1,000	50 (700) 49-7/8(100) 49-3/4(200)	50,377.20	3.77
7/31 & 8/3/59	Texas Utilities Company Common Stock	700	72 (100) 71-1/4(100) 73 (400) 72-1/2(100)	51,098.78	2.41
8/3/59	The Chase Manhattan Bank Capital Stock	300	64-1/8 Net	19,237.50	3.74
8/3/59	The First National City Bank of New York Capital Stock	200	87-1/2 Net	17,500.00	3.43
8/4/59	Republic National Bank of Dallas Common Capital Stock	200	93 Net	18,600.00	2.06
8/4/59	Federal Insurance Company Capital Stock	400	65-3/8 Net	26,150.00	1.53
8/4/59	National Life & Accident Insurance Company Capital Stock	200	111 Net	22,200.00	0.54
8/7/59	Central & South West Corporation Common Stock	800	63-1/2	51,162.80	2.81
8/7/59	Shell Oil Company Common Stock	600	81 (100) 80-3/4(400) 80-1/2(100)	48,732.47	2.46
8/10/59	Aluminum Company of America Common Stock	500	106-5/8(100) 106-1/2(200) 106-1/8(100) 105-5/8(100)	53,385.63	1.12

\*Includes brokerage commissions paid.

\*\*Yield at present indicated dividend rate.

## COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
8/10/59	Standard Oil Company (New Jersey) Capital Stock	900	53 (400) 52-3/4(200) 52-5/8(100) 52-1/2(200)	\$ 47,911.02	4.23%
8/13 & 14/59	Scott Paper Company Common Stock	600	85-7/8(300) 85-1/2(300)	51,697.92	2.32
8/13, 14, & 17/59	General American Transportation Corporation Common Stock	800	60-3/8(100) 59-7/8(100) 59-3/4(600)	48,234.91	3.15
8/14/59	Owens-Illinois Glass Company Common Stock	400	99-1/4(200) 99 (200)	39,845.66	2.51
8/14/59	United Gas Corporation Common Stock	1,300	36-3/4(300) 36-5/8(300) 36-1/2(100) 36 (600)	47,745.82	4.08
8/17 & 18/59	E. I. du Pont de Nemours & Company Common Stock	200	270-1/2(100) 270 (100)	54,182.05	2.21
8/17/59	First City National Bank of Houston Capital Stock	500	81 Net	40,500.00	2.47
8/17 & 19/59	Gulf States Utilities Company Common Stock	1,500	30-1/2(500) 30-1/4(500) 30 (500)	45,886.90	3.27
8/20/59	Caterpillar Tractor Company Common Stock	500	104 (200) 103 (300)	51,946.70	2.89
8/20/59	Florida Power & Light Company Common Stock	900	51 (400) 50-1/4(500)	45,921.55	1.72
8/21/59	United States Steel Corporation Common Capital Stock	500	102-7/8	51,683.95	2.90
8/21/59	Virginia Electric & Power Company Common Stock	1,200	37	44,850.00	2.94
8/24/59	National Dairy Products Corporation Common Stock	900	53-1/4(200) 53-1/2(700)	48,499.11	3.71
8/24 & 25/59	Ford Motor Company Common Stock	600	77-7/8(200) 77-3/4(200) 78-1/4(200)	47,055.80	3.06
8/26/59	Eastman Kodak Company Common Stock	600	92-1/4(300) 92 (200) 91-3/4(100)	55,539.27	1.60
8/26/59	Otis Elevator Company Common Stock	900	81 (800) 80-3/8(100)	73,261.34	2.95
8/28/59	Continental Casualty Insurance Company Common Stock	200	133-1/2 Net	26,700.00	1.80
8/28/59	Continental Illinois National Bank & Trust Company Common Capital Stock	100	127-3/4 Net	12,775.00	3.13

\*Includes brokerage commissions paid.

\*\*Yield at present indicated dividend rate.

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
8/28/59	Mellon National Bank and Trust Company Common Capital Stock	100	167-1/2 Net	\$ 16,750.00	2.39%
	Total Common Stock Purchased	<u>31,100</u>		<u>2,058,280.99</u>	<u>2.81</u>
	Total Corporate Securities Purchased			<u>\$3,544,543.49</u>	<u>3.70%</u>

\*Includes brokerage commissions paid.

\*\*Yield at present indicated dividend rate.

SALES AND EXCHANGES OF SECURITIES

U. S. TREASURY SECURITIES

Date	Description	Book Value
7/16 & 17/59	\$2,000,000 par value U. S. 2-3/4% Treasury Bonds, due 4/1/80-75, switched into 1-1/2% Treasury Notes, due 4/1/64, which were sold and the proceeds used to purchase \$2,000,000 par value U. S. 3-1/4% Treasury Bonds, due 5/15/85, with necessary principal adjustment of \$8,750.00 paid by University	\$1,973,054.20
8/19, 20, & 25/59	\$4,000,000 par value U. S. 2-3/4% Treasury Bonds, due 4/1/80-75, switched into 1-1/2% Treasury Notes, due 4/1/64, which were sold and the proceeds used to purchase \$4,000,000 par value U. S. 3-1/4% Treasury Bonds, due 5/15/85, with necessary principal adjustment of \$11,875.00 paid by University	3,960,720.68
9/1/59	\$1,000,000 par value U. S. 2-3/4% Treasury Bonds, due 4/1/80-75, switched into 1-1/2% Treasury Notes, due 4/1/64, which were sold and the proceeds used to purchase \$1,000,000 par value U. S. 3-1/4% Treasury Bonds, due 5/15/85, with necessary adjustment of \$5,000.00 paid to the University	1,000,489.84
9/10/59	\$1,000,000 par value U. S. 2-3/4% Treasury Bonds, due 4/1/80-75, switched into 1-1/2% Treasury Notes, due 4/1/64, which were sold and the proceeds used to purchase \$1,000,000 par value U. S. 3-1/4% Treasury Bonds, due 5/15/85, no principal adjustment	1,005,489.84

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - REPORT ON SWITCHING PROGRAM FOR HOLDINGS OF NONMARKETABLE TREASURY SECURITIES AUTHORIZED JUNE 13, 1959, AND RECOMMENDATION RE CONTINUATION OF THE PROGRAM.--At the June 13, 1959, meeting of the Board of Regents, the Endowment Officer was authorized to exchange up to \$30,000,000 par value of the nonmarketable 2-3/4% Treasury Bonds, Investment Series B, due 4/1/80-75, into Treasury 1-1/2% Notes, due 4/1/64, and to sell the notes and to use the net proceeds for reinvestment in either the Treasury 3-1/4s of 5/15/85 or the 3-1/2s of 2/15/90, the timing of such exchanges and sales and the reinvestment securities to be determined by the Staff Investment Committee. Due to market conditions, exchange and sale has been limited to a total of \$8,000,000 par value (through September 14) of the \$30,000,000 authorized. Accordingly, it is recommended that the Board authorize continuation of the program as approved June 13 and further authorize exchange of the Treasury 2-3/4s into 1-1/2% Treasury Notes, due 10/1/64, to be issued on 10/1/59, and which will replace the 1-1/2s due 4/1/64 into which the 2-3/4s may be exchanged.

PERMANENT UNIVERSITY FUND--LAND MATTERS.--

LEASES AND EASEMENTS.--The Land and Investment Committee has given consideration to the following applications for various leases and easements on University Lands. All are at the standard rate unless otherwise stated, are on the University's standard forms, and have been approved as to form by the University Land and Trust Attorney and as to content by the University Endowment Officer. The Land and Investment Committee asks that the Board approve these applications and authorize the Chairman of the Board to execute the instruments involved:

AMENDMENT OF PIPE LINE EASEMENT NO. 1172, APPROVED DECEMBER 12, 1958, EL PASO NATURAL GAS COMPANY, WARD COUNTY, TEXAS.--This easement is to be amended at the request of El Paso Natural Gas Company in order to show a slight resurvey of the pipe line in place, whereby a revision of the center line description has been necessary. Hereafter, the total number of rods of 4 1/2 - inch line covered by this easement shall be 171.758 instead of 167.636, at \$0.50 per rod, for the 10-year period beginning December 1, 1958 and ending November 30, 1968. Consideration of \$2.06 covering the additional 4.122 rods of right of way has been received in addition to consideration of \$83.82 previously received to cover the original 167.636 rods.

PIPE LINE EASEMENT NO. 1395, HUMBLE OIL & REFINING COMPANY, WARD COUNTY, TEXAS.--This application for a pipe line easement to Humble Oil & Refining Company covers 80.5 rods of 2-3/8 - inch line and 80.5 rods of 3-3/4 - inch line at \$0.25 per rod, and 80.5 rods of 4-1/2 - inch line at \$0.50 per rod, for a 10-year period beginning July 1, 1959 and ending June 30, 1969, located in Section 1, Block 16, University Lands, Ward County. Consideration of \$80.50 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1396, PHILLIPS PETROLEUM COMPANY, ANDREWS, CRANE AND ECTOR COUNTIES, TEXAS.--This application for a pipe line easement to Phillips Petroleum Company covers 493.9 rods of 8-5/8 - inch line at \$1.00 per rod, 346.4 rods of 6-5/8 - inch line at \$0.75 per rod, and 146.5 rods of 4-1/2 - inch line at \$0.50 per rod, for the 10-year period beginning August 1, 1959 and ending July 31, 1969, located in Section 13, Block 11, and Section 49, Block 6, University Lands, Andrews County, and Sections 8, 12, 14, Block 35, University Lands, Crane and Ector Counties. Consideration of \$826.96 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1397, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to El Paso Natural Gas Company covers two lines 1.576 rods of 2-5/8 - inch line at \$0.25 per rod, and 70.303 rods of 4-1/2 - inch line at \$0.50 per rod, for the 10-year period beginning September 1, 1959 and ending August 31, 1969, located in Sections 26 and 27, Block 1, University Lands, Andrews County. Minimum consideration of \$50.00 for the 10-year period has been received.

BUSINESS SITE EASEMENT NO. 1398, VIOLET MURRAY AND T.J. MURRAY, ANDREWS COUNTY, TEXAS.--This application for a business site easement to Violet Murray and T. J. Murray covers a site 200 feet by 200 feet in the SE/4 of Section 29, Block 13, University Lands, Andrews County, for a period of one year beginning August 1, 1959 and ending July 31, 1960, with option to extend and renew from year to year, but not to exceed a period of ten years from August 1, 1959, upon payment in advance of annual rental of \$250.00. This site will be used for a cafe and filling station. Consideration of \$250.00 for the first year's rental has been received.

BUSINESS SITE EASEMENT NO. 1399, OZONA TELEVISION SYSTEM, CROCKETT COUNTY, TEXAS.--This application for a business site easement to Ozona Television Company covers a site for a television tower in Section 18, Block 47, University Lands, Crockett County, for a period of one year beginning August 1, 1959, and ending July 31, 1960, with option to extend and renew from year to year, but not to exceed a period of ten years from August 1, 1959, upon payment in advance of annual rental of \$100.00. Consideration of \$100.00 for the first year's rental has been received.

POWER LINE EASEMENT NO. 1400, TEXAS ELECTRIC SERVICE COMPANY, ANDREWS, MARTIN AND CRANE COUNTIES.--This application for a power line easement to Texas Electric Service Company covers seventeen (17) distribution lines containing a total of 1,155.50 rods at \$0.50 per rod for the 10-year period beginning August 1, 1959 and ending July 31, 1969. These lines are to be located in Sections 13 and 27, Block 1; Section 9, Block 2; Sections 30, 34, 36, 39, 40 and 46, Block 9; Section 8, Block 10; Sections 1, 2, 22 and 25, Block 13, University Lands, Andrews County; Sections 12, 15, 17 and 29, Block 7, University Lands, Martin County; and Section 6, Block 31, University Lands, Crane County. Consideration of \$577.75 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1401, TEXAS-NEW MEXICO PIPE LINE COMPANY, CRANE COUNTY, TEXAS.--This application for a pipe line easement to Texas-New Mexico Pipe Line Company covers 168 rods of 4-1/2 - inch line at \$0.50 per rod for the 10-year period beginning September 1, 1959 and ending August 31, 1969, located in Sections 29 and 32, Block 30, University Lands, Crane County. Consideration of \$84.00 for the 10-year period has been received.

SALT WATER DISPOSAL EASEMENT NO. 1402, TEXACO, INC., MARTIN COUNTY, TEXAS.--This application for a salt water disposal site easement to Texaco, Inc., covers a site of 5 acres in Section 16, Block 7, University Lands, Martin County, Texas, for a period of 10 years, beginning September 1, 1959 and ending August 31, 1969. The premises are to be used for the purpose of operating the Texaco-State of Texas Well No. A-1 in Section 16, Block 7, University Lands, Martin County, as a disposal or injection well for disposal and injection into the San Andrews formation of salt water and other waste products produced from oil and gas wells operated by lessee on University Lands. Consideration of \$500.00 for the 10-year period has been received.

BUSINESS SITE EASEMENT NO. 1403, H. H. CALLEY, REAGAN COUNTY, TEXAS.--This application for a business site easement to H. H. Calley covers a site 200 feet by 250 feet in Section 7, Block 11, University Lands, Reagan County, for a period of one year beginning September 1, 1959 and ending August 31, 1960, with option to extend and renew from year to year, but not to exceed a period of ten years from September 1, 1959. This easement covers the site now under Easement No. 540, also held by H. H. Calley, expired September 1, 1959 under its own terms. Consideration of \$200.00 for the first year's rental has been received.

TANK FARM SITE EASEMENT NO. 1404, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY, TEXAS.--This application for a tank farm site easement to Humble Pipe Line Company covers two tracts containing a total of 7.690 acres in Section 14, Block 11, University Lands, Reagan County, for a 10-year period beginning July 7, 1959 and ending June 6, 1969. The premises are to be used as the location of tanks and other containers for storage of oil production, and equipment and facilities necessary for the operation of this storage of oil production. Consideration of \$769.00 for the 10-year period has been received.

BOOSTER STATION SITE EASEMENT NO. 1405, PHILLIPS PETROLEUM COMPANY, CRANE COUNTY, TEXAS.--This application for a booster station site easement to Phillips Petroleum Company covers a tract of 4.95 acres in the E/2 of SW/4, Section 11, Block 35, University Lands, Crane County, for a period of one year beginning August 1, 1959 and ending July 31, 1960, with option to extend and renew from year to year, but not to exceed a period of ten years from August 1, 1959. The booster station on this site will be used in connection with the operation of lessee's pipe lines transporting oil and gas products and other purposes incidental thereto. The minimum annual rental of \$50.00 has been received.

PIPE LINE EASEMENT NO. 1406, GULF REFINING COMPANY, CRANE COUNTY, TEXAS.--This application for a pipe line easement to Gulf Refining Company covers 38 rods of 2-inch line at \$0.25 per rod and 92 rods of 4-1/2 - inch line at \$0.50 per rod for the 10-year period beginning August 1, 1959 and ending July 31, 1969, located in Sections 6 and 33, Block 30, University Lands, Crane County. Consideration of \$55.50 for the 10-year period has been received.



PIPE LINE EASEMENT NO. 1407, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to El Paso Natural Gas Company covers 291.497 rods of 6-5/8 - inch line at \$0.75 per rod for the 10-year period beginning October 1, 1959 and ending September 30, 1969, located in Sections 40, 45 and 46, Block 9, University Lands, Andrews County. Consideration of \$218.62 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1408, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Phillips Petroleum Company covers 175.8 rods of 2-3/8 - inch line and 23.1 rods of 3 1/2-inch line at \$0.25 per rod, and 87.2 rods of 10-3/4 - inch line at \$1.00 per rod, for the 10-year period beginning September 1, 1959 and ending August 31, 1969, located in Section 30, Block 5, Section 31, Block 10, and Section 44, Block 9, University Lands, Andrews County. Consideration of \$136.93 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1409, SHELL PIPE LINE CORPORATION, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Shell Pipe Line Corporation covers 147 rods of 3 1/2-inch line at \$0.25 per rod and 126 rods of 4 1/2-inch line at \$0.50 per rod for the 10-year period beginning November 1, 1958 and ending October 31, 1968, located in Section 27, Block 1, and Section 36, Block 9, University Lands, Andrews County. Consideration of \$99.75 for the 10-year period has been received.

POWER LINE EASEMENT NO. 1410, SHELL PIPE LINE CORPORATION, ANDREWS COUNTY, TEXAS.--This application for a power line easement to Shell Pipe Line Corporation covers 61 rods of power line for a 10-year period beginning November 1, 1958 and ending October 31, 1968, located in Section 36, Block 9, University Lands, Andrews County. Minimum consideration of \$50.00 for the 10-year period has been received.

POWER LINE EASEMENT NO. 1166, TEXAS ELECTRIC SERVICE COMPANY, ANDREWS COUNTY, TEXAS.--At the October 25, 1958 meeting of the Board of Regents, the application of Texas Electric Service Company was submitted for a power line easement covering 2,881 rods at \$0.50 per rod for the 10-year period beginning January 1, 1958 and ending June 30, 1968 to be located in Sections 1, 2, 3, 5, 8, 9, 10, 11, 12, 15, 16, 22, 32 and 35, Block 10, and Sections 2, 11, 14, 16, 21, 23, 28, 29, 31, 32 and 41, Block 13, University Lands, Andrews County, Texas. Included in the power line were 519 rods in the highway rights-of-way and it was the contention of the Texas Electric Service Company that payment for that portion was not due and owing on the basis that it was in a public highway. It was recommended to and approved by the Board of Regents that the easement be granted when the additional \$292.50 for the 519 rods was received.

After further consideration of this matter, the University Attorney is of the opinion that the Texas Electric Service Company would have the statutory right to construct its lines in the highway right-of-way pursuant to Article 1436a, Vernon's Civil Statutes of Texas, the pertinent part of which reads as follows:

"Corporations organized under the Electric Cooperative Corporation Act of this State, and all other corporations (including River Authorities created by the Legislature of this State) engaged in the generation, transmission and/or the distribution of electric energy in Texas and whose operations are subject to the Judicial and Legislative processes of this State, shall have the right to erect, construct, maintain and operate lines over, under, across and along any State highway or county road in this State, except within the limits of an incorporated city or town; . . . ."

It is therefore recommended that this easement be approved for 2,881 rods at \$0.50 per rod for the 10-year period beginning January 1, 1958 and ending June 30, 1968, at a total consideration of \$1,440.50 which has been received.

GRAZING LEASE NO. 775, FRED H. BOGGS - ASSIGNMENT OF 357 ACRES OUT OF GRAZING LEASE NO. 753 FROM LACY D. WAY, REAGAN COUNTY, TEXAS.--This assignment from Lacy D. Way to Fred H. Boggs covers 357 acres in Sections 1 and 2, Block 8, University Lands, Reagan County, out of 6,644.1 acres contained in Grazing Lease No. 753, which was issued for the 5-year period beginning July 1, 1958 and ending June 30, 1963 at the rate of \$0.40 per acre per year for the first 6 months and \$0.50 per acre per year for the following 4 1/2 years. Provisions of Grazing Lease No. 775 shall be the same as those under Grazing Lease No. 753, rental being at the rate of \$0.50 per acre per year, payable in semiannual installments of \$89.25

on January 1, 1960 and on the first day of January and July of each succeeding year until and including January 1, 1963. No consideration is involved in this assignment. The standard assignment fee of \$25.00 and the \$1.00 General Land Office filing fee have been received.

GRAZING LEASE NO. 776, MRS. LILLIAN KATHLEEN ST. CLAIR, JOINED BY HER HUSBAND, EUGENE C. ST. CLAIR, CROCKETT COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 638).--This application for renewal of a grazing lease to Mrs. Lillian Kathleen St. Clair, joined by her husband, Eugene C. St. Clair, covers 8,129.3 acres in Blocks 38 and 39, University Lands, Crockett County, for a period of 5 years beginning January 1, 1960 and ending December 31, 1964, with the right to renew the lease for another period of five years at renegotiated terms. Rental is at the rate of \$0.42 per acre annually, the aggregate sum of which is \$17,071.50, to be paid in semi-annual installments of \$1,707.15, due on the first day of January and July during the term of the lease. Grazing Lease No. 638, of which this is a renewal, carried a rental of \$0.35 per acre annually during the 10-year term of the lease.

GRAZING LEASE NO. 777, L. D. BROOKS, CLIFTON B. BROOKS, LARRY C. BROOKS, A PARTNERSHIP, CROCKETT COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 643).--This application for renewal of a grazing lease to L. D. Brooks, Clifton B. Brooks, and Larry C. Brooks, a Partnership, covers 23,098.8 acres in Blocks 46 and 51, University Lands, Crockett County, for a period of 5 years beginning January 1, 1960 and ending December 31, 1964, with the right to renew the lease for another period of five years at renegotiated terms. Rental is at the rate of \$0.42 per acre annually, the aggregate sum of which is \$48,507.50, to be paid in semiannual installments of \$4,850.75, due on the first day of January and July during the term of the lease. Grazing Lease No. 643, of which this is a renewal, carried a rental of \$0.35 per acre annually during the 10-year term of the lease.

GRAZING LEASE NO. 778, MRS. JEAN SCHEUBER, JOINED BY HER HUSBAND, SAM SCHEUBER, CROCKETT COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 688).--This application for renewal of a grazing lease to Mrs. Jean Scheuber, joined by her husband, Sam Scheuber, covers 2,941.3 acres in Block 33, University Lands, Crockett County, for a period of 5 years beginning January 1, 1960 and ending December 31, 1964, with the right to renew the lease for another period of five years at renegotiated terms. Rental is at the rate of \$0.50 per acre annually, the aggregate sum of which is \$7,353.30, to be paid in semiannual installments of \$735.33, due on the first day of January and July during the term of the lease. Grazing Lease No. 688, of which this is a renewal, carried a rental of \$0.40 per acre annually the first four years of the lease and \$0.50 per acre annually the last or fifth year of the lease.

GRAZING LEASE NO. 779, FLOYD R. HENDERSON, CROCKETT COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 682).--This application for renewal of a grazing lease to Floyd R. Henderson covers 8,355.4 acres in Block 31, University Lands, Crockett County, for a period of 5 years beginning January 1, 1960 and ending December 31, 1964, with the right to renew the lease for another period of five years at renegotiated terms. Rental is at the rate of \$0.50 per acre annually, the aggregate sum of which is \$20,888.50, to be paid in semiannual installments of \$2,088.85, due on the first day of January and July during the term of the lease. Grazing Lease No. 682, of which this is a renewal, carried a rental of \$0.40 per acre annually the first four years of the lease and \$0.50 per acre annually the last or fifth year of the lease.

GRAZING LEASE NO. 780, P. L. CHILDRRESS, JR., CROCKETT COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 683).--This application for renewal of a grazing lease to P. L. Childress, Jr., covers 8,888 acres in Blocks 30 and 31, University Lands, Crockett County, for a period of 5 years beginning January 1, 1960 and ending December 31, 1964, with the right to renew the lease for another period of five years at renegotiated terms. Rental is at the rate of \$0.50 per acre annually, the aggregate sum of which is \$22,220.00, to be paid in semiannual installments of \$2,222.00 on the first day of January and July during the term of the lease. Grazing Lease No. 683, of which this is a renewal, carried a rental of \$0.40 per acre annually the first four years of the lease and \$0.50 per acre annually the last or fifth year of the lease.

GRAZING LEASE NO. 781, MRS. ADDIE CLAYTON, CROCKETT COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 684).--This application for renewal of a grazing lease to Mrs. Addie Clayton covers 8,980 acres in Blocks 31 and 32, University

Lands, Crockett County, for a period of 5 years beginning January 1, 1960 and ending December 31, 1964, with the right to renew the lease for another period of five years at renegotiated terms. Rental is at the rate of \$0.50 per acre annually, the aggregate sum of which is \$22,450.00, to be paid in semiannual installments of \$2,245.00 on the first day of January and July during the term of the lease. Grazing Lease No. 684, of which this is a renewal, carried a rental of \$0.40 per acre annually the first four years of the lease and \$0.50 per acre annually the last or fifth year of the lease.

GRAZING LEASE NO. 782, ROY HENDERSON, CROCKETT COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 686).--This application for renewal of a grazing lease to Roy Henderson covers 8,843.4 acres in Block 31, University Lands, Crockett County, for a period of 5 years beginning January 1, 1960 and ending December 31, 1964, with the right to renew the lease for another period of five years at renegotiated terms. Rental is at the rate of \$0.50 per acre annually, the aggregate sum of which is \$22,108.85, to be paid in semiannual installments of \$2,210.85, due on the first day of January and July during the term of the lease. Grazing Lease No. 686, of which this is a renewal, carried a rental of \$0.40 per acre annually the first four years of the lease and \$0.50 per acre annually the last or fifth year of the lease.

GRAZING LEASE NO. 783, JOHN LEE HENDERSON, JR., AND MRS. LUCILLE RUSSELL (JOINED PRO FORMA BY HER HUSBAND, CLAUDE RUSSELL), GUARDIAN AND TRUSTEE FOR USE AND BENEFIT OF HELEN HENDERSON, CROCKETT COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 689).--This application for renewal of a grazing lease to John Lee Henderson and Mrs. Lucille Russell (joined pro forma by her husband, Claude Russell), guardian and trustee for use and benefit of Helen Henderson, covers 2,455.8 acres in Block 33, University Lands, Crockett County, for a period of 5 years beginning January 1, 1960 and ending December 31, 1964, with the right to renew the lease for another period of five years at renegotiated terms. Rental is at the rate of \$0.50 per acre annually, the aggregate sum of which is \$6,139.50, to be paid in semiannual installments of \$613.95, due on the first day of January and July during the term of the lease. Grazing Lease No. 689, of which this is a renewal, carried a rental of \$0.40 per acre annually the first four years of the lease and \$0.50 per acre annually the last or fifth year of the lease.

GRAZING LEASE NO. 784, MRS. ALICE McMULLAN, CROCKETT COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 690).--This application for renewal of a grazing lease to Mrs. Alice McMullan covers 2,402.6 acres in Block 33, University Lands, Crockett County, for a period of 5 years beginning January 1, 1960 and ending December 31, 1964, with the right to renew the lease for another period of five years at renegotiated terms. Rental is at the rate of \$0.50 per acre annually, the aggregate sum of which is \$6,006.50, to be paid in semiannual installments of \$600.65, due on the first day of January and July during the term of the lease. Grazing Lease No. 690, of which this is a renewal, carried a rental of \$0.40 per acre annually the first four years of the lease and \$0.50 per acre annually the last or fifth year of the lease.

GRAZING LEASE NO. 785, MRS. HELEN WILKINS, JOINED BY HER HUSBAND, JACK WILKINS, CROCKETT COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 691).--This application for renewal of a grazing lease to Mrs. Helen Wilkins, joined by her husband, Jack Wilkins, covers 2,783.7 acres in Block 33, University Lands, Crockett County, for a period of 5 years beginning January 1, 1960 and ending December 31, 1964, with the right to renew the lease for another period of five years at renegotiated terms. Rental is at the rate of \$0.50 per acre annually, the aggregate sum of which is \$6,959.30, to be paid in semiannual installments of \$695.93 due on the first day of January and July during the term of the lease. Grazing Lease No. 691, of which this is a renewal, carried a rental of \$0.40 per acre annually the first four years of the lease and \$0.50 per acre annually the last or fifth year of the lease.

CANCELLATION OF IMPROVED PASTURE (GRAZING) LEASE NO. 709, W. E. WEATHERSBEE, EL PASO COUNTY, TEXAS.--At the April 5, 1956 meeting of the Board of Regents, approval was given for an improved pasture (grazing) lease, beginning May 1, 1956, to Mr. W. E. Weathersbee for a five year period at an annual rental of \$1.00 per acre on 100 acres out of Block L, University Lands in El Paso County, with no crops to be harvested but with the right to improve the land for pasture purposes.

Rental for the period May 1, 1958 through April 30, 1959 was finally received after many letters to Mr. Weathersbee from the University Land Agent, Endowment Officer, and University Attorney. In the course of the correspondence, Mr. Weathersbee, who is elderly and who has done nothing with the lease for the past year or so, indicated to the University Land Agent, Mr. Compton, that it was his desire to give up the lease on its anniversary date. It is therefore recommended that Improved Pasture (Grazing) Lease No. 709 be cancelled effective May 1, 1959.

GRAZING LEASE NO. 786, J. W. HENDERSON, JR., CROCKETT COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 685).--This application for renewal of a grazing lease to J. W. Henderson, Jr., covers 7,040 acres in Blocks 31, 32, 33, University Lands, Crockett County, for a period of 5 years beginning January 1, 1960 and ending December 31, 1964, with the right to renew the lease for another period of five years at renegotiated terms. Rental is at the rate of \$0.50 per acre annually, the aggregate sum of which is \$17,600.00, to be paid in semiannual installments of \$1,760.00 due on the first day of January and July during the term of the lease. Grazing Lease No. 685, of which this is a renewal, carried a rental of \$0.40 per acre annually the first four years of the lease and \$0.50 per acre annually the last or fifth year of the lease.

GRAZING LEASE NO. 787, HUGH RATLIFF, ANDREWS COUNTY, TEXAS (RENEWAL OF GRAZING LEASE NO. 639).--This application for renewal of a grazing lease to Hugh Ratliff covers 23,137.9 acres in Block 12, University Lands, Andrews County, for a period of 5 years beginning January 1, 1960 and ending December 31, 1964, with the right to renew the lease for another period of five years at renegotiated terms. Rental is at the rate of \$0.18 per acre annually, the aggregate sum of which is \$20,824.10, to be paid in semiannual installments of \$2,082.41 due on the first day of January and July during the term of the lease. Grazing Lease No. 639, of which this is a renewal carried a rental of \$0.13 per acre annually during the 10-year term of the lease.

CALICHE PERMIT NO. 150, PARKER & PARKER, INC., ANDREWS COUNTY, TEXAS.--This application for a caliche permit to Parker & Parker, Inc., provides for the removal of 258 cubic yards of caliche from Section 46, Block 9, University Lands, Andrews County, at the rate of \$0.25 per cubic yard. The full consideration of \$64.50 has been received.

CALICHE PERMIT NO. 151, GENTRY CONSTRUCTION COMPANY, INC., ANDREWS COUNTY, TEXAS.--This application for a caliche permit to Gentry Construction Company provides for the removal of 1,212 cubic yards of caliche from Section 6, Block 1, University Lands, Andrews County, at the rate of \$0.25 per cubic yard. The full consideration of \$303.00 has been received.

CALICHE PERMIT NO. 152, TOM RANDELL GRAVEL COMPANY, REAGAN COUNTY, TEXAS.--This application for a caliche permit to Tom Ransdell Gravel Company provides for the removal of 2,528 cubic yards of gravel from Section 20, Block 11, University Lands, Reagan County, at the rate of \$0.25 per cubic yard. The full consideration of \$632.00 has been received.

CALICHE PERMIT NO. 153, PARKER & PARKER, INC., ANDREWS COUNTY, TEXAS (RENEWAL OF CALICHE PERMIT NO. 69).--This application for a caliche permit to Parker & Parker, Inc., provides for the removal of caliche during a period of five years beginning March 1, 1959 and ending February 28, 1964 from a 10-acre tract in the NE/4 of Section 9, Block 11, University Lands, Andrews County. All caliche removed shall be at the rate of \$0.25 per cubic yard; but in no event shall consideration be less than \$500.00 for the term of the permit. This is a renewal of Caliche Permit No. 69, which expired October 30, 1958.

CALICHE PERMIT NO. 154, FRANK MONTGOMERY, ANDREWS COUNTY, TEXAS.--This application for a caliche permit to Frank Montgomery provides for the removal of 492 cubic yards of caliche from Block 11, University Lands, Andrews County, at the rate of \$0.25 per cubic yard. The full consideration of \$123.00 has been received.

CALICHE PERMIT NO. 155, FRANK MONTGOMERY, ANDREWS COUNTY, TEXAS.--This application for a caliche permit to Frank Montgomery provides for the removal of 966 cubic yards of caliche from Block 9, University Lands, Andrews County, at the rate of \$0.25 per cubic yard. The full consideration of \$241.50 has been received.

CALICHE PERMIT NO. 156, FRANK MONTGOMERY, ANDREWS COUNTY, TEXAS.--This application for a caliche permit to Frank Montgomery provides for the removal of 804 cubic yards of caliche from Block 11, University Lands, Andrews County, at the rate of \$0.25 per cubic yard. The full consideration of \$201.00 has been received.

CALICHE PERMIT NO. 157, HUGH McMILLAN, INCL, HUDSPETH COUNTY, TEXAS.-- This application for a caliche permit to Hugh McMillan, Inc., provides for the removal of 1,922 cubic yards of caliche from Block D, University Lands, Hudspeth County, at the rate of \$0.25 per cubic yard. The full consideration of \$480.50 has been received.

CALICHE PERMIT NO. 158, GENTRY CONSTRUCTION COMPANY, ANDREWS COUNTY, TEXAS.--This application for a caliche permit to Gentry Construction Company provides for the removal of 184 cubic yards of caliche from Section 33, Block 11, University Lands, Andrews County, at the rate of \$0.25 per cubic yard. The minimum consideration of \$50.00 has been received.

WATER CONTRACT NO. 82, PAN AMERICAN PETROLEUM CORPORATION, PECOS COUNTY, TEXAS.--Water Contract No. 82 is the identification assigned to a permit granted by the Board of Regents June 13, 1959 on behalf of Pan American Petroleum Corporation, providing for drilling of a water well in the SE/4 of Section 12, Block 18, Pecos County from which water will be used for operation of a pilot water flood project in a small area of the Taylor Link Field, all of which area is on University Lands.

RATIFICATION OF WATER CONTRACT NO. 84, LOFFLAND BROTHERS, ANDREWS COUNTY, TEXAS.--This water contract to Loffland Brothers grants the right and privilege of producing water from Section 44, Block 9, University Lands, Andrews County, for the purpose of drilling one oil and/or gas well, Phillips-Holt H-1, located off University Lands in Section 101, W. W. Cowden Survey, Andrews County. The full consideration of \$500.00 has been received.

PROPOSAL FROM ECTOR WATER COMPANY FOR WATER EXPLORATION PERMIT COVERING BLOCK 10, UNIVERSITY LANDS, ANDREWS, COUNTY, TEXAS.--The Ector Water Company of Midland, engaged in selling water to natural gasoline plants and oil well drilling rigs in the Ector County area, requests a water exploration permit covering Block 10, University Lands, Andrews County, comprising 23,682.2 acres. They request that the permit be for 1 year and include a provision to permit negotiation of a production lease within the 1-year period. Block 10 adjoins the area covered by Water Exploration Permit and Lease Option Agreement (Water Contract No. 71) with the City of Andrews.

The policy of the Board of Regents regarding ground-water on University Lands adopted May 4, 1957, provides that after reasonable reserves for its mineral lessees and grazing lessees, the University will give first consideration to the present and prospective needs of municipalities in the area. No indication of municipal interest in Block 10 has been received.

It is recommended that the Board of Regents grant the Ector Water Company the 1-year exploration permit without charge, with complete information on wells and testing on the land to be furnished to the University, and the right to negotiate for a production lease during the 1-year period to be a right of negotiation only and in no way an option to the exclusion of any municipality. It is recommended that the Company be notified before it undertakes the exploration that the royalty under any production lease that may be negotiated will be not less than 10 cents per 1,000 gallons of water. It is further recommended that the Chairman of the Board of Regents be authorized to execute the exploration permit on behalf of the Board when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

REQUEST BY PAN AMERICAN PETROLEUM CORPORATION FOR PERMISSION TO DEVELOP AND TRANSPORT WATER FOR PILOT WATER FLOOD PROJECT IN McFARLAND QUEEN FIELD, ANDREWS COUNTY, TEXAS.--Pan American Petroleum Corporation requests of the Board of Regents permission to recomplete its University "EV" Well No. 1 in the McFarland Queen Field, Andrews, County, as a water well in the Santa Rosa formation at approximately 1100 feet, and to use the non-potable water to be produced in that field. The University is the only royalty owner under leases to be included in the water-flood project, and Pan American is submitting to the Board for Lease of University Lands a proposed consolidation of the leases for purposes of the project.

The well in question is a dry hole in the N/2 of Section 8, Block 4, University Lands, which area is covered by Water Exploration Permit and Lease Option Agreement (Water Contract No. 71) between the Board of Regents and Andrews Independent School District, the School District having assigned with the permission of the Board of Regents to the City of Andrews. Under this contract, the City of Andrews has exploration rights and a lease option for all of the potable water or water capable of being made potable, with certain reservations by the University as to water for oil and gas lessees and surface lessees. The reservation as to oil and gas lessees excludes water for pressure maintenance or water flooding projects. In other words, the University does not have the right to give Pan American the permission requested unless the water to be produced from the well is neither potable nor capable of being made potable. Pan American is exploring the matter with the City of Andrews and hopes to have at an early date the City's permission, so far as the City's contract with the University is concerned, to use the water from the depth indicated. The City's exploration and prospective water development in the area is at depths of around 200 feet.

It is recommended that Pan American Petroleum Corporation be furnished appropriate evidence of the permission of the Board of Regents to produce and use water from the well designated above for the pilot waterflood project, provided Pan American obtains from the City of Andrews a release of any claim to such water produced at the depths indicated by Pan American.

ASSIGNMENT OF PIPE LINE EASEMENT NO. 1191 (APPROVED DECEMBER 12, 1958) TO THE ATLANTIC REFINING COMPANY FROM EL PASO NATURAL GAS COMPANY, CRANE COUNTY, TEXAS.-- This assignment of Pipe Line Easement No. 1191 to The Atlantic Refining Company from El Paso Natural Gas Company covers a total of 536.206 rods of 8-5/8 inch line at \$1.00 per rod in Section 33, 34, 38 and 39, Block 31, University Lands, Crane County, Texas. Easement No. 1191 was issued to El Paso Natural Gas Company for a total consideration of \$536.21 for the 10-year period beginning December 1, 1958 and ending November 30, 1968. The standard assignment fee of \$25.00 and the \$1.00 General Land Office filing fee are being paid by The Atlantic Refining Company.

TRUST AND SPECIAL FUNDS -- INVESTMENT MATTERS.--

REPORT OF PURCHASES AND SALES OF SECURITIES.--The following purchases and sales of securities have been made for the Trust and Special Funds since the report of July 31, 1959. We ask that the Board ratify and approve these transactions:

PURCHASES

<u>Date</u>	<u>Security</u>	<u>Principal Cost</u>
8/7/59	\$100,000 maturity value U. S. 182-Day Treasury Bills, dated 7/30/59, due 1/28/60, purchased at 98.31939 to yield 3.58% to maturity	\$ 98,319.39
	200,000 par value U. S. 3-3/4% Treasury Certificates of Indebtedness of Series A-1960, dated 2/15/59, due 2/15/60, purchased at 99.9375 to yield 3.87% to maturity	199,875.00
	300,000 maturity value U. S. Treasury Bills, Tax Anticipation Series, dated 7/8/59, due 3/22/60, purchased at 97.55939 to yield 3.94% to maturity	292,678.17
	300,000 maturity value 340-Day Special Series, Treasury Bills, dated 5/11/59, due 4/15/60, purchased at 97.2967233 to yield 3.94% to maturity	291,890.17
	900,000 par value U. S. 3-1/2% Treasury Notes of Series A-1960, dated 2/15/57, due 5/15/60, purchased at 99.59375 to yield 4.05% to maturity	896,343.75
	800,000 maturity value U. S. Treasury Bills, 1-Year, dated 7/15/59, due 7/15/60, purchased at 96.0942225 to yield 4.16% to maturity	768,753.78
	1,000,000 par value U. S. 4-3/4% Treasury Notes of Series C-1960, dated 8/1/59, due 8/15/60, purchased at 100.5625 to yield 4.17% to maturity	1,005,625.00
	400,000 par value U. S. 4-3/4% Treasury Notes of Series C-1960, dated 8/1/59, due 8/15/60, purchased at 100.546875 to yield 4.18% to maturity	402,187.50
	(Temporary Investments - Proceeds from Sale of Permanent University Fund Bonds) (For Special Construction accounts)	
8/18/59	\$28,000 par value U. S. 4-3/4% Treasury Notes of Series C-1960, dated 8/1/59, due 8/15/60, purchased at 100.53125 to yield 4.20% to maturity (Archer M. Huntington Museum Fund)	28,148.75
	100 Shares American Telephone & Telegraph Company Capital Stock, purchased at 80-1/8	8,059.51
	100 Shares Pacific Gas & Electric Company Common Stock, purchased at 62-5/8	6,307.76
	40 Shares R. J. Reynolds Tobacco Company 3.60% Cumulative Preferred Stock, purchased at 81-1/2 (The James W. McLaughlin Fellowship Fund - Reserve for Depletion)	3,293.30
8/26/59	\$13,000 par value Pacific Gas & Electric Company First & Refunding Mortgage Bonds, Series EE, 5%, due 6/1/91, purchased at 100.00 to yield 5.00% to maturity (E. D. Farmer International Scholarship Fund)	13,000.00
	\$5,000 par value Ditto (Will C. Hogg Memorial Scholarships Fund)	5,000.00
	\$4,000 par value Ditto (Wilbur S. Davidson Educational Fund)	4,000.00
	\$5,000 par value Ditto (The William Heuermann Fund for Cancer Research)	5,000.00

SALES

<u>Date</u>	<u>Security</u>	<u>Net Proceeds</u>
8/18/59	36 Shares Chrysler Corporation Common Stock, sold at 64-1/2 (Wilbur S. Davidson Educational Fund)	\$2,291.37

HUMAN GENETICS FUND - RATIFICATION OF SALE OF ADDRESSOGRAPH-MULTIGRAPH CORPORATION COMMON STOCK TO PROVIDE CASH FOR 1959-60 BUDGET.--Upon application of the University, Mr. Richard Arens has agreed to furnish the funds required to carry on a three-year program of genetics studies under the immediate supervision of Dr. Clarence P. Oliver, the funds required for the first year being in the total approximate amount of \$25,000. To furnish the cash required for the first year's budget, Mr. Arens forwarded through the Morgan Guaranty Trust Company a check in the amount of \$1,024.00 and 222 shares of Addressograph-Multigraph Corporation Common Stock. The stock has been sold by the Endowment Officer upon the request of Dr. Oliver in order to provide the balance of the cash required to meet budget commitments on October 1 for the genetics studies project. It is recommended that the Board ratify and approve the sale of the stock.

J. ANDERSON FITZGERALD SPECIAL SCHOLARSHIP FUND (BUSINESS ADMINISTRATION FOUNDATION) - RECOMMENDATION RE SALE OF BOOK-OF-THE-MONTH CLUB, INC., CAPITAL STOCK AND PLACING OF NET PROCEEDS IN FUNDS GROUPED FOR INVESTMENT.--To establish the J. Anderson Fitzgerald Special Scholarship Fund under the Business Administration Foundation, Mr. Frank M. Holloway forwarded 100 shares of the Book-of-the-Month Club, Inc., Capital Stock, which was placed on the University's books at a value of \$2,225.00 (market close as of 7/28/59, date of gift). It is recommended that the Endowment Officer be authorized to sell the stock and to place the net proceeds in the Funds Grouped for Investment account for the fund involved, the timing of the sale and price of the stock to be subject to the approval of the Staff Investment Committee.



TRUST AND SPECIAL FUNDS--GIFT, BEQUEST AND ESTATE MATTERS.--

ALBERT SIDNEY BURLISON LOAN-SCHOLARSHIP FUND - PROPOSED GIFT FROM MR. AND MRS. BRYANT (SIDNEY BURLISON) SMITH WITH INCOME RESERVED.--At the March, 1959 meeting of the Land and Investment Committee, a proposed gift by Mr. and Mrs. Bryant (Sidney Burlison) Smith of La Mesa, California, was discussed. Mr. Smith was for several years a member of the Law School Faculty. The proposal includes the payment of income from the fund to Mrs. Smith during her lifetime and had been submitted to the Vice President and Provost of the Main University through the Dean of the Law School. The sum of \$25,000 was sent pending the completion of the agreement between the parties, and on advice of the Dean of the Law School was invested in U. S. Treasury Bills due May 21, 1959.

At the time the gift was first proposed it was to be a part of the John Charles Townes Foundation, but in later correspondence between Mrs. Smith and Dean Keeton, and between Dean Keeton and Dr. Ransom, it has been decided that the fund should be separated from the Townes Foundation and given the title as indicated above. Mrs. Smith has also indicated that it is her hope to augment the fund to \$50,000, retaining the income for life, and Dean Keeton has indicated to her that one annual payment of income would be made by the University, probably around September 15. Upon the death of Mrs. Smith, the entire income from the fund will be available for loans, scholarships, and fellowships for Law School Students.

Before the June, 1959 meeting of the Board of Regents, a letter regarding gifts to the University with income reserved for life was sent by the Endowment Officer to the Land and Investment Committee, as well as to all other members of the Board of Regents, in which the proposed gift was mentioned, this being in effect a new area in which no formal policy has been adopted by the Board of Regents.

Obviously, the reason for acceptance of this and similar gifts where income is reserved is that endowment funds of the University will be increased, and the University can better compete in the acquisition of funds with private schools, foundations, and the like.

Some reasons for declining gifts with income reserved are the following:

1. Possible legal challenge as to the right of the Board of Regents to serve as trustee of such funds and render services to life beneficiaries, even though benefits of the gift ultimately will come to the University.
2. Required filing of Federal Fiduciary Income Tax Returns on each account, showing the amount of income payable to beneficiary, with at least occasional examination of the University's records in connection with such returns.
3. Questions of ad valorem tax exemptions where real estate is involved in such gifts.
4. The Board of Regents will be trustee of funds which ultimately will benefit the University but first of all will be expected to yield a reasonable income to the life beneficiary, perhaps complicating administrative questions such as type of investments, accounting between principal and income, and the like.
5. Aspects of competition with private enterprise in rendering trust services to individuals.

Because of circumstances and events which have already transpired, it is recommended that this gift be accepted and that the trust agreement be signed by the Chairman of the Board of Regents after final approval by the University Attorney as to form, by the Endowment Officer as to content, and after signature by Mr. and Mrs. Smith. It is further recommended that the fund be added to Funds Grouped for Investment as of September 1, 1959, with the income paid annually in September to Mrs. Smith during her lifetime.

It should be pointed out that this is the first formal trust agreement with income reserved for life which the Board will have entered into, although somewhat similar arrangements exist in a few instances such as the McLaughlin bequest. It is recommended that approval of this formal trust agreement not be regarded or intended as a precedent, but that before embarking on an organized plan for

encouraging such gifts, both the Land and Investment Committee and the full Board give further consideration to the possible complications for a state institution as well as to the obvious advantages of this type of agreement in fund raising.

HOGG FOUNDATION: VARNER PROPERTIES - AUTHORITY TO FILE SUPPLEMENT U FEDERAL INCOME TAX RETURN FOR FISCAL YEAR ENDED JULY 31, 1959.--It is recommended that the Comptroller and Endowment Officer be authorized to sign and file Supplement U Federal Income Tax Return for the fiscal year ended July 31, 1959 on the Varner Properties. This is Form 990-T, Exempt Organization Business Income Tax Return. The return due to be filed by October 15, is being prepared by the Branch College Auditor, and the tax will be approximately \$27,000.00. These taxes have been paid for each year, beginning with 1953, since acquisition of the Varner Properties, and the basis for payment and other legal matters have been worked out with Mr. Benjamin L. Bird of the firm of Weeks, Bird, Cannon & Appleman of Fort Worth, which firm has served as tax counsel on these matters by authority of the Board of Regents.

TRUST AND SPECIAL FUNDS - REAL ESTATE MATTERS.--

HOGG FOUNDATION: W. C. HOGG FUND - REPORT OF EXCHANGE OF MASSEY PROPERTY ON RUSK AVENUE WITH MR. T. K. DIXON, JR. FOR PROPERTY ON CAPITOL AVENUE AND SALE OF THAT PROPERTY TO HOUSTON FIRST FEDERAL SAVINGS & LOAN ASSOCIATION, HOUSTON, TEXAS.--At the meeting of the Board of Regents on August 1, 1959, two resolutions were adopted concerning the sale and exchange of this property. Inadvertently the description of one of the properties was incorrectly given in the first Resolution. It is therefore recommended that the Board adopt the following Resolution which includes the correct description:

R E S O L U T I O N

WHEREAS, by deed dated July 1, 1939, Mike Hogg, as Independent Executor of the Estate of W. C. Hogg, deceased, et al, granted and conveyed to the Board of Regents of The University of Texas certain properties more specifically described in a certain deed which was executed under the authority granted by the will of W. C. Hogg, deceased, with full power in the Board of Regents of The University of Texas to sell, dispose of, and convey the property, the deed being recorded in Volume 1127, page 463 et seq., of the Deed Records of Harris County, Texas, to which deed reference is made for all purposes; and

WHEREAS, the Board of Regents pursuant to resolution dated January 10, 1959 authorized the exchange of the properties described herein; and

WHEREAS, by deed dated June 10, 1959, the Board of Regents of The University of Texas, as Trustee of the Hogg Foundation--W. C. Hogg Memorial Fund, conveyed to T. K. Dixon, Jr., of Houston, Harris County, Texas, the property described as

All that certain tract or parcel of land in Block 94, South Side of Buffalo Bayou, an Addition to the City of Houston, Harris County, Texas, more particularly described as follows;

BEGINNING at the northwest corner of a one-story masonry building in the south line of Rusk Avenue, said corner being also on the east side of a masonry building called the Gieseke Building, said beginning point being also located north 35 degrees east 296.1 ft. and north 55 degrees west 229.7 ft. from City Engineering Department reference rod No. 168, at the intersection of Walker Avenue and San Jacinto Street;

THENCE south 55 degrees east 49.83 feet along the south line of Rusk Avenue to an iron pipe;

THENCE south 35 degrees west 100 feet to an iron pipe;

THENCE north 55 degrees west 49.83 feet to an X cut in concrete located north 35 degrees east 25.7 feet and south 55 degrees east 64.3 feet from an iron rod at the southwest corner of the Gieseke Building;

THENCE north 35 degrees east 100 feet along a line parallel with Fannin Street to the place of beginning.

In exchange for the property belonging to T. K. Dixon, Jr., which is described as follows:

4125 square feet of land, being portions of Lots 7 and 8, Block 79, South Side of Buffalo Bayou, and a part of Capitol Avenue adjoining said portions, City of Houston, Harris County, Texas;

BEGINNING at a point on building line as fixed by City Council, April 15, 1926, on the South Side of Capitol Avenue, said point being located 166.73 feet North 55 degrees 00 minutes West of and 36.72 feet South 35 degrees 00 minutes West of City of Houston Engineering Department reference rod No. 18 at Capitol Avenue and San Jacinto Street;

THENCE South 35 degrees 04 minutes 40 seconds West; at 0.03 feet pass northwest corner of a two-story brick building and the northeast corner of a one-story brick building and continuing along line between two said brick buildings; at 3.28 feet cross theoretical south line of Capitol Avenue; at 90.03 feet pass southeast corner of one-story brick building and in all 103.28 feet to a point on the division line between Lots 8 and 12 of said Block 79, South Side of Buffalo Bayou, said point being located 0.03 feet North 35 degrees 04 minutes 40 seconds East of the southwest corner of the aforementioned two-story brick building;

THENCE North 55 degrees 00 minutes West along a portion of the north line of Lot 12 and portions of the south lines of Lots 7 and 8, Block 79; at 24.33 feet pass southwest corner of said Lot 8 and southeast corner of said Lot 7, and in all 39.87 feet to a point for corner, said point being located 85.26 feet South 55 degrees 00 minutes East of the theoretical east line of Fannin Street and on line by agreement between Varner Company and T. K. Dixon, et ux, dated April 5, 1929, and recorded in Vol. 711, page 404, Harris County Deed Records;

THENCE North 35 degrees 00 minutes East parallel with the theoretical east line of Fannin Street and along said agreed line; at 13.25 feet pass southwest corner of above mentioned one-story brick building and continuing along said building; at 100.00 feet cross theoretical south line of Capitol Avenue, and in all 103.28 feet to point for corner on building line as above mentioned;

THENCE South 55 degrees 00 minutes East along said building line 40.01 feet to the place of beginning.

NOW THEREFORE, BE IT RESOLVED that all of the acts of the Chairman on behalf of the Board of Regents of The University of Texas, as Trustee of the Hogg Foundation--W. C. Hogg Memorial Fund, in the execution of a certain exchange deed dated June 10, 1959, and the conveyance of the above-described property belonging to the Board of Regents to T. K. Dixon, Jr., be and the same are in all things hereby ratified.

MEDICAL BRANCH - EDITH FLY HILDEBRAND ESTATE - REPORT ON CLOSING OF SALE OF PROPERTY IN GONZALES COUNTY, TEXAS, TO MALCOLM GESCHEIDLE.-- Approval was given by the Board of Regents at its meeting of September 20, 1958, and resolution at its meeting of June 13, 1959, to Malcolm Gescheidle of the sale of approximately 300 acres (determined by survey to be 305.84) in Gonzales County, received by the University under the Will of Mrs. Edith Fly Hildebrand as part of her estate left for the establishment of the Dr. Walter Junius Hildebrand Scholarship Fund for the benefit of the Medical Branch. The tract had been under farming lease to Mr. Gescheidle for several years. The sale was for \$60 per acre cash with the University retaining one-half of the minerals, fully participating.

After some delays in title matters and the like, the deed, dated July 9, 1959, was executed by all members of the Board of Regents in accordance with resolution adopted June 13, 1959. The deed was delivered to the purchaser on July 30, 1959 and full purchase price of \$18,350 received by the University.

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - BEQUEST OF MRS. MARY ADLINE GILLESPIE NIXON, ALPINE, TEXAS.--The devise of her residue estate by Mrs. Mary Adline Gillespie Nixon who died in Alpine on April 16, 1959, to "M. D. Anderson Hospital for Cancer Research" for use in research was reported to the Board of Regents at the August 1 meeting. Mrs. Nixon's home in Alpine located in a less desirable section near the railroad and now in need of repairs is the principal part of the estate. The Inventory and Appraisal filed by the appraisers appointed by the court and now approved by the court shows a value of \$3,500.00 for this property.

Mr. Don C. Littleton, Independent Executor of the estate, who is the Alpine manager of West Texas Utilities Company, and Mr. Alfred E. Creigh, Jr. of Alpine, attorney for the estate, recommend sale of the property and hope to get around \$7,000 for it. In view of the provisions of the Will, Mr. Creigh believes that joinder by the Board of Regents in the deed will be necessary for conveyance of good title. Therefore, so that an opportunity to liquidate the property will not be lost while awaiting a meeting of the Board of Regents after a purchaser at a satisfactory price can be found, it is recommended that the Board of Regents authorize such joinder and adopt the following Resolution:

#### R E S O L U T I O N

WHEREAS, under the will of Mary Adline Gillespie Nixon, the remainder and residue of her estate was bequeathed and devised to M. D. Anderson Hospital for Cancer Research to be used by its Trustee for research; and

WHEREAS, Don C. Littleton of Alpine, Texas, is the duly qualified and acting Independent Executor under the will of Mary Adline Gillespie Nixon; and

WHEREAS, the name of the M. D. Anderson Hospital for Cancer Research has been changed to The University of Texas M. D. Anderson Hospital and Tumor Institute and the governing body is the Board of Regents of The University of Texas; and

WHEREAS, the Independent Executor contemplates the sale of the following described tract or parcel of land in Brewster County, Texas:

Being the North one-half ( $N\frac{1}{2}$ ) of Block 8 Means Addition of the City of Alpine being a tract of land from and out of Section 43, Abstract 4816, Block 9, GH&SA; and

WHEREAS, the joinder of the Board of Regents as Trustee under the will is necessary to convey good and sufficient title to the tract of land above described, such sale being advantageous and in the best interest of the University.

NOW THEREFORE, BE IT RESOLVED that the Chairman of the Board of Regents of The University of Texas as Trustee under the will of Mary Adline Gillespie Nixon, be and is hereby authorized for and on behalf of the Board of Regents of The University of Texas to join with the Independent Executor of the estate in the execution of a warranty deed conveying title to the said tract of land and to do all things necessary to complete this transaction.