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MATERIAL SUPPORTING THE AGENDA

Volume XVb

January 1968 - August 1968

This volume contains the Material Supporting the Agenda furnished to each member of the Board of Regents prior to the meetings held on January 26-27, March 8-9, April 19-20, May 31-June 1, and July 26-27, 1968.

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.



THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS SYSTEM

Material Supporting  
Agenda

Meeting Date:..... April 19-20, 1968.....

Meeting No.:..... 660.....

Name:..... *Official Copy*.....

CALENDAR  
BOARD OF REGENTS  
OF  
THE UNIVERSITY OF TEXAS SYSTEM

April 19-20, 1968

Place: Statler Hilton Hotel, Dallas

Meeting Room: Junior Ballroom, Mezzanine  
(See Floor Plan on the following page.)

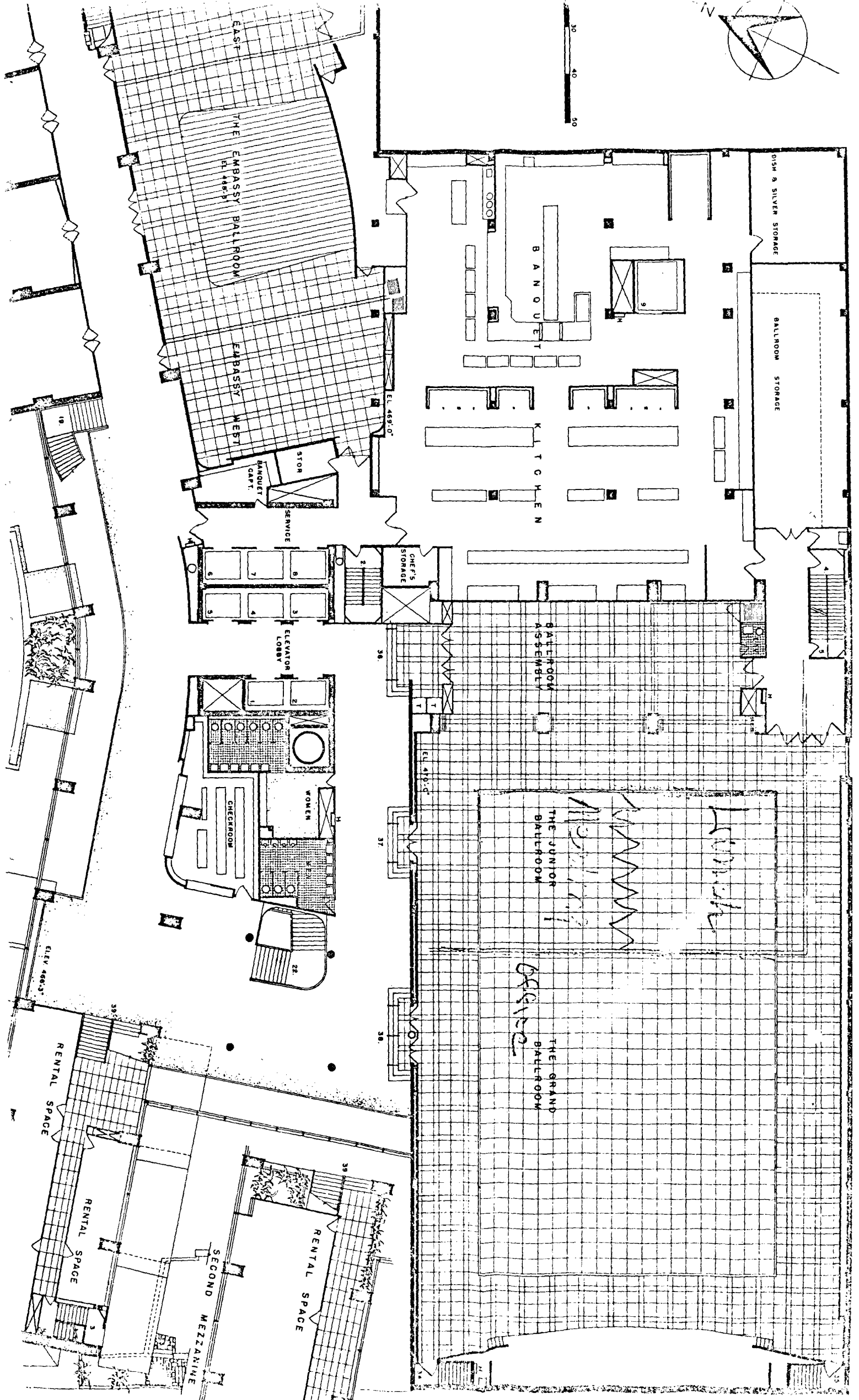
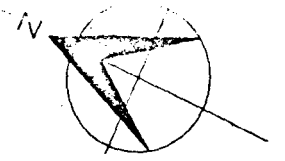
Office and Waiting Room: Grand Ballroom

Friday, April 19, 1968-- The Committees will meeting in the following order, followed by the Meeting of the Board:

9:00 a.m.	Executive Committee
	Academic and Developmental Affairs Committee
	Buildings and Grounds Com- mittee
12:00 noon	Lunch
	Medical Affairs Committee
	Land and Investment Committee
	Committee of the Whole
	Meeting of the Board

Telephone Numbers:

Dallas Medical School Dean Sprague	631-3220 Extension 241
Mrs. Charles Sprague Residence	363-2183
Statler Hilton Hotel	RI 7-2011
Airlines:	
American Airlines	TA 1-3221
Braniff Airlines (Information)	FL 7-9555
(Reservations)	FL 7-9511
Brook Hollow Golf Club	ME 7-1900



EAST  
THE EMBASSY BALLROOM  
EL. 468'-9"

EMBASSY WEST  
EL. 468'-9"

BANQUET

KITCHEN

DISH & SILVER STORAGE

BALLROOM STORAGE

CHEF'S STORAGE

BALLROOM ASSEMBLY

THE JUNIOR BALLROOM

THE GRAND BALLROOM

STOR

BANQUET CAPT.

SERVICE

ELEVATOR LOBBY

CHECKROOM

WOMEN

22

RENTAL SPACE

RENTAL SPACE

SECOND MEZZANINE

RENTAL SPACE

ST. PAUL STREET

SUPPLEMENT TO  
CALENDAR  
BOARD OF REGENTS  
OF  
THE UNIVERSITY OF TEXAS SYSTEM  
April 19, 1968

Thursday, April 18, 1968

2:00 p.m.

Meeting of Medical Affairs  
Committee

The Medical Affairs Committee will meet in Executive Session with the Health Affairs Council and interested officials of Central Administration for a presentation by the Dallas Medical School on long-range plans involving personnel.

The meeting will be in the Student Union Building at the Dallas Medical School. The meeting will begin at 2:00 p.m. and be concluded by 4:30 p.m. There will be bus transportation from the Statler Hilton Hotel to the Dallas Medical School and return. The bus will leave the Statler Hilton Hotel promptly at 1:30 p.m. on Thursday, April 18.

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*Aulfe + Isaksson - Mr. Cawing + Mr. Neun*  
*Fisher*  
*Spillma*  
*Bullock*      *> architects >*

## **Executive Committee**

EXECUTIVE COMMITTEE

Date: April 19, 1968  
Time: 9:00 a.m.  
Place: Junior Ballroom, Mezzanine  
Statler Hilton Hotel, Dallas, Texas

Interim Actions	<u>Page</u> <u>EXEC</u>
1. Anderson Hospital: Addition to the Personnel Pay Plan for 1967-68 (4-C1-67)	2
2. U. T. Austin: Minutes of the Board of Directors of TSP, Inc. (19-M-67)	2
3. U. T. Austin, Galveston Medical Branch, and Anderson Hospital: Amendments to the 1967-68 Budgets (8-B-67)	14

REPORT OF RECOMMENDATIONS  
SUBMITTED TO EXECUTIVE COMMITTEE

Below is a report of interim recommendations that have been considered by the Executive Committee since the last report on March 8, 1968:

1. Anderson Hospital: Addition to the Personnel Pay Plan for 1967-68 (4-CI-67). --Approval was given to the following changes to the 1967-68 Personnel Pay Plan for The University of Texas M.D. Anderson Hospital and Tumor Institute at Houston, to be effective April 1, 1968, and to be included in the 1968-69 Plan already approved:

DELETE

<u>Code No.</u>	<u>Title</u>	<u>Monthly Salary Range</u>
2351	Electronic Engineer III	\$680-835

ADD

2313	Senior Photographic Laboratory Technician	565-710
2351	Chief Communications Engineer	835-1050

2. U. T. Austin: Minutes of the Board of Directors of TSP, Inc. (19-M-67). --Approval was given to the minutes of the meeting of the Board of Directors of Texas Student Publications, Inc., at The University of Texas at Austin held on February 16, 1968. The following items in the minutes which require Regental consideration were thereby approved:

- a. Amend the Texas Student Publications, Inc. Handbook by deleting on Page 28 all under C, Editorial Staff, through the first paragraph on Page 30 and substitute in lieu thereof the following:

C. Editorial Staff

1. The Editor is elected annually in the spring student elections. Prior to the Students Association filing deadline the Board of Directors of Texas Student Publications, Inc. will consider each applicant and certify to the Students Association that each candidate meets the TSP requirements.
  - a. Scholastic and Experience Qualifications
    - (1) The applicant must be a student registered in The University of Texas at Austin in the semester in which the election is held.
    - (2) He must have completed 75 semester hours of college work. He must have completed at least two semesters or one semester and a full 12 week summer session at U.T. Austin.
    - (3) He must have a minimum of 1.25 grade point average on a 3 point system (or equivalent on a 4 point system) on all work done at U.T. Austin.



- (4) He must have completed 9 hours of Journalism including J.312, J.322, and J.314 (two semesters of reporting and one semester of editing) with an average of "C" or better.
- (5) He must have completed J.324 (second semester of editing) or be registered for it at the time of filing.
- (6) An applicant must have served regularly on the editorial staff (as opposed to the business or advertising staff) of The Daily Texan for at least 10 weeks prior to the semester in which he applies and be serving at the time he applies.
- (7) An applicant must agree to fulfill all the duties of the Editor during the full term of office beginning June 1 and must agree to sign the Editor's contract (Appendix A of the TSP Handbook).

b. Provision for Waiver of Qualifications

Item (2) under Scholastic and Experience Qualifications above may be waived by three-fourths vote of the voting members present only if no more than one fully qualified candidate applies.

c. General Provisions

- (1) The Editor shall take a maximum course load of 12 semester hours as an undergraduate or 9 semester hours as a graduate or law student.
- (2) The term of office shall be June 1 through the following May 31.
- (3) Any member of the Board of Directors of Texas Student Publications who becomes an applicant shall resign from the Board at the time he applies.
- (4) Any person who shall have served a regular full term as Editor shall be ineligible for a second term.
- (5) Any paid member of The Daily Texan editorial staff who enters a student political election race in which he has one or more opponents will be required to take a leave of absence without pay from the date of filing through the date of election (or through the date of the run-off if one is necessary). Staff members appointed to these positions for that period will be designated as "Acting Editor".

- b. Approve the 1967-68 Budget for Texas Student Publications, Inc. as amended and as set out on Pages 4-13. Those items amended are indicated by an asterisk.

TEXAS STUDENT PUBLICATIONS, INC.

BUDGET SUMMARIES 1967-68

(as amended Feb. 16, 1968)

	1967-68 Budgeted Income	1967-68 Budgeted Expenses	Excess of Income over Expenses
	<u>          </u>	<u>          </u>	<u>          </u>
1 The Daily Texan	\$268,800	\$263,815	\$ 4,985
2 The Summer Texan	28,500	22,516	5,984
3 Texas Ranger Magazine	15,050	15,796	-746
4 Cactus Yearbook	115,200	108,937	6,263
5 Student Directory	18,400	16,061	2,339
6 Riata Literary Magazine	1,050	2,955	-1,905
7 Texas Engineering and Science Magazine	<u>9,560</u>	<u>9,530</u>	<u>30</u>
8                   Gross Total	<u>\$456,560</u>	<u>\$439,610</u>	\$ 16,950
9 Actual Working Capital, August 31, 1967	\$67,675		
Less transfers to:			
10       Facilities and Contingency Fund \$50,000			
11       Fixed Assets <u>2,000</u>			
12 <u>52,000</u>			
13 Amount Available for Operations			<u>15,675</u>
14 Estimated Working Capital, August 31, 1968			<u>\$ 32,625</u>



THE DAILY TEXAN

	Approved Budget 1967-68 (including Oct. 23, 1967 Amendments)	Feb. 16, 1968 Proposed Amendments 1967-68
1 <u>Estimated Income</u>		
2 Student Activity Fees	\$103,000	\$103,000
3 Display Advertising		
4 Local	103,500	110,000*
5 National	43,000	37,000*
6 Classified Advertising	11,600	11,600
7 Subscriptions and Sales	<u>6,500</u>	<u>7,200*</u>
8 Total Estimated Income	<u>\$267,600</u>	<u>\$268,800*</u>
9 <u>Appropriation Items</u>		
10 Salaries	\$ 41,110	\$ 41,110
11 Wages	<u>104,550</u>	<u>105,550*</u>
12 Sub Total	\$145,660	146,660*
13 Newsprint and Storage	36,750	39,500*
14 Maintenance and Operation	36,800	35,400*
15 Travel	1,700	1,700
16 General Overhead Allocation	45,413	40,555*
17 Unallocated Account	<u>1,277</u>	<u>4,985*</u>
18 Total Appropriations	<u>\$267,600</u>	<u>\$268,800*</u>

SALARY ROSTER

(see next page)

\*Change from previously approved budget

	Approved Budget 1967-68 (including Oct. 23, 1967 Amendments)	Feb. 16, 1968 Proposed Amendments 1967-68
1	<u>SALARY ROSTER</u>	
2	<u>Supervisory</u>	
3	Editorial Manager	
4	Robert Hilburn	\$ 13,500
5	Wages	<u>2,150</u>
6	Total Supervisory	<u>\$ 15,650</u>
7	<u>Editorial</u>	
8	Editor	
9	Mary Morphis Moody	\$ 1,575
10	Managing Editor	
11	James Hollas, Fall 1967	<u>1,485</u>
12	David DeVoss, Spring, 1968	<u>1,485</u>
13	Sub Total	\$ 3,060
14	Wages	<u>15,500</u>
15	Total Editorial	<u>\$ 18,560</u>
16	<u>Photo and Fairchild</u>	
17	Wages	<u>\$ 3,300</u>
18	<u>Circulation</u>	
19	Circulation Manager	
20	Bronson Schultz (a)	\$ 3,120
21	Wages	<u>14,500</u>
22	Total Circulation	<u>\$ 17,620</u>
23	<u>Printing</u>	
24	Superintendent	
25	Arthur Rinn	\$ 9,130
26	Wages	<u>58,600</u>
27	Total Printing	<u>\$ 67,730</u>
28	<u>Advertising</u>	
29	Advertising Manager	
30	James Morgan	\$ 8,700
31	Classified Clerk	
32	Dolores Moore	<u>3,600</u>
33	Sub Total	\$ 12,300
34	Wages	<u>10,500</u>
35	Total Advertising	<u>\$ 22,800</u>

(a) See note (a) on page 2 for explanation of Circulation Manager's Salary.

\*Change from previously approved budget

THE SUMMER TEXAN

	Approved Budget 1967-68 (including Oct. 23, 1967 Amendments)	Feb. 16, 1968 Proposed Amendments 1967-68
1 <u>Estimated Income</u>		
2   Display Advertising		
3     Local	\$ 14,550	\$ 21,300*
4     National	200	400*
5   Classified Advertising	1,850	1,500*
6   Subscriptions and Sales	4,000	4,000
7   Directory Income	<u>1,400</u>	<u>1,300*</u>
8                    Total Estimated Income	<u>\$ 22,000</u>	<u>\$ 28,500*</u>
9 <u>Appropriation Items</u>		
10   Salaries	\$ 975	\$ 1,020*
11   Wages	<u>10,675</u>	<u>12,705*</u>
12                    Sub Total	\$ 11,650	\$ 13,725*
13   Newsprint and Storage	1,600	2,000*
14   Directory Expense	1,300	1,200*
15   Maintenance and Operation	2,410	3,120*
16   Travel	100	50*
17   General Overhead Allocation	2,711	2,421*
18   Unallocated Account	<u>2,229</u>	<u>5,984*</u>
19                    Total Appropriations	<u>\$ 22,000</u>	<u>\$ 28,500*</u>
20 <u>SALARY ROSTER</u>		
21 <u>Student Editorial</u>		
22     Editor	\$ 495	\$ 525*
23     Managing Editor	<u>480</u>	<u>495*</u>
24                    Total Editorial	<u>\$ 975</u>	<u>\$ 1,020*</u>

\*Change from previously approved budget

THE TEXAS RANGER

	Approved Budget 1967-68 (including Oct. 23, 1967 Amendments)	Feb. 16, 1968 Proposed Amendments 1967-68
1 <u>Estimated Income</u>		
2     Display Advertising		
3         Local	\$ 5,500	\$ 6,300*
4         National	600	0
5     Campus Sales	3,350	
6     Subscriptions	<u>5,250</u>	8,750*
7                     Total Estimated Income	<u>\$ 14,700</u>	<u>\$ 15,050*</u>
8 <u>Appropriation Items</u>		
9     Salaries	\$ 525	\$ 525
10    Wages	<u>1,700</u>	<u>1,820*</u>
11                     Sub Total	\$ 2,225	\$ 2,345*
12    Printing	10,500	10,500
13    Maintenance and Operation	880	1,135*
14    General Overhead Allocation	2,033	1,816*
15    Unallocated Account	<u>-938</u>	<u>-746*</u>
16                     Total Appropriations	<u>\$ 14,700</u>	<u>\$ 15,050*</u>
17 <u>SALARY ROSTER</u>		
18     Editor		
19         Bob Burns	<u>\$ 525</u>	<u>\$ 525</u>

THE CACTUS

	Approved Budget 1967-68 (including Oct. 23, 1967 Amendments)	Feb. 16, 1968 Proposed Amendments 1967-68
1 <u>Estimated Income</u>		
2     Subscriptions	\$ 84,525	\$ 88,500*
3     Representation	<u>26,600</u>	<u>26,700*</u>
4                    Total Estimated Income	<u>\$111,125</u>	<u>\$115,200*</u>
5 <u>Appropriation Items</u>		
6     Salaries	\$ 10,550	\$ 10,375*
7     Wages	<u>2,430</u>	<u>3,105*</u>
8                    Sub Total	\$ 12,980	\$ 13,480*
9     Printing	72,000	71,000*
10    Maintenance and Operation	10,500	11,850*
11    Travel	500	500
12    General Overhead Allocation	13,556	12,107*
13    Unallocated Account	<u>1,589</u>	<u>6,263*</u>
14                    Total Appropriations	<u>\$111,125</u>	<u>\$115,200*</u>
15 <u>SALARY ROSTER</u>		
16     Cactus Supervisor		
17         Mrs. Marguerite Freeman	\$ 5,700	\$ 5,700
18     Cactus Assistant		
19         Mrs. Lorraine Henderson	3,600	3,425*
20     Editor		
21         Lafe Hill	<u>1,250</u>	<u>1,250</u>
Total Salaries	<u>\$ 10,550</u>	<u>\$ 10,375*</u>



THE STUDENT DIRECTORY

	Approved Budget 1967-68 (including Oct. 23, 1967 Amendments)	Feb. 16, 1968 Proposed Amendments 1967-68
1 <u>Estimated Income</u>		
2   Local Display Advertising	\$ 7,000	\$ 7,400*
3   Campus Sales	<u>11,500</u>	<u>11,000*</u>
4           Total Estimated Income	<u>\$ 18,500</u>	<u>\$ 18,400*</u>
5 <u>Appropriation Items</u>		
6   Wages	\$ 1,100	\$ 1,040*
7   Printing	10,000	10,700*
8   Maintenance and Operation	2,000	1,900*
9   General Overhead Allocation	2,711	2,421*
10   Unallocated Account	<u>2,689</u>	<u>2,339*</u>
11           Total Appropriations	<u>\$ 18,500</u>	<u>\$ 18,400*</u>

RIATA LITERARY MAGAZINE

	Approved Budget 1967-68 (including Oct. 23, 1967 Amendments)	Feb. 16, 1968 Proposed Amendments 1967-68
1 <u>Estimated Income</u>		
2     Sales	<u>\$     700</u>	<u>\$ 1,050*</u>
3 <u>Appropriation Items</u>		
4     Salaries	\$     150	\$     150
5     Wages	<u>      150</u>	<u>      150</u>
6            Sub Total	\$     300	\$     300
7     Printing	1,500	1,815*
8     Maintenance and Operation	140	235*
9     General Overhead Allocation	678	605*
10    Unallocated Account	<u>-1,918</u>	<u>-1,905*</u>
11            Total Appropriations	<u>\$     700</u>	<u>\$ 1,050*</u>
12 <u>SALARY ROSTER</u>		
13     Editor		
14        Kirk Wilson	<u>\$     150</u>	<u>\$     150</u>

TEXAS ENGINEERING AND SCIENCE MAGAZINE

		Approved Budget 1967-68 (including Oct. 23, 1967 Amendments)	Feb. 16, 1968 Proposed Amendments 1967-68
1	<u>Estimated Income</u>		
2	Advertising	\$ 9,000	\$ 9,500*
3	Subscriptions	<u>          0</u>	<u>          60*</u>
4	Total Estimated Income	<u>\$ 9,000</u>	<u>\$ 9,560</u>
5	<u>Appropriation Items</u>		
6	Salaries	\$ 300	\$ 300
7	Wages	<u>          500</u>	<u>          470*</u>
8	Sub Total	\$ 800	\$ 770*
9	Printing	5,000	5,650*
10	Maintenance and Operation	2,400	2,505*
11	General Overhead Allocation	678	605*
12	Unallocated Account	<u>          122</u>	<u>          30*</u>
13	Total Appropriations	<u>\$ 9,000</u>	<u>\$ 9,560*</u>
14	<u>SALARY ROSTER</u>		
15	Editor		
16	Lela Abernathy	<u>          300</u>	<u>          300</u>

3. U. T. Austin, Galveston Medical Branch, and Anderson Hospital: Amendments to the 1967-68 Budgets (8-B-67). -- The 1967-68 Budgets of U. T. Austin, Galveston Medical Branch, and Anderson Hospital were amended as follows: (Pages 14-15 )

AMENDMENTS TO 1967-68 BUDGET  
Source of Funds - Departmental Appropriations  
(Unless Otherwise Specified)

The University of Texas at Austin

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
116.	Miscellaneous General Institutional Expense Transfer of Funds	From: Available University Fund Unappropriated Balance	To: U.T. System Official Occasions	
	Amount of Transfer	\$12,500	\$12,500	---
117.	Unallocated Accounts Transfer of Funds	From: Unappropriated Balance	To: Unallocated Maintenance and Operation	
	Amount of Transfer	\$55,000	\$55,000	---
118.	James B. Ayres English	Assistant Professor (F.T.)	Assistant Professor (1/3T.)	
	Academic Rate (9 mos.)	\$ 9,500	\$13,500	3/15 - 5/31
	Office of the Dean of Students		Dean of Students (2/3T.) (F.T.)	3/15 - 5/31 6/1 - 8/31
	Salary Rate (12 mos.)		\$18,000	

The University of Texas Medical Branch at Galveston

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
26.	Rachel E. Hartin Anesthesiology	Administrative Assistant I	Administrative Assistant I	
	Salary Rate	\$ 6,780	\$ 8,880	3/1/68
	Source of Funds: Professional Fees - Anesthesiology			
27.	Kurt G. Weiss Pathology	Assistant Professor	Assistant Professor	
	Salary Rate	\$20,000	\$22,000	3/1/68
	Source of Funds: Unallocated Salaries			

28.	Billy J. Blankenship Surgery Salary Rate	Assistant Professor \$17,000	Assistant Professor \$22,000	3/1/68
29.	Transfer of Funds	From: Unexpended Plant Funds (Unappropriated Balance)	To: Remodeling Projects, as follows: (1) Remodel First Floor Children's Hospital - Dept. of Pediatrics \$ 75,000 (2) Remodel Third Floor Rebecca Sealy Bldg. - Dept. of Pharmacology 75,000 (3) Remodel First Floor Ziegler Hospital - Dept. of Internal Medicine 75,000 (4) Laborer Building (Warehouse) 40,000 (5) Demolition of Special Surgical Unit 5,000 (6) Installation of Control Access Doors, Second Floor Hallway, John Sealy Hospital 2,500	
	Amount of Transfer	\$272,500		<u>\$272,500</u>

The University of Texas M. D. Anderson Hospital  
and Tumor Institute at Houston

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
17.	Bill R. Brinkley Cell Biology  Salary Rate  Source of Funds: NIH Grant	Assistant Biologist, Assistant Professor of Biology \$14,000	Assistant Biologist, Assistant Professor of Biology \$16,000	3/1/68
18.	Robert E. Askew Office of Education Salary Rate  Source of Funds: Heuerman Fund	Resident in Surgery \$ 7,600	Resident in Surgery \$ 9,100	3/1 - 3/31

EXECUTIVE COMMITTEE

Supplementary Agenda

Date: April 19, 1968

Time: 9:00 a.m.

Place: Junior Ballroom, Mezzanine  
Statler Hilton Hotel, Dallas, Texas

No additional items have been submitted for consideration by the Executive Committee.

**Academic and Developmental Affairs  
Committee**

ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

Date: April 19, 1968  
Time: Following the meeting of the Executive Committee  
Place: Junior Ballroom, Mezzanine  
Statler Hilton Hotel, Dallas, Texas

	<u>Page</u> <u>A &amp; D</u>
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8. U. T. Austin, Galveston Medical Branch and System Nursing School: Dual Positions Pursuant to Section 33, Article XVI, Consti- tution of Texas	13



1. U. T. SYSTEM: REPORT BY MR. BLUNK ON DEVELOPMENT BOARD ACTIVITIES.-- The following report has been submitted by Mr. Blunk, Executive Director of The University of Texas System Development Board, for presentation to the Board of Regents at its April 1968 meeting:

Gifts and grants are reported to the Board of Regents routinely through established procedures. Included again are certain unusual and large gifts.

The University of Texas Foundation, Inc., board of directors met in Austin, March 29. Attendance was excellent and a copy of the minutes will be forthcoming. The Foundation continues to function effectively and reports current assets of \$840,380.81 market value.

The annual giving program is progressing nicely. The telephone campaigns in Arlington-Fort Worth and El Paso seem especially effective in explaining the new U. T. System concept.

The internal foundations are particularly active at this time of the year, which is customary as the spring semester draws to a close.

The Development Board has the following meetings scheduled over the next few weeks:

April 4, Thursday--	Development Board Executive Committee, Houston.
May 9, Thursday--	Development Board, Dallas.
May 21, 22, 23 <u>or</u> 24--	Chancellor's Council Executive Committee, Dallas.

2. U. T. SYSTEM: CHANCELLOR'S DOCKET NO. 23.-- Chancellor's Docket No. 23 was mailed to each Regent, together with a ballot for approval or disapproval, on April 2, 1968.

If the ballots reflect that any one of the items is excepted, the docket will be referred to the Committee of the Whole in accordance with the Regents' Rules and Regulations.

3. U. T. SYSTEM: ADMINISTRATIVE OFFICIALS DESIGNATED TO HANDLE CLASSIFIED GOVERNMENT CONTRACTS.--Chancellor Ransom recommends that the Board of Regents approve the list of administrative officials designated to handle classified government contracts as set out in the following letter from Mr. Jens Jacobsen and approved by President Hackerman:



THE UNIVERSITY OF TEXAS AT AUSTIN

OFFICE OF SPONSORED PROJECTS

AUSTIN, TEXAS 78712

Post Office Box 7726  
AC 512, 471-1353

March 13, 1968

Dr. Harry Ransom  
Chancellor  
The University of Texas System

Dear Dr. Ransom:

Our security agreement with the Department of Defense requires that certain administrative officers be cleared for access to classified material and be formally authorized by the Board of Regents to negotiate, execute, and administer Government contracts. To bring the records up to date we need to notify the Government of the current administrative officials designated to handle classified Government contracts. The form of official notification to the Defense Department requires certified copies of action by the governing board, based on a recommendation of the Chancellor, such as the following:

List of University Officials Designated to Handle Classified Government Contracts: I recommend that the following list be approved by the Board of Regents:

Harry Ransom, Chancellor,  
Chief Executive Officer  
E. D. Walker, Vice-Chancellor for Business Affairs  
Graves W. Landrum, Vice-Chancellor for Administration  
Robert Lee Anderson, Comptroller  
Norman Hackerman, President,  
The University of Texas at Austin  
James H. Colvin, Vice-President for Business Affairs  
The University of Texas at Austin  
Grady C. Starnes, Auditor,  
The University of Texas at Austin  
Jens M. Jacobsen, Member of Managerial Group and  
Security Supervisor  
A. J. Dusek, Member of Managerial Group and  
Assistant Director, Office of Sponsored Projects,  
The University of Texas at Austin  
Betty Anne Thedford, Secretary, Board of Regents  
Joseph M. Ray, President,  
The University of Texas at El Paso

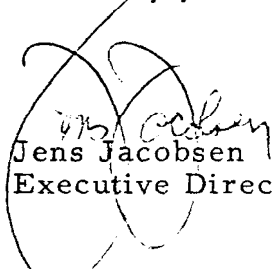
Dr. Harry Ransom, Chancellor

page two

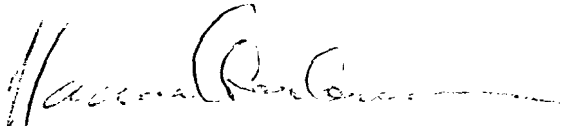
Robert M. Leech, Vice President,  
The University of Texas at El Paso  
Clyde J. Wingfield, Vice President,  
The University of Texas at El Paso  
Halbert G. St. Clair, Business Manager,  
The University of Texas at El Paso  
Kenneth L. Carpenter, Assistant to the President and  
Director Contracts and Grants, and Security  
Supervisor, The University of Texas at El Paso

After this has been approved by the Regents, the Secretary of the Board should be requested to furnish two certified copies to my office so that I may, in turn, file one copy with the Department of Defense.

Sincerely yours,

  
Jens Jacobsen  
Executive Director

APPROVED:

  
Norman Hackerman  
President

JJ:do

4. U. T. AUSTIN: APPROPRIATION FROM THE ARCHER M. HUNTINGTON SECURITY INCOME ACCOUNT FOR THE UNIVERSITY ART MUSEUM FOR 1967-68.-- Below is a Xerox copy of Chancellor Ransom's recommendation with respect to an additional appropriation for 1967-68 for the operation of the University Art Museum:

Chancellor Ransom concurs in President Hackerman's recommendation that an additional appropriation of \$15,000 from the Archer M. Huntington Fund (Account No. 30-3410-2515 - Security Income Account) be approved by the Board of Regents for expenditure in connection with the art museum's current year's operation. Mr. Goodall's request to President Hackerman of March 27, 1968, follows:



THE UNIVERSITY OF TEXAS  
COLLEGE OF FINE ARTS  
AUSTIN, TEXAS 78712

University Art Museum  
23rd & San Jacinto  
Phone 512 GR 1-1720

March 27, 1968

TO: Dr. Norman Hackerman  
President

FROM: Donald B. Goodall  
Director, University Art Museum

RE: Archer M. Huntington Funds

PRESIDENT U. T. AUSTIN	
REC'D.	MAR 27 1968
REFER TO	<i>Chancellor</i>
HANDLE.....	READ & RETURN.....

This will request that an additional amount be appropriated from the annual income of Archer M. Huntington Fund (Account No. 30-3410-2515 - Security Income Account) for expenditure in connection with the art museum's current year's operation. The sum requested is \$15,000. This request, however, does not intend to commit income from the Archer M. Huntington Fund beyond the provisions as outlined in the Regent's minutes of January 26, 1968, but is intended primarily to cover the cost of major projects conducted this year.

Additional funds are necessary to meet expenditures for large scale projects falling within this year's schedule of exhibitions, publications and visiting speakers. Three major projects are involved:

- 1) A major exhibition of the Primitive Arts of New Guinea, organized by the Museum of Ethnic Arts, U.C.L.A. and joined with a major catalogue. This project was heavily subsidized by the University of California. Our opportunity to participate jointly in this project meant an important differential in the cost of bringing an outstanding ethnic arts exhibition to the University.
- 2) Painting as Painting, a recent exhibition of American pictures. The exhibition has been described as being of national importance. It involved shipping and crating expenditures from the New York area which, because of local costs there, exceeded our original estimates.

- 3) Confrontacion '66, a large exhibition of modern Mexican painting. It has been circulated in the U.S. by the University Art Museum in collaboration with the Ministry of Fine Arts in Mexico. It has had to be returned during this fiscal interval requiring its recreating and shipment to Mexico City.

These exhibitions have attracted wide attention from school groups and visitors from various parts of the state. Special airplane flights have been arranged from Dallas and Houston by informed collector groups. It is reasonable to say that a 20% increase over normal visitation has resulted from the scheduling of these shows. Our figures are estimated at 2,000 per week, which represents a considerable increase over normal visitation. The University of California is preparing an extension of loan for an additional month which is, of course, cost free to this installation.

It should be added that the ethnic arts exhibition has appealed to a broad audience, many of whom have not previously taken advantage of the art museum's offerings.

We look forward to hearing from you so that we may proceed with the completion of our future plans.

Mr. Goodall on leave 2d semester  
DONALD B. GOODALL, Director

*Marian B. Davis*  
MARIAN B. DAVIS, Acting Director

DBG:kc

- cc: Dr. E. W. Doty  
Mr. James H. Colvin  
Mr. Floyd O. Shelton  
Mr. William Woodrow Stewart  
Miss Thelma Lockwood

NH's note: Be sure these are future! O. K. for this time only and not to be construed as prior commitment for ensuing years.

Require's Dr. Ransom's agreement and Board approval.

Be sure these are future! O. K. for this time only & not to be construed as prior commitment for ensuing years.

*leg*  
3/31  
Requiring Dr. Ransom's agreement & approval of Board of Regents.  
RECOMMENDED  
DATE March 27 1968  
*[Signature]*  
E. W. DOTY

5. U. T. AUSTIN: ALUMNI/DONOR RECORDS.-- Below is a Xerox copy of Chancellor Ransom's recommendation:

Chancellor Ransom concurs in the recommendation of President Hackerman that the report and recommendations of the study committee concerning data processing of alumni/donor records be approved by the Board of Regents. If these recommendations are approved, the necessary budgetary documents will be processed in accordance with standard procedures.

The recommendations of President Hackerman and the committee follow:



1.

THE UNIVERSITY OF TEXAS AT AUSTIN  
OFFICE OF THE PRESIDENT  
AUSTIN, TEXAS 78712

President

April 1, 1968

Dr. Harry Ransom  
Chancellor  
The University of Texas System

Dear Dr. Ransom:

Enclosed is a memorandum re records of former students and donors. I concur in their recommendation and suggest that this be brought to the ~~April 19 meeting of the Board of Regents for approval.~~

Aside from fund requirements, space is a major problem. Mr. Colvin believes that by moving the space inventory group from Main Building 22 to 108 East 19th Street, altered by closing certain open garage space, we will be able to put the necessary new equipment adjacent to the present data processing center.

The cost involved includes additional equipment at approximately \$30,000 annually plus an additional programmer at \$8,000-\$10,000 annually. This contemplates continuing the contract with the Ex-Students' Association at its current level of \$43,875 annually. Thus the cost to the University will total about \$83,000 if the recommendation is accepted.

I am convinced of the need for adequate student and ex-student records simply to make proper evaluation of our offerings, and in addition to provide for the important future needs of continuing education. We cannot put off serious consideration of the latter any longer.

Sincerely yours,

Handwritten signature of Norman Hackerman in cursive script.  
Norman Hackerman

NH:bg

cc: Mr. James Colvin

2.

MEMORANDUM

March 29, 1968

TO: Dr. Norman Hackerman

FROM: W. D. Blunk, Executive Director, Development Office  
James Colvin, Vice President for Business Affairs  
Jack Maguire, Executive Director, The Ex-Students' Association

SUBJECT: Recommendation Concerning Data Processing of Alumni/Donor Records

After numerous conferences with many people related to the problem of automatic data processing of alumni records, we would like to request that you recommend to the Board of Regents a proposal designed to satisfy the three following criterion. In order to implement an adequate development program and an adequate alumni relations program, it is imperative that a system of handling alumni records be designated which will:

- 1.) Provide The University of Texas with the best possible system of keeping Alumni/Donor Records at the lowest possible cost.
- 2.) Centralize the records function in one place, and thus prevent the impractical and expensive practice of Alumni/Donor Records-keeping by each agency having use of all or part of these records.
- 3.) Place Alumni/Donor Records policy within the province of the Board of Regents.

To accomplish this it is necessary to utilize men and machines in an organized manner. Everyone agrees the most efficient way to handle Alumni/Donor Records would be to process them at the U.T. Austin Data Processing Center. Therefore, the following recommendations are submitted:

- 1.) That the Board of Regents of The University of Texas System establish a policy for the creation and maintenance of one central machine record Alumni/Donor Records file.
- 2.) That the Board of Regents proceed immediately to set up an Advisory Board on Alumni/Donor Records to include the following: One representative of the Board of Regents, or its designate; the President of The University of Texas at Austin, or his designate; President of The Ex-Students' Association, or his designate; the Chairman of the Development Board, or his designate; and the Executive Director of both The Ex-Student's Association and the Development Board. Representatives from each of the Internal or External Foundation using the file shall be consulted periodically.

Active management of the Alumni/Donor Records Center would be the responsibility of a management committee composed of the President of The University of Texas or his designate; the Executive Director of the Development Board and the Executive Director of The Ex-Students' Association, plus the Manager of the Data Processing Center U.T. Austin.

It would be the responsibility of this Advisory Board to review the operations of the Alumni/Donor Records operation, provide counsel to the staff and establish operating procedures within the policy of the Board of Regents.

- 3.) That The Ex-Students' Association Records Center be the agency for handling alumni records, for providing update information to Alumni/Donor Records to be entered into the machine records file, and for setting up the data for scheduled production programs using the Alumni/Donor Records file.
- 4.) That the position of Manager, Ex-Students' Association Records Center, be filled. No computer programmer position should exist in the Records Center. The remaining staff of the Records Center should include one key-punch operator, one verifier and five clerks. (Appendix I)
- 5.) That The University of Texas continue to pay the amount of \$43,875 to The Ex-Students' Association for collecting, editing, and preparing for computer processing the records of alumni and donors. The \$43,875 is to cover the cost of a personnel configuration adequate for the job (Appendix I), direct costs of supplies, maintenance, etc., necessary key punch and verifier equipment, and related overhead costs.
- 6.) That a specific calendar be established for the production use of the Alumni/Donor Records. Such a calendar must be the cooperative effort of all agencies making use of the alumni/Donor Records.
- 7.) That any additional programs required for the standard production use of Alumni/Donor Records be designated and implemented after the review and approval of the management committee.
- 8.) That any deviations from the established calendar or requests for special programs for processing the Alumni/Donor Records file be submitted in writing to the chairman of the management committee, and that no such request will be honored without the prior approval of the management committee.
- 9.) That an equipment configuration adequate for the task in addition to present hardware (Appendix II) be made available under the U.T. Austin Data Processing Division budget and housed in adequate space contiguous to the Data Processing Division. The IBM 360/20 in The Ex-Students' Records Center will be removed.
- 10.) That a competent computer programmer be hired by the DP division of U.T. Austin to have responsibility for all computer programs relating to the processing of Alumni/Donor Records. A salary of \$9,000-\$10,000 will be required for such a programmer.
- 11.) That equitable charges be established so user agencies may share in the cost of maintaining the Alumni/Donor Records. The University of Texas will bill the respective user agencies and departments for these services.

WDB/JC/JM:cs



APPENDIX I - Personnel

Manager	\$ 9,000	
Senior Clerk	4,800	
Control Clerk	4,000	
Key Punch Operator	4,500	
Verifier	4,500	
Coding Clerk I	3,800	
Coding Clerk II	3,600	
Coding Clerk III	<u>3,500</u>	
	\$37,700	Personnel at Ex-Students' Location
Direct costs, supplies, equipment, etc. (Est.)	<u>6,200</u>	(covered by \$43,875 payment to Ex-Students' Association)
	<u>\$43,900</u>	

APPENDIX II - Equipment

IBM 360/20 Processor (12K core memory)		
2 - 30 KC tape drivers	\$2,500	monthly increase above replaced equipment
1 - Multi-function card machine		
1 - 600 l pm printer		
	<u>\$30,000</u>	- Annual Total Increase

6. U. T. ARLINGTON: AUTHORIZATION TO REQUEST COORDINATING BOARD FOR PERMISSION TO ESTABLISH A DEPARTMENT OF AND A BACHELOR OF ARTS DEGREE PROGRAM IN PHILOSOPHY.-- Below is the recommendation of President Woolf, concurred in by Chancellor Ransom:



March 22, 1968

CHANCELLOR'S OFFICE U. OF T.  
Acknowledged ..... File.....  
REC'D MAR 25 1968  
GWL  
PLEASE ADVISE ME  
PLEASE REPLY

Dr. Harry Ransom, Chancellor  
The University of Texas System  
Austin, Texas 78712

Subject: Proposal for Bachelor's Degree Program in Philosophy

Dear Dr. Ransom:

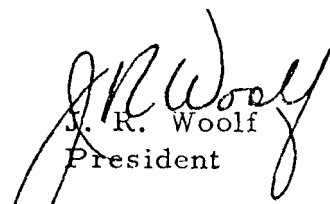
The Faculty Council of The University of Texas at Arlington has recommended that this institution be authorized to grant a bachelor of arts degree in philosophy and, further, that a Department of Philosophy be authorized as a department of instruction in the institution.

In accordance with established procedure at Arlington, this matter has been referred to the University Executive Committee which concurs in this request. This office also concurs in the request and respectfully submits it to you for your consideration and, with your approval, requests that it be placed upon the agenda of the Board of Regents.

The current status of instruction in philosophy at Arlington is that elective courses sufficient for a student to minor in philosophy are offered through the Department of History. There are currently three professors of philosophy in that department. Philosophy has proven to be a very popular elective course with the students, and it is felt that there will be sufficient demand for the course work to support a quality program of instruction. The request for this new degree program carries considerable interest on the part of the faculty. It is their feeling that the existence of a degree program in philosophy will strengthen the total educational program of the institution.

Should the Board of Regents, upon your recommendation, approve this request, authorization to submit the request to the Coordinating Board should be requested.

Very truly yours,

  
J. R. Woolf  
President  
JRW:md

7. SYSTEM NURSING SCHOOL: EXCEPTIONS TO PER DIEM ALLOWANCE FOR OUT-OF-STATE TRAVEL.--Below is a Xerox copy of Chancellor Ransom's recommendation with respect to exceptions to per diem allowance for out-of-state travel by representatives of The University of Texas Nursing School (System-Wide):

At the July 28, 1967 meeting of the Board of Regents, authorization was given for each institution in The University of Texas System to designate two administrative officers by title to represent the institution outside of the boundaries of the State of Texas and receive actual expenses on such trips, not to exceed Thirty-five Dollars (\$35) a day. Subsequently, at the September 13, 1967 meeting of the Board of Regents, when such representation was approved for the majority of the institutions, it was reported that officers from The University of Texas Nursing School would be designated at a later date.

Chancellor Ransom and Vice-Chancellor LeMaistre concur in the recommendation of Dean Willman that Associate Dean Billye J. Brown and Acting Associate Dean Virginia H. Walker be authorized by the Board of Regents to receive actual expenses up to \$35 per day when representing The University of Texas Nursing School (System-wide) outside the boundaries of the State of Texas.

8. U. T. AUSTIN, GALVESTON MEDICAL BRANCH AND SYSTEM NURSING SCHOOL: DUAL POSITIONS PURSUANT TO SECTION 33, ARTICLE XVI, CONSTITUTION OF TEXAS.--Chancellor Ransom recommends that an appropriate resolution be adopted with respect to each below listed member of the faculty or administration of The University of Texas System in connection with his service on each of the state or federal boards or commissions opposite his name:

THE UNIVERSITY OF TEXAS AT AUSTIN

Joseph B. Sprowls, Ph.D.	Dean, College of Pharmacy	Member - National Advisory Council on Education for the Health Professions, United States Public Health Service
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THE UNIVERSITY OF TEXAS  
MEDICAL BRANCH AT GALVESTON

Walther Hild, M.D.	Professor of Anatomy	Member - Neurology "B" Study Section, Department of Health, Education and Welfare - Public Health Service
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THE UNIVERSITY OF TEXAS SCHOOL OF NURSING  
(System-wide)

<u>Name</u>	<u>Classification</u>	<u>Board or Commission</u>
Marilyn D. Willman, Ph.D.	Dean	Member - Research in Nursing in Patient Care Review Committee of the Bureau of Health Manpower, Division of Nursing
William E. Field, Jr. Ph.D.	Assistant Professor of Nursing	Member - Nursing Training Review Committee of the National Institutes of Mental Health

ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

Supplementary Agenda

Date: April 19, 1968

Time: Following the meeting of the Executive Committee

Place: Junior Ballroom, Mezzanine  
Statler Hilton Hotel, Dallas, Texas

	<u>Page A &amp; D</u>
9. U. T. System: Optional Retirement Plan	15
10. U. T. Austin: Tennis, Golf, Swimming, Track and Baseball Schedules for 1968	17
11. U. T. Austin: Football Games with Utah State Iowa State	20
12. U. T. Austin: 1968 Football Ticket Prices for Home Games and Oklahoma Game	22

9. U. T. SYSTEM: OPTIONAL RETIREMENT PLAN.-- Below is a proposal with respect to the Optional Retirement Plan for eligible employees of The University of Texas System as submitted by the Chancellor:

Chapter 729, Page 1955, Acts 60th Legislature, Regular Session, 1967, authorized the establishment of an optional retirement program in lieu of active membership in Teacher Retirement System of Texas.

At the December 7, 1967, meeting of the Board of Regents, the following resolution was adopted:

BE IT RESOLVED by the Board of Regents of The University of Texas System that:

- (1) an optional retirement program is hereby made available for eligible employees of The University of Texas System, effective September 1, 1968.
- (2) the terms, conditions and requirements of the act shall be observed in administering the program, and the Chancellor's staff is directed to prescribe the necessary rules.
- (3) Teachers Insurance and Annuity Association - College Retirement Equities Fund is hereby approved to offer an optional retirement plan to eligible employees of the U.T. System, subject to compliance with terms and provisions of the act, and in compliance with the prescribed rules.

The results of a continuing administrative study of the Act, a recent Attorney General's opinion, a request for a tax ruling on the employee's contribution and the State's matching contribution submitted by another institution of higher education, and other information indicate that further policy determination by the Board is desirable; therefore, it is recommended that the following additional resolution be adopted with respect to implementation of the Optional Retirement Plan:

BE IT RESOLVED by the Board of Regents of The University of Texas System that:

- (1) any insurance or annuity company qualified and admitted to do business in this State is hereby approved to offer an Optional Retirement Plan to eligible employees of the U.T. System, subject to compliance with the terms and provisions of the Act and in further compliance with prescribed rules and regulations of the State Board of Insurance or The University of Texas System.
- (2) The ceiling on both the employee's contribution and the State's matching contribution to the Optional Retirement Plan shall be the same as is in effect for contributions to the Teacher Retirement System.
- (3) Subject to any conflicting Internal Revenue Commissioner's ruling that may be issued, the employee's contribution and the State's matching

contribution to the Optional Retirement System are considered to have the same tax status as similar contributions made to the Teacher Retirement System.

(Note: The employee's contribution to Teacher Retirement System is currently taxable, but the State's matching contribution is not taxable to employee at the time the State's contribution is made.)

10. U. T. AUSTIN: TENNIS, GOLF, SWIMMING, TRACK, AND BASEBALL SCHEDULES FOR 1968.-- Below is a Xerox copy of Chancellor Ransom's recommendation:

Chancellor Ransom and President Hackerman concur in the recommendation of the Athletics Council that the Board of Regents approve the varsity schedules as set out in the following memorandum of April 1, 1968:



# THE UNIVERSITY OF TEXAS

AUSTIN, TEXAS, APR 1 1968

DEPARTMENT OF  
INTERCOLLEGIATE ATHLETICS

Recommendation to the Administration  
From the Athletics Council

PRESIDENT	
APR 1 1968	
REFER TO.....	
HANDLE.....	READ & RETURN.....

April 1, 1968

Subject: Tennis, Golf, Swimming, Track, and Baseball Schedules for 1968

Reference: Athletics Council Meeting, March 21, 1968

The following schedules have the approval of the respective coaches and the Athletics Director:

## Varsity Tennis

March	1	Pan American College at Edinburg
March	2	University of Corpus Christi at Corpus Christi
March	9	University of Houston at Austin
March	16	Trinity University at San Antonio
March	25	Trinity University at Austin
March	28	North Texas State University at Austin
March	30	Southern Methodist University at Austin
April	1	University of Arizona at Austin
April	4	Tulane University at Austin
April	6	Rice University at Austin
April	17	Baylor University at Waco
April	20	Texas Technological College at Lubbock
April	22	Louisiana State University at Austin
April	24	Texas A & M University at College Station
April	27	Texas Christian University at Austin
May	2-4	Southwest Conference Individuals at Ft. Worth
June	17-22	NCAA Championship Meet at San Antonio

## Varsity Golf

February	1-2	Atascocita Intercollegiate at Houston
February	22-23	L. R. Goldman Intercollegiate at Houston
March	1-2	Morris Williams Intercollegiate at Austin
March	7-9	Border Olympics at Laredo
March	22	Southern Methodist University at Dallas
April	5	Texas Technological College at Austin
April	8	Texas A & M University at Austin
April	15	University of Arkansas at Texarkana
April	17-20	All America Intercollegiate Tournament at Houston
April	22	Baylor University at Austin
April	26	Texas Christian University at Ft. Worth
April	29	Rice University at Austin
May	2-3	Southwest Conference Individuals at Ft. Worth
June	17-22	NCAA Championship Meet at Las Cruces, New Mexico



Recommendation to the Administration, March 28, 1968

Varsity Swimming

January	13	Rice University at Houston
January	31	University of Kansas at Austin
February	10	University of Texas at Arlington at Arlington
February	15-17	Southern Intercollegiate Championships at Athens, Georgia
February	22	Texas Technological College at Austin
February	23	Eastern New Mexico College at Austin
March	6	Southern Methodist University at Dallas
March	9	Texas A & M University at College Station
March	14-16	Southwest Conference Championships at Fayetteville
March	28-30	NCAA Championships at Hanover, New Hampshire

Varsity Track

February	24	Abilene Christian College - Texas at Austin
March	1	Texas A&M - Texas at College Station
March	8-9	Border Olympics at Laredo
March	16	Baylor, Texas Tech, Texas at Austin
March	23	Arkansas, Baylor, Rice, Texas at Houston
March	30	Corpus Christi Invitational at Corpus Christi
April	5-6	Texas Relays at Austin
April	13	Texas A&M, Rice, Texas at Austin
April	20	Baylor, Texas Tech, SMU, Texas at Dallas
April	26-27	Drake Relays at Des Moines
May	3-4	Southwest Conference Meet at Ft. Worth
June	1	District Federation Meet at Houston
June	7-8	National Federation Meet
June	13-15	NCAA Meet at Berkeley, California


Varsity Baseball

February	23	University of Oklahoma at Austin
February	24	University of Oklahoma at Austin
February	27	Sam Houston State College at Austin
February	28	Sam Houston State College at Austin
March	2	Texas A & M University at College Station
March	5	Texas Christian University at Austin
March	6	Texas Lutheran College at Austin
March	9	Southern Methodist University at Dallas
March	12	Baylor University at Waco
March	16	Rice University at Austin
March	18	University of Minnesota at Austin
March	19	University of Minnesota at Austin
March	22	Texas Technological College at Lubbock
March	23	Texas Technological College at Lubbock
March	29	Southern Methodist University at Austin
March	30	Southern Methodist University at Austin
April	3	Baylor University at Austin
April	4	Baylor University at Austin
April	10	Trinity University at San Antonio
April	11	St. Mary's University at San Antonio
April	19	Texas Christian University at Ft. Worth
April	20	Texas Christian University at Ft. Worth
April	26	Rice University at Houston
April	27	Rice University at Houston
May	1	St. Mary's University at Austin
May	3	Trinity University at Austin
May	10	Texas A & M University at Austin
May	11	Texas A & M University at Austin

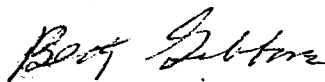
Recommendation to the Administration, March 28, 1968

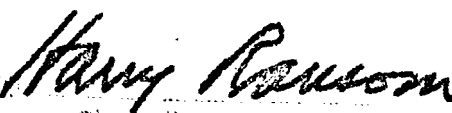
General Wright moved and Dr. Wyss seconded that the Council recommend the 1968 tennis, golf, swimming, track, and baseball schedules to the Administration and Board of Regents for final approval. Motion passed.

  
Darrell Royal, Athletics Director

  
J. Neils Thompson, Chairman  
Athletics Council

Dr. Hackerman approved this over the telephone on April 2, 1968, for forwarding to the Chancellor.

  
Betty Gibbons

APPROVE   
Chancellor  
The University of Texas

11. U. T. AUSTIN: FOOTBALL GAMES WITH UTAH STATE AND IOWA STATE.--Below is a Xerox copy of Chancellor Ransom's recommendation:

Chancellor Ransom and President Hackerman concur in the recommendation of the Athletics Council that the Board of Regents approve commitments for varsity football games as follows:

October 7, 1972 - Utah State at Austin  
October 4, 1975 - Utah State at Austin

September 22, 1979 - Iowa State at Austin  
September 20, 1980 - Iowa State at Austin

The recommendation from the Athletics Council dated April 1, 1968, follows:



THE UNIVERSITY OF TEXAS

DEPARTMENT OF  
INTERCOLLEGIATE ATHLETICS

Recommendation to the Administration  
From the Athletics Council

AUSTIN, TEXAS 78712  
U. T. AUSTIN

REC'D. APR 1 1968

REFER TO.....  
HANDLE..... READ & RETURN.....

April 1, 1968

Subject: Football Games with Utah State and Iowa State

Reference: Athletics Council Meeting, March 21, 1968

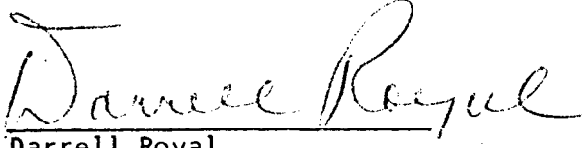
At the Athletics Council meeting on March 21, 1968, Coach Royal reported he had commitments from the athletics directors of Utah State and Iowa State for varsity football games as follows:

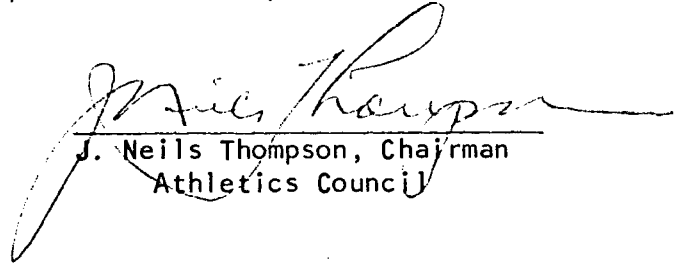
October 7, 1972 - Utah State at Austin  
October 4, 1975 - Utah State at Austin

September 22, 1979 - Iowa State at Austin  
September 20, 1980 - Iowa State at Austin

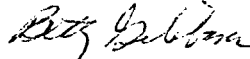
Coach Royal is finding it exceedingly difficult to fill dates on the schedules for two reasons. First, because of our arrangement to play Oklahoma in Dallas each year and in order to have five home games each year, it is necessary to schedule one team each year without giving a return game. Most teams are interested only in home-and-home series. Second, because of our large student enrollment, which in the game report is accounted for at 50¢ per head, the visiting team's share of receipts is considerably less for a game with Texas than with schools having smaller student enrollments. Coach Royal said it was quite a relief to find both Utah State and Iowa State willing to come here for guarantees of \$20,000 and \$25,000 respectively with an option of 50% of the net gate.

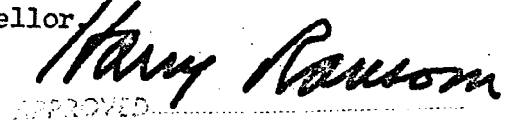
Mr. Coates moved and General Wright seconded that games with Utah State at Austin on October 7, 1972, and October 4, 1975, and with Iowa State at Austin on September 22, 1979, and September 20, 1980, be recommended to the Administration and Board of Regents for final approval. Motion passed.

  
Darrell Royal  
Athletics Director

  
J. Neils Thompson, Chairman  
Athletics Council

Dr. Hackerman approved this over the telephone on April 2, 1968, for forwarding to the Chancellor.

  
Betty Gibbons

  
APPROVED  
Chancellor  
The University of Texas

12. U. T. AUSTIN: 1968 FOOTBALL TICKET PRICES FOR HOME GAMES AND THE OKLAHOMA GAME.-- Below is a Xerox copy of Chancellor Ransom's recommendation:

Chancellor Ransom and President Hackerman concur in the recommendation of the Athletics Council that the Board of Regents approve the following ticket prices for the 1968 home football games and the Oklahoma game:

September 21	University of Houston	All Reserved	\$5.00
		Bleachers	3.00
October 5	Oklahoma State	West Side	5.00
		North End	3.00
October 12	Oklahoma	All Tickets	6.00
October 19	Arkansas	All Reserved	5.00
		Bleachers	3.00
November 2	S.M.U.	All Reserved	5.00
November 28	A. & M.	All Tickets	5.00
		Knothole Section, when space is available	1.00

These prices are the same as last year except for an increase in the price of bleacher seats from \$2.50 to \$3.00.

## **Buildings & Grounds Committee**

BUILDINGS AND GROUNDS COMMITTEE

Date: April 19, 1968

Time: Following the meeting of the Academic and Developmental Affairs Committee

Place: Junior Ballroom, Mezzanine  
Statler Hilton Hotel, Dallas, Texas

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THE UNIVERSITY OF TEXAS SYSTEM  
OFFICE OF THE DIRECTOR OF  
FACILITIES PLANNING AND CONSTRUCTION  
AUSTIN, TEXAS 78712

RECOMMENDATIONS TO THE  
REGENTS' BUILDINGS AND GROUNDS COMMITTEE

April 2, 1968

1. U. T. SYSTEM - APPROVAL OF INSCRIPTION ON PLAQUE FOR HAL P. BYBEE BUILDING.--It is recommended that the inscription as set out below be approved for the plaque to be placed on the Hal P. Bybee Building in Midland, Texas. This inscription follows the standard pattern approved by the Board at the meeting held October 1, 1966.

HAL P. BYBEE BUILDING

1967

BOARD OF REGENTS

Frank C. Erwin, Jr., Chairman  
Jack S. Josey, Vice-Chairman  
W. H. Bauer  
Walter P. Brenan  
Frank N. Ikard  
Mrs. J. Lee Johnson III  
Joe M. Kilgore  
Rabbi Levi A. Olan  
E. T. Ximenes, M. D.

Harry H. Ransom, Chancellor  
The University of Texas System  
Brooks, Barr, Graeber, and White,  
Consulting Architects  
Peters and Fields, Associate  
Architects  
J. W. Cooper Construction Company, Inc.  
General Contractor

2. U. T. AUSTIN - ACCEPTANCE OF NATIONAL SCIENCE FOUNDATION GRANT NO. GU-2616 AND HEFA GRANT NO. 2-7-00137-0 FOR PHYSICS-MATHEMATICS-ASTRONOMY BUILDING.--Grants as listed below have been received for assistance in constructing the Physics-Mathematics-Astronomy Building at The University of Texas at Austin:

National Science Foundation Grant No. GU-2616 in the amount of \$1,000,000.00

Higher Education Facilities Act Grant No. 2-7-00137-0 in the amount of \$500,000.00

It is recommended by Mr. Lester E. Palmer, President Hackerman, Vice-Chancellor Walker, and Chancellor Ransom that these grants be accepted by the Board and the amount of \$1,500,000.00 be placed in the Allotment Account for the building.

3. U. T. AUSTIN - APPROVAL OF BRACKENRIDGE URBAN RENEWAL DISPOSAL AGREEMENT (60TH LEGISLATURE, R. S., CHAPTER 73 - H. B. NO. 287).--Action was taken by the 60th Legislature (H. B. No. 287), which authorized the acquisition by the Board of Regents of The University of Texas System of certain property later designated as Brackenridge Urban Renewal tract. In this connection an Urban Renewal Disposal Agreement has been prepared and signed on behalf of the Urban Renewal Agency.

It is recommended that after approval of the agreement as to content by the Director of the Office of Facilities Planning and Construction and as to legal form by the University Attorney, the Chairman of the Board be authorized to sign the agreement on behalf of The University of Texas System.



4. U. T. AUSTIN - AWARD OF CONTRACT TO B-F-W CONSTRUCTION COMPANY, INC., FOR MUSIC BUILDING NO. 2 AND APPROPRIATION THEREFOR. --In accordance with authorization given by the Board at the meeting held December 7, 1967, bids were called for and were received, opened, and tabulated on March 26, 1968, for Music Building No. 2 at The University of Texas at Austin, as shown below:

Bidder	Base Bid	Deduct Alternates					
		No. 1	No. 2	No. 3	No. 4	No. 5	No. 6
Area Builders, Inc., Odessa, Texas	\$1,495,000	\$2,200	\$800	\$27,000	\$2,000	\$7,000	\$15,000
B-F-W Cons. Co., Inc., Temple, Texas	1,278,900	2,600	600	16,800	1,800	7,300	17,600
J. C. Evans Cons. Co., Inc., Austin, Texas	1,359,875	2,600	750	4,500	1,900	7,500	4,800
Everhard Cons. Co., Austin, Texas	1,432,377	2,000	850	35,512	2,013	7,328	8,831
B. L. McGee Cons. Co., Austin, Texas	1,374,000	2,000	300	10,000	1,500	7,000	13,000
D. J. Rheiner Cons. Co., San Antonio, Texas	1,507,000	2,400	350	15,000	1,100	7,300	4,000
Stokes Cons. Co., San Marcos, Texas	1,333,331	2,600	700	33,750	1,900	7,700	11,700
Warrior Constructors, Inc., Houston, Texas	1,480,000	2,400	750	7,500	2,100	7,300	8,000

Each bidder submitted with his bid a bidder's bond in the amount of 5% of the greatest amount bid.

It is recommended by President Hackerman, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that a contract award in the amount of \$1,278,900.00 be made to the low bidder, B-F-W Construction Company, Inc., Temple, Texas. This recommended contract award plus Architects' Fees, movable furniture and furnishings, and miscellaneous expenses is within the allocation of \$1,550,000.00 for this project.

It is further recommended that an appropriation of \$1,494,500.00 be made to this project from Permanent University Fund Bond proceeds, \$55,500.00 having already been appropriated for Architects' Fees and preliminary expenses.

5. U. T. AUSTIN - AWARD OF CONTRACT TO B-F-W CONSTRUCTION COMPANY, INC., FOR WOMEN'S COOPERATIVE HOUSING PROJECT NO. 2; APPROPRIATION THEREFOR AND ADVANCE OF FUNDS .--In accordance with authorization given by the Board at the meeting held June 17, 1967, bids were called for and were opened on March 28, 1968, for Women's Cooperative Housing Project No. 2 at The University of Texas at Austin, as shown below:

Bidder	Base Bid	Alternate No. 1 Deduct	Alternate No. 2 Deduct
W. D. Anderson Company, Austin, Texas	\$591,810.00	\$ 260.00	\$3,500.00
B-F-W Construction Company, Inc., Temple, Texas	529,800.00	200.00	1,900.00
J. C. Evans Construction Company, Inc., Austin, Texas	583,910.00	300.00	3,500.00
Everhard Construction Com- pany, Austin, Texas	558,491.00	260.00	3,507.00
Robert C. Gray Construction Company, Austin, Texas	536,500.00	300.00	3,200.00
B. L. McGee Construction Company, Austin, Texas	572,000.00	200.00	3,500.00
S & G Construction Company, Austin, Texas	589,000.00	260.00	3,800.00
Stokes Construction Company, San Marcos, Texas	557,755.00	1,100.00	4,611.00
Whilmar General Contractors, Inc., Dallas, Texas	606,350.00	450.00	2,500.00

Each bidder submitted with his bid a bidder's bond in the amount of 5% of the greatest amount bid.

It is recommended by President Hackerman, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that a contract award be made in the amount of \$529,800.00 to the low bidder, B-F-W Construction Company, Inc., Temple, Texas, subject to approval of Housing and Urban Development. This recommended contract award plus Architects' Fees and miscellaneous expenses is within the amount of \$620,000.00 allocated for this project. The amount of \$34,593.18 has already been appropriated to cover Architects' Fees, and it is recommended that an additional amount of \$585,406.82 be appropriated to this project, \$520,000.00 to come from Housing and Urban Development Revenue Bonds to be issued and the balance to come from U. T. Austin Account No. 29-0219-9000 - Housing and Food Service - Reserve - Major Repairs, Remodeling and Replacement, and Operating Reserve. It is further recommended that authorization be given to advance money from funds available in this same account to pay contractor's estimates, etc., on this project until the bonds are issued, at which time the advances will be repaid.

6. U. T. ARLINGTON - ACCEPTANCE OF HEFA GRANT NO. 4-7-00326-0 FOR UNIVERSITY HALL, COOPER CENTER ACQUISITION AND REHABILITATION, AND CENTRAL UTILITY EXPANSION.--HEFA Grant No. 4-7-00326-0 in the amount of \$1,360,677.00 for assistance in the construction of University Hall, Cooper Center Acquisition and Rehabilitation, and Central Utility Expansion at The University of Texas at Arlington has been received. It is recommended by President Woolf, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that this grant be accepted by the Board.

7. U. T. ARLINGTON - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR ADMINISTRATION BUILDING (E. E. DAVIS HALL).--At the Regents' Meeting held November 5, 1966, authorization was given for the preparation of working drawings and specifications for the New Administration Building (E. E. Davis Hall) at The University of Texas at Arlington by the Associate Architects, J. Herschel Fisher and Pat Y. Spillman. These final plans and specifications have now been completed and approved by President Woolf, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom, and it is recommended that they be approved by the Board, with authorization to the Director of the Office of Facilities Planning and Construction to advertise for bids whenever the financing for the building is completed. These bids will be presented to the Board or the Executive Committee for consideration at a later date.

8. U. T. ARLINGTON - ACCEPTANCE OF SUPPLEMENTAL HEFA GRANT NO. 4-7-00140-1 (PREVIOUSLY TEX. 4-2397) FOR BUSINESS-LIFE SCIENCE BUILDING.--HEFA Grant No. 4-7-00140-0 (Previously Tex. 4-2397) was originally awarded in the amount of \$290,917.00 for assistance in the construction of the Business-Life Science Building at The University of Texas at Arlington. A supplement to this grant has now been received in the amount of \$593,572.00, making the total of the grant \$884,489.00. It is recommended by President Woolf, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that this supplemental grant be accepted to replace a like amount originally appropriated from State of Texas Constitutional Tax Bonds for this project.

9. U. T. ARLINGTON - ACCEPTANCE OF SUPPLEMENTAL HEFA GRANT NO. 4-7-00141-1 (PREVIOUSLY TEX. 4-2382) FOR BUSINESS-LIFE SCIENCE BUILDING, FACULTY OFFICE BUILDING, AND EXPANSION OF CENTRAL UTILITY FACILITY.--HEFA Grant No. 4-7-00141-0 (Previously Tex. 4-2382) was originally awarded in the amount of \$989,265.00 for assistance in the construction of the Business-Life Science Building, Faculty Office Building, and Expansion of Central Utility Facility at The University of Texas at Arlington. A supplement to this grant has now been received in the amount of \$38,915.00, making the total of the grant \$1,028,180.00. It is recommended by President Woolf, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that this supplemental grant be accepted to replace a like amount originally appropriated from State of Texas Constitutional Tax Bonds for these projects.

10. U. T. ARLINGTON - APPROVAL OF SPECIAL PLAQUES FOR TRIMBLE HALL, HAMMOND HALL, CARLISLE HALL, PRESTON HALL, AND RANSOM HALL.--The following letter has been received from President Woolf of The University of Texas at Arlington:

"It is desired that a small plaque be located in each building which has been named for a particular individual. The purpose of the plaque would be to identify, by full name, the individual and his particular relation to the university. Therefore, your concurrence is respectfully requested in seeking approval of the Board of Regents to place plaques in the following buildings with the stated inscriptions:

"TRIMBLE HALL

Named in memory of  
WILLIAM M. TRIMBLE  
Co-Founder of Arlington College (1895-1902)  
Forerunner of The University of Texas at Arlington

"HAMMOND HALL

Named in memory of  
LEE H. HAMMOND  
Co-Founder of Arlington College (1895-1902)  
Forerunner of The University of Texas at Arlington

"CARLISLE HALL

Named in memory of  
JAMES M. CARLISLE  
Superintendent of Public Instruction, State of Texas (1891-1899)  
and Founder of Carlisle Military Academy (1902-1913)  
Forerunner of The University of Texas at Arlington

"W. A. RANSOM HALL

Named in memory of  
WILLIAM A. RANSOM  
Head of the Department of English 1925-1954  
His insistence on standards gained the institution wide respect

"PRESTON HALL

Named in memory of  
JOSEPH BRADFORD PRESTON  
Head of the Department of History 1927-1943  
Associate Dean 1935-1942  
Gentleman, Scholar, Inspiring Teacher "

It is recommended by Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that this request of President Woolf's be approved by the Board.

11. U. T. EL PASO - ACCEPTANCE OF HEFA GRANT NO. 4-7-00335-0 FOR EDUCATION AND ENGINEERING BUILDING.--HEFA Grant No. 4-7-00335-0 in the amount of \$1,133,333.00 has been received for assistance in the construction of the Education and Engineering Building and for the acquisition of a site for the building. It is recommended by President Ray, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that this grant be accepted.

12. U. T. EL PASO - APPROVAL OF APPOINTMENT OF HUGO STEHLING AS INTERIOR DESIGN CONSULTANT FOR ADDITION TO STUDENT UNION BUILDING.--The following letter has been received from President Ray of The University of Texas at El Paso:

"I wish to recommend that Mr. Hugo Stehling, 1204 La Cruz, El Paso, Texas, be employed as an interior design consultant for The Union project with a fee to be five percent of the cost of the furniture and furnishings plus reimbursement for necessary traveling expenses.

"Since this is a large project which will involve at least \$150,000 for furniture and furnishings of various types and designs, we need the assistance of an interior design consultant. The assistance of Mr. Bauman of the Office of Facilities Planning and Construction has been and will continue to be invaluable to us, but we feel that he will not be able to spend the time that a job of this nature demands because of his many duties here and elsewhere in the University System. Of course, if Mr. Stehling is employed, we will expect him to coordinate his activities with Mr. Bauman and the Office of Facilities Planning and Construction.

"Mr. Stehling graduated from The University of Texas at Austin in 1960 with a major in interior design. He was president of the Student Chapter of the American Institute of Interior Designers during his senior year at the University. He is an active member of the American Institute of Interior Designers and serves as chairman of the West Texas Association of this organization and is now serving a three-year term on the Texas Association of Interior Designers Board of Governors."

Since this project involves an addition to an existing building, and there will be numerous questions concerning the coordination of new furniture and furnishings with those already in use and concerning the rehabilitation of some of the furniture now in use, which will involve more than the usual amount of time needed for the preparation of specifications for furniture and furnishings for a new building, the recommendation made by President Ray is concurred in by Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom. It is recommended that the Board approve the appointment of Mr. Hugo Stehling as Interior Design Consultant to prepare specifications for the Furniture and Furnishings for the Addition to the Student Union Building at U. T. El Paso, the 5% fee and necessary traveling expenses to be paid out of the Allotment Account for this project, not to exceed \$8,000.00.

13. U. T. EL PASO - APPROVAL OF ISSUANCE OF PURCHASE ORDER TO AMERICAN DESK MANUFACTURING COMPANY FOR AUDITORIUM CHAIRS FOR THE ADDITION TO THE LIBRARY BUILDING.--In connection with the furnishing of the Addition to the Library Building at The University of Texas at El Paso, bids were called for and received as shown below on 84 auditorium chairs:

American Desk Manufacturing Company, Temple, Texas	\$3,309.60
American Seating Company, Dallas, Texas	3,654.00
Ideal Seating Company, Grand Rapids, Michigan	3,841.32
Simplex Time Recorder Company, Austin, Texas	3,851.40
Stevens-McMasters, Inc., El Paso, Texas	3,528.00

Each bidder submitted with his bid a bidder's bond in the amount of 5% of the greatest amount bid.

It is recommended by President Ray, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that a purchase order in the amount of \$3,309.60 be issued to the low bidder, American Desk Manufacturing Company, Temple, Texas. Since installation of these chairs is involved in the bid, before issuance of the purchase order, the successful bidder will be required to furnish a performance bond, payment bond, and certificates of insurance for the protection of the University.

14. ANDERSON HOSPITAL, G.S.B.S. AND PUBLIC HEALTH SCHOOL - RENTAL OF SPACE IN THE CENTER PAVILION BUILDING FOR BUSINESS OFFICE, AMENDMENT TO (STATE BOARD OF CONTROL NO. UH - ~~587~~<sup>267</sup> HOUSTON). -- The following letter has been received from Dr. R. Lee Clark, Director, M. D. Anderson Hospital and Tumor Institute at Houston:

"As you are aware, the Business Office of this institution maintains and handles the business records for the Graduate School of Biomedical Sciences and the School of Public Health. The recent increase in the number of outside funded research activities for all three of these institutions will require that additional personnel be added to the staff to carry out the business management activities of these grants. For some time there has been an extreme shortage of space for the Business Office activities at this institution. Various sections of the Business Office are presently located throughout the building resulting in some inefficiencies in our business operations.

"To alleviate the crowded conditions and to be able to increase the number of employees in this area, it is requested that approval be obtained from the Board of Regents to rent approximately 6,500 square feet of space in the Center Pavilion Building located at 1700 Holcombe Boulevard in Houston. A number of the research activities for this institution are already carried out at this building and transportation is in operation to this building to facilitate transportation of information from the hospital to the Business Office to be located in that building. The rental rate for this area will be thirty-five cents (35¢) per square foot per month, which is the same rate in effect for other areas under lease in this building . . ."

Vice-Chancellor LeMaistre concurs in Dr. Clark's request. Vice-Chancellor Walker and Chancellor Ransom recommend that authorization be granted to lease this space through the State Board of Control by amendment to existing State Board of Control lease No. UH-267-Houston (which ends August 31, 1969, is in the name of the Graduate School of Biomedical Sciences, and is for 3,480 square feet of space in the Center Pavilion Building at thirty-five cents (35¢) per square foot per month) to include approximately 6,500 square feet of additional space at the same rate, payable from budgeted funds of The University of Texas at Houston institutions.

15. G.S.B.S. - DIVISION OF CONTINUING EDUCATION - RENTAL OF SPACE IN THE HERMANN GARAGE BUILDING FROM THE HERMANN HOSPITAL ESTATE (AMENDMENT TO STATE BOARD OF CONTROL NO. UH - 557 - HOUSTON). -- The following letter has been received from Dr. Grant Taylor, Dean, Division of Continuing Education, Graduate School of Biomedical Sciences at Houston:

"The Division of Continuing Education of the Graduate School of Biomedical Sciences is presently leasing 1,536 square feet of space in the Hermann Garage Building in Houston. This lease was authorized by the Board of Regents at Meeting No. 656 on October 27-28, 1967.

"The University of Texas M. D. Anderson Hospital and Tumor Institute is presently leasing 789 square feet of space in the Hermann Garage Building adjacent to the space leased for the Division of Continuing Education. This space will be released by M. D. Anderson Hospital approximately April 30, 1968. This additional space can be obtained by the Division of Continuing Education at thirty-five cents (35¢) per square foot per month which is the same cost as the space presently under lease in the Hermann Garage Building. This additional space would alleviate present problems due to the considerable reduction in space now occupied in the Hermann Garage Building as compared to the space previously available in the Pavilion Building.

"It is requested that authorization be obtained for an amendment in the lease agreement between the Division of Continuing Education of the Graduate School of Biomedical Sciences and the Hermann Hospital Estate to add 789 square feet of space at thirty-five cents (35¢) per square foot per month to the present lease effective May 1, 1968. With this change the lease agreement will include 2,325 square feet of space at a total cost of \$813.75 per month. If additional information is needed to support this request, please let me know."

Vice-Chancellor LeMaistre concurs in Dr. Taylor's request. Vice-Chancellor Walker and Chancellor Ransom recommend that authorization be granted to amend, through the State Board of Control, the present Graduate School of Biomedical Sciences lease (State Board of Control No. UH-557-Houston) as requested in Dr. Taylor's letter, with the amended lease, effective May 1, 1968 through August 31, 1969, to provide for a total of 2,325 square feet of space at a total cost of \$813.75 per month, payable from budgeted funds.

SUPPLEMENTARY AGENDA  
BUILDINGS AND GROUNDS COMMITTEE

Date: April 19, 1968

Time: Following the meeting of the Academic and Developmental  
Affairs Committee

Place: Junior Ballroom, Mezzanine  
Statler Hilton Hotel, Dallas, Texas

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SUPPLEMENT TO RECOMMENDATIONS TO  
REGENTS' BUILDINGS AND GROUNDS COMMITTEE

16. U. T. SYSTEM - APPOINTMENT OF ARCHITECTS FOR REMODELING AND ADDITIONS TO PROPOSED CHANCELLOR'S RESIDENCE AND APPROPRIATION FOR ARCHITECT'S FEE; APPOINTMENT OF INTERIOR DECORATOR.--It is recommended by Mr. Lester E. Palmer, Vice-Chancellor Landrum, and Vice-Chancellor Walker that the firm of Jessen, Jessen, Millhouse, Greeven, and Crume be named as Architects and be authorized to prepare plans and specifications for the Remodeling and Additions to the Proposed Chancellor's Residence. It is further recommended that \$10,000.00 be appropriated from Permanent University Fund Bond proceeds for the payment of required Architect's Fees.

It is further recommended that the Director of Facilities Planning and Construction be authorized to employ the firm of Arthur Watson and Associates of Austin as Interior Decorator for the proposed Chancellor's residence and to negotiate a fee arrangement which will be presented for the Board's approval at a subsequent meeting.

The Decorator will consult with the Architects in the preparation of the plans and specifications for the addition and remodeling and will work with the Chancellor and his wife in the furnishing and equipping of the residence.

17. U. T. AUSTIN - FINANCING OF PHYSICS-MATHEMATICS-ASTRONOMY BUILDING.--At the Regents' Meeting held March 8, 1968, Dr. Norman Hackerman, Mr. E. D. Walker, and Mr. Lester E. Palmer were instructed to make a recommendation to the Board at the next meeting on a method of financing the Physics-Mathematics-Astronomy Building at The University of Texas at Austin. Currently, there is an allocation of \$4,750,000.00 from Permanent University Fund Bond proceeds, with \$3,000,000.00 to come from other sources, making a total project cost of \$7,750,000.00. With the acceptance of two grants reported at this meeting and a grant which was accepted at the meeting held October 28, 1967, the total of Federal grants for this project is \$1,692,621.00. However, the present total estimated cost of the project is \$8,242,621.00, which represents an increase of some \$492,621.00 over the earlier estimate. After reviewing the commitments of Permanent University Fund Bond proceeds, it has been possible to rearrange certain commitments in order to make available sufficient financing from Permanent University Fund Bond proceeds for the construction of this building. It is, therefore, recommended by Dr. Hackerman, Mr. Walker, and Mr. Palmer, which recommendation is concurred in by Chancellor Ransom, that the following allocations be approved by the Board for the Physics-Mathematics-Astronomy Building:

HEFA Grant No. 4-3070 (Title I)	\$ 192,621.00
HEFA Grant No. 2-7-00137-0 (Title II)	500,000.00
National Science Foundation Grant No. GU-2616	1,000,000.00
Permanent University Fund Bond Proceeds	<u>6,550,000.00</u>
Total Allocation	<u><u>\$8,242,621.00</u></u>

18. U. T. ARLINGTON - AUTHORIZATION TO COMPLETE BASEMENT OF BUSINESS-LIFE SCIENCE BUILDING AND APPROPRIATION THEREFOR.--At the Regents' Meeting held September 13, 1967, an appropriation of \$100,000.00 was made for the purpose of partially finishing the basement of the Business-Life Science Building at The University of Texas at Arlington and paying Architects' Fees for the preparation of plans and specifications for completely finishing this basement for use as laboratories. These plans and specifications have now been prepared by Harwood K. Smith and Partners, Associate Architects on the project, for use of this area as a Geology Laboratory, and quotations have been obtained from the Contractor of approximately \$196,000.00 to carry out these plans.

The following letter has been received from President Woolf and Vice-President Barnes of U. T. Arlington:

"Due to the increased enrollment in the Geology Department and the Physics Department at The University of Texas at Arlington, we recommend that the basement of the Business-Life Science Building be completed for the use of the Geology Department, which in turn will leave space in the present Science Building for the Physics Department.

"We also believe that completion of this basement will give us additional space at the least cost per square foot than any other possibility for floor space.

"It is recommended that \$150,000 be appropriated from Account #566 (your account #85-9799-9903), Unappropriated Plant Funds-Local for this purpose. The source of this money is from interest earned on Time Deposits in the Plant Fund area."

The quotations for this work have been carefully reviewed by the Associate Architects and by the Office of Facilities Planning and Construction and, in their estimation, this is a good price and a much lower cost for the work than if it should be performed at a later date. It is, therefore, recommended by President Woolf, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that an additional appropriation of \$150,000.00 be made from Account No. 85-9799-9903 - U. T. Arlington - Unappropriated Plant Funds - Local to cover the cost of this construction and Architects' Fees thereon, with authorization to the Director of the Office of Facilities Planning and Construction to issue a change order or change orders to the contract with Allen Brothers and O'Hara, Inc. for the construction of the Business-Life Science Building covering the completion of this basement area.

19. U. T. ARLINGTON - AUTHORITY TO PURCHASE LAND FOR CAMPUS EXPANSION.--There are two small lots within the campus area of The University of Texas at Arlington which are needed for campus expansion. These lots are described as Lots 6 and 7, Block 4; E. R. Wallace Addition. Lot 6 is owned by Mr. Reuben J. Kennedy and negotiations for the purchase of same have failed, and it is requested that condemnation proceedings be initiated to acquire this property. Lot 7 is owned by Mr. Robert J. Cox and there has been no reply to the recent offer to Mr. Cox, and it is assumed that negotiations have failed. It is requested that condemnation proceedings also be instituted to acquire this tract.

20. U. T. ARLINGTON - AUTHORIZATION TO LEASE FROM THE ARMY CORPS OF ENGINEERS LAND IN NAVARRO MILLS RESERVOIR FOR RESEARCH PROJECTS, BIOLOGY DEPARTMENT.--The following letter has been received from President Woolf of The University of Texas at Arlington:

"The Biology Department is requesting permission to lease approximately 243 acres of land from the Army Corps of Engineers located in Navarro Mills Reservoir, approximately 65 miles from The University of Texas at Arlington. This tract being all of Tract 503 and Tract 505 and a portion of Tract 501 in the James L. McMurry Survey (A-538)

situated in Navarro County, Texas. The period of the lease to be requested is for 20 years and the lease price price being \$1.00 for the 20 years. This is to be used by the Biology Department for research projects.

"It has been recommended by the Head of the Biology Department and the Vice-President for Fiscal Affairs, that this application to the Army Corps of Engineers be approved, and if the application is approved, that a lease be signed with the Army Corps of Engineers.

"I concur in this recommendation and respectfully ask that if it meets with your approval that it be submitted to the Board of Regents on April 19, 1968."

This recommendation is concurred in by Vice-Chancellor Walker and Chancellor Ransom, and it is recommended that the Chariman of the Board be authorized to sign an appropriate lease agreement after approval as to content by Vice-Chancellor Walker and as to legal form by University Attorney Waldrep.

21. U. T. ARLINGTON - AWARD OF CONTRACT TO MAGEE CONTRACTING SERVICES, INC., FOR CONVERSION OF ELECTRICAL DISTRIBUTION SYSTEM AND ADDITIONAL APPROPRIATION. -- In accordance with authorization given by the Board at the meeting held October 28, 1967, bids were called for and were received, opened, and tabulated on April 3, 1968, as shown below:

Bidder	Base Bid	Alternate No. 1 Add	Time of Completion
Eugene Ashe Electric Company, Fort Worth, Texas	\$238,490.00	\$19,890.00	300 days
Empire Electric Company, Inc., Fort Worth, Texas	224,213.00	23,312.00	260 days
General Engineering Corporation, Fort Worth, Texas	222,077.00	22,609.00	240 days
Magee Contracting Services, Inc., Garland, Texas	212,000.00	26,600.00	330 days
Mid-West Electric Company, Midland, Texas	254,728.00	31,343.00	300 days

Each bidder submitted with his bid a bidder's bond in the amount of 5% of the greatest amount bid, except Mid-West Electric Company, which bond was in the amount of \$13,000.00.

A contingency allowance of only \$1,000.00 is provided for in the bids listed above, and it is believed that an additional \$3,000.00 should be added in order to provide sufficient money for change orders which may prove necessary during the course of the construction.

Funds for this project were appropriated by the 60th Legislature in the amount of \$123,485.00. A long period of time has elapsed since the request was made for these funds and an escalation in prices has occurred during that time. The Engineer for the project, Cowan, Love, and Jackson, Inc., further advises that in the development of working drawings, it was discovered that larger transformers and additional wiring were required in order to provide adequate service to the buildings that are presently under construction. Even though these prices are considerably above the amount of money which was originally appropriated, this project is essential to the development of the U. T. Arlington Campus as presently contemplated, and no one involved can see any advantage to calling for bids again.

In order to cover the award of a contract to the low bidder, the additional Contingency Allowance desired, the Engineer's Fees, and miscellaneous expenses on the project, an additional amount of approximately \$100,000.00 will be needed. The following recommendations are, therefore, made by President Woolf, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom:

1. That a contract in the amount of \$215,000.00 (including an additional \$3,000.00 in the Contingency Allowance) be awarded to the low bidder, Magee Contracting Services, Inc., Garland, Texas.
2. That an additional appropriation of \$100,000.00 be made to the project from Account No. 85-9799-5000 - U. T. Arlington - Reserve for Architects' Fees and Miscellaneous Construction.

22. U. T. EL PASO - APPROVAL OF PRELIMINARY PLANS FOR EDUCATION AND ENGINEERING BUILDING AND ADVANCE OF FUNDS FOR ARCHITECTS' FEES.--At the Regents' Meeting held October 28, 1967, authorization was given for the preparation of preliminary plans and outline specifications for the Education and Engineering Building at The University of Texas at El Paso. These have now been completed by Golemon and Rolfe, Project Architect, and approved by President Ray, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom. It is recommended that they be approved by the Board, with authorization to the Project Architect to proceed with the preparation of working drawings and specifications to be presented to the Board for approval at a later date.

At this time no payments have been received on the Federal grant for this project, and the authorized Building Use Fee Bonds will not be issued until sometime during the summer of 1968. It is, therefore, further recommended that an advance of \$93,750.00 be made from Permanent University Fund Bond proceeds to pay Architects' Fees on this project through the working drawing stage, this advance to be repaid when funds are received either from the Federal Grant or from the proceeds of the Building Use Fee Bonds.

23. U. T. EL PASO - APPOINTMENT OF PROJECT ARCHITECTS FOR EXPANSION OF ATHLETIC DORMITORY FACILITIES AND APPROPRIATION.--It is recommended by President Ray, Mr. Lester E. Palmer, and Vice-Chancellor Walker, which recommendation is concurred in by Chancellor Ransom, that a Project Architect be appointed for the Expansion of Athletic Dormitory Facilities at The University of Texas at El Paso from the list given below:

Carroll, Daeuble, DuSang & Rand, El Paso, Texas  
Garland & Hilles, El Paso, Texas  
Monroe, Higgins, and Lantow, El Paso, Texas  
Harwood K. Smith & Partners, Dallas, Texas

It is further recommended that an appropriation of \$10,000.00 be made to this project from the Unappropriated Balance of Auxiliary Enterprises at U. T. El Paso.

24. U. T. EL PASO - AUTHORIZATION FOR ACQUISITION OF LOTS 1 THROUGH 10, ALEXANDER ADDITION TO THE CITY OF EL PASO (UNITARIAN CHURCH PROPERTY).--A request has been received from President Ray of The University of Texas at El Paso for approval of the Board to proceed with the acquisition of certain property in El Paso contiguous to the U. T. El Paso Campus presently owned by the Unitarian Church. This request has been approved by Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom, and it is recommended that the Board authorize proceeding with the acquisition of Lots 1 through 10, Alexander Addition to the City of El Paso, at a price not to exceed \$62,500.00. This is the lower of two appraisals which were obtained, the other being \$98,000.00.

If approved by the Board of Regents, the acquisition of this property will be recommended to the Coordinating Board, and by the time the approval of the Coordinating Board has been obtained, sufficient funds will be available either in the Unappropriated Balance of Plant Funds or Auxiliary Enterprises at U. T. El Paso to cover the purchase price of this property.

25 . GALVESTON MEDICAL BRANCH - APPROVAL OF METHOD OF FINANCING CLINICAL SCIENCES BUILDING; SPECIAL COMMITTEE TO AWARD CONTRACT.--At the Regents' Meeting held March 8, 1968, the Administration was authorized to approach The Sealy and Smith Foundation for an additional grant to finance the Clinical Sciences Building at The University of Texas Medical Branch at Galveston. A request was made to the Foundation for an additional grant for this purpose, and based on this request, the Foundation made a grant of \$1,000,000.00 to the project and a loan of \$265,000.00 on an interest free basis to be repaid from the income of the Special Fund under the Joint Control of the Board of Regents and The Sealy and Smith Foundation.

It is estimated by the Architects and the Office of Facilities Planning and Construction that a total of \$4,055,040.00 will be needed to award a contract for this building based on the approved plans and specifications, pay Architects' Fees and miscellaneous expenses, and purchase movable furniture and furnishings. It is, therefore, recommended by Dr. T. G. Blocker, Jr., Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that the following sources of funds be approved for the financing of the Clinical Sciences Building at The Galveston Medical Branch:

Health Research Grant No. JO 1 FR 00166-01	\$ 505,000.00
Health Professions Grant No. JO 2 HM 00166-01	232,740.00
Hill-Burton Grant No. Texas-459d	842,000.00
Grant from The Sealy and Smith Foundation in the Five-Year Building Plan	975,300.00
New Grant from The Sealy and Smith Foundation	1,000,000.00
Loan from The Sealy and Smith Foundation to be repaid Interest Free from the income of the Special Fund under the Joint Control of the Board of Regents and The Sealy and Smith Foundation	265,000.00
Appropriation from Permanent University Fund Bond Proceeds	<u>235,000.00</u>
Total Appropriation	\$4,055,040.00

As soon as approval is received from the Federal Government, it is planned to proceed with advertising for bids on this project. Since the funds must be encumbered by June 30, 1968, in accordance with the terms of the Federal Grants, it is recommended that a Committee, consisting of Chairman Erwin, Vice-Chancellors Walker and LeMaistre, Mr. Lester E. Palmer, and Vice-President V. E. Thompson, be appointed to award a contract for the building within the funds available for the project upon receipt of bids after appropriate advertising.

In view of the fact that The Sealy and Smith Foundation is contributing 50% of the funds for this project, it is recommended that the Board of Directors of The Sealy and Smith Foundation be requested to recommend the name for this building.

26. GALVESTON MEDICAL BRANCH - APPOINTMENT OF LESTER GORSLINE ASSOCIATES AS CONSULTANTS.--In the October 27-28, 1967 meeting of The Board of Regents, an appropriation of \$75,000 was made from the Unappropriated Balance of The University of Texas Medical Branch at Galveston to cover the cost of preliminary plans and program planning for the remodeling of the Galveston hospitals. Concurrently the firm of George Pierce and Abel B. Pierce of Houston, Texas, was appointed as architects for the preparation of preliminary plans.

Several discussions have taken place during the past year in relation to the necessity for an extensive remodeling of the John Sealy Hospital. This need has been brought to focus by the several federal programs (especially Title XVIII and Title XIX) which will eventually provide funds for hospitalization and medical care for most of those individuals who are now classified as medically indigent. Experience in other states, where the programs are already in operation, indicates that not only physical changes must be made in the Hospital to meet new federal standards but that even more drastic changes must be made in the philosophy and pattern of medical care if teaching hospitals are to continue to attract patients in numbers adequate for their teaching program. From this vantage point, it has become apparent that detailed program planning must precede architectural planning and that professional consulting assistance is needed in the delineation of problems and solutions.

One of the most experienced firms in the field of program planning for medical centers involved in medical education is Lester Gorsline Associates of Belvedere, California. On the basis of meetings with representatives from Lester Gorsline Associates and information concerning their work at other medical centers, it is recommended by Vice-President Harding, Vice-President Thompson, President Blocker, Mr. Lester E. Palmer, Vice-Chancellor LeMaistre, Vice-Chancellor Walker, and Chancellor Ransom that Lester Gorsline Associates, Belvedere-Tiburon, California, be employed as consultants in program planning for the re-development of the Medical Branch to carry out the following work:

1. Consult with administration, faculty, staff, committees, boards, and others as required to ascertain the nature and content of physical plant, faculty, curricula, organization, philosophy, and objectives - both existing and proposed.
2. Prepare a Preliminary Planning Analysis in narrative and tabular form, adequately delineated, that will set forth the proposed objectives, philosophy, curricula, research and health care patterns, and personnel and their accommodation on land, in existing and proposed buildings in terms of land use, building area, preliminary outline cost estimates, sequence of need, and requisite funding, and, as necessary, to identify the scope of the overall project to the administration of the University and of following work by consultants, planners, architects, engineers, and others.
3. Prepare a flow diagram of the time sequence and steps of redevelopment of the medical center as set forth by the Preliminary Planning Analysis.
4. Prepare a Decision Program identifying the sequence and nature of questions to be answered and decisions to be made with respect to the overall redevelopment project and assign to individuals, administration, committees, etc., the primary responsibility and review for each item.

The fee for this work will not exceed \$54,200.00 based on the following proposals from Lester Gorsline Associates:

The consultant will carry out the above outlined work for a lump sum professional fee of \$48,600.00 payable monthly in proportion to amount of work completed, so that upon conclusion of the contract period, 100% of the professional fees will have been paid.

Additionally, the University shall reimburse the consultant monthly, upon submission of documented bills, for direct cost of travel, subsistence, lodging, long-distance telephone calls, printing and binding of final reports, not to exceed the total sum of \$5,600.00 without authorization in writing. It is understood that travel will be prorated with other projects whenever possible. It is also understood that the consultant will be provided with adequate office space at the medical center with access to secretarial assistance, telephone, etc., at no cost to himself.

EMERGENCY ITEMS  
BUILDINGS AND GROUNDS COMMITTEE

Date: April 19, 1968

Time: Following the meeting of the Academic and Developmental  
Affairs Committee

Place: Junior Ballroom, Mezzanine  
Statler Hilton Hotel, Dallas, Texas

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B & G

U. T. SYSTEM

27. Addition to Item No. 1 - Approval of Inscription  
on Plaque for Hal P. Bybee Building 19

U. T. EL PASO

28. Award of Contract to Brown-Olds Corporation for  
Electrical Raceway System (Underground Conduit System) and Ap-  
propriation Therefor 19

GALVESTON MEDICAL BRANCH

29. Award of Contract to Rockford Furniture Associates for  
Furniture and Furnishings for Animal Building 20

30. Authorization for Agreement to Provide for an Extended  
Care Facility in Clay Hall for Shriners Burns Institute Patients 20

31. Authorization to Reroute Chilled Water Supply Lines to  
Keiller Building and Appropriation Therefor; Special Committee  
to Award Contract 21



THE UNIVERSITY OF TEXAS SYSTEM  
OFFICE OF THE DIRECTOR OF  
FACILITIES PLANNING AND CONSTRUCTION  
AUSTIN, TEXAS 78712

EMERGENCY ITEMS  
RECOMMENDATIONS TO REGENTS' BUILDINGS AND GROUNDS COMMITTEE

April 17, 1968

27. U. T. SYSTEM - ADDITION TO ITEM NO. 1 - APPROVAL OF INSCRIPTION ON PLAQUE FOR HAL P. BYBEE BUILDING.--It is recommended that there be added on the plaque for the Hal P. Bybee Building below the names of the Board of Regents the names of the Board for Lease of University Lands at the time the contract was awarded for the building, as follows:

BOARD FOR LEASE OF  
UNIVERSITY LANDS

Jerry Sadler, Chairman  
Walter P. Brennan, Vice-Chairman  
W. H. Bauer

28. U. T. EL PASO - AWARD OF CONTRACT TO BROWN-OLDS CORPORATION FOR ELECTRICAL RACEWAY SYSTEM (UNDERGROUND CONDUIT SYSTEM) AND APPROPRIATION THEREFOR.--In accordance with authorization given by the Board at the meeting held March 8, 1968, bids were called for and were opened and tabulated on April 16, 1968, for the Electrical Raceway System (Underground Conduit System) at The University of Texas at El Paso, as shown below:

Bidder	Base Bid	Deduct Alternates		
		Alt. No. 1 Change Fiber to Plastic Raceway	Alt. No. 2 Omit Runs West of M. H. 7	Alt. No. 3 Comb. of Nos. 1 & 2
Border Electric Company, Inc., El Paso, Texas	\$123,569.00	\$1,798.00	\$30,675.00	\$32,473.00
Brown-Olds Corporation, El Paso, Texas	103,433.00	2,297.00	24,335.00	26,357.00
Callaghan Electric Com- pany, Inc., El Paso, Texas	129,000.00	None	32,280.00	32,280.00
Goldberg and Lavis, General Contractors, Inc., El Paso, Texas	119,500.00	330.00	30,000.00	30,700.00
Reynolds Electrical and Engineering Com- pany, Inc., El Paso, Texas	146,420.00	None	34,500.00	34,500.00
Watco Electric Company, Lubbock, Texas	139,251.00	780.00	26,466.00	26,726.00

Only one of Alternates Nos. 1, 2, and 3 may be accepted.

Each bidder submitted with his bid a bidder's bond in the amount of 5% of the greatest amount bid.

It is recommended by President Ray, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that a contract award in the amount of \$103,433.00 be made to the low bidder, Brown-Olds Corporation, El Paso, Texas, and that an appropriation of \$106,000.00 be made from Account No. 85-9548-0000 - U. T. El Paso - Unappropriated Balance of Plant Funds to cover the recommended contract award and miscellaneous expenses, the Engineer's Fees having already been appropriated.

29. GALVESTON MEDICAL BRANCH - AWARD OF CONTRACT TO ROCKFORD FURNITURE ASSOCIATES FOR FURNITURE AND FURNISHINGS FOR ANIMAL BUILDING.--Specifications for Furniture and Furnishings for the Animal Building at The University of Texas Medical Branch at Galveston have been prepared in the Office of Facilities Planning and Construction and bids have been called for, received, opened, and tabulated, as shown below:

Bidder	Base Bid	Completion Time
Abel Contract Furniture and Equipment Company, Inc., Austin, Texas	\$5,177.00	90 days
Dallas Office Supply Company, Dallas, Texas	4,608.13	110 days
Rockford Furniture Associates, Austin, Texas	4,516.25	120 days

Each bidder submitted with his bid a bidder's bond in the amount of 5% of the greatest amount bid.

A bid was also submitted by Clarke and Courts, Inc., Galveston, Texas, which was not a complete bid but covered only part of the items involved; therefore, this could not be considered as a valid bid.

It is recommended by Dr. Truman G. Blocker, Jr., Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom that a contract award in the amount of \$4,516.25 be made to the low bidder, Rockford Furniture Associates, Austin, Texas, the funds needed to cover this recommended contract award to come from the Allotment Account for the project.

30. GALVESTON MEDICAL BRANCH - AUTHORIZATION FOR AGREEMENT TO PROVIDE FOR AN EXTENDED CARE FACILITY IN CLAY HALL FOR SHRINERS BURNS INSTITUTE PATIENTS.--At the Meeting held July 29, 1967, the Board of Regents approved the remodeling of two-thirds of the first floor of Clay Hall at The University of Texas Medical Branch at Galveston into a Chronic Renal Dialysis Development and Training Center under terms of a contract between the Galveston Medical Branch and the Public Health Service.

A recommendation has now been made by Vice-President Thompson, with Vice-President Harding and President Blocker concurring, that an agreement be consummated between the Galveston Medical Branch and the Shriners Hospitals for Crippled Children to provide an extended care facility for the patients of the Shriners Burns Institute in the remaining portion of the first floor of Clay Hall, at a rental rate commensurate with the space occupied by the extended care facility. The agreement would obligate the Galveston Medical Branch to provide only the dormitory-type furnishings now in the rooms and normal dormitory-type housekeeping and services. The Shriners Burns Institute would establish and operate the extended care facility in the space rented by providing 24-hour nursing services and other staff personnel to care for patients, together with linens, accessories, and food service for the patients. The proposed rental rate would be the current single room rate for dormitory occupants or \$52.50 per month, and would amount to \$333.33 per month, payable in advance, for the space to be occupied by the extended care facility.

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Inasmuch as the dormitory facilities at the Galveston Medical Branch are not fully occupied, and the proposed agreement will provide additional revenue to be applied to the bonded indebtedness, Vice-Chancellor Walker, Vice-Chancellor LeMaistre, and Chancellor Ransom join in the Galveston Medical Branch recommendation and further recommend that Vice-President Thompson be authorized to execute the resulting agreement on behalf of the Galveston Medical Branch, with appropriate approvals as to form and content by Central Administration.

31. GALVESTON MEDICAL BRANCH - AUTHORIZATION TO REROUTE CHILLED WATER SUPPLY LINES TO KEILLER BUILDING AND APPROPRIATION THEREFOR; SPECIAL COMMITTEE TO AWARD CONTRACT.--When the construction begins on the new Clinical Sciences Building at The University of Texas Medical Branch at Galveston, it will be necessary to reroute the chilled water supply lines to the Keiller Building, as the present chilled water lines supplying this building are to be rerouted to serve the Clinical Sciences Building, and they are not large enough to serve both buildings. It is now planned to tap the chilled water supply line that serves the Basic Sciences Building and extend it over to the Keiller Building with lines large enough to serve the Gail Borden Building at a later date, at an estimated cost of approximately \$75,000.00.

In connection with this project, the following recommendations are made by President Blocker, Vice-President Thompson, Mr. Lester E. Palmer, Vice-Chancellor Walker, and Chancellor Ransom:

1. That an appropriation of \$75,000.00 be made for this project from Unexpended Plant Funds of Galveston Medical Branch.
2. That authorization be given to the Office of Facilities Planning and Construction and the Galveston Medical Branch Physical Plant staff to prepare plans and specifications for this work.
3. That the Director of the Office of Facilities Planning and Construction be authorized to approve these plans and specifications when completed and to advertise for bids on the project.
4. That a Committee, consisting of Chairman Erwin, Vice-Chancellor Walker, Mr. Lester E. Palmer, and Vice-President Thompson, after receipt of bids, be authorized to award a contract within the money available.

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# **Medical Affairs Committee**

MEDICAL AFFAIRS COMMITTEE

Date: April 19, 1968  
Time: Following the Meeting of the Buildings and Grounds Committee  
Place: Junior Ballroom, Mezzanine  
Statler Hilton Hotel, Dallas, Texas

	<u>Page</u> <u>MED</u>
1. U. T. System: Appointment of Doctor Spencer G. Thompson as Coordinator, Texas Regional Medical Program <i>W. J. Ransom</i>	Below
2. System Nursing School: Designation of Miss Inez Haynes as Recipient of Ella Goldthwaite Award for 1968	2
3. San Antonio Medical School: Acceptance of Temporary Office Space in Protestant Children's Home for Department of Psychiatry	3
4. San Antonio Medical School: Request to Lease from Veterans Administration 5 Acres and 2 Buildings, Kerrville, Texas, for Animal Quarters and Research Purposes	5

1. U. T. System: Appointment of Doctor Spencer G. Thompson as Coordinator, Texas Regional Medical Program. -- Below is a Xerox copy of Chancellor Ransom's recommendation:

Chancellor Ransom concurs in the recommendation of Vice-Chancellor LeMaistre that Dr. Spencer G. Thompson be appointed Coordinator, Texas Regional Medical Programs, effective May 1, 1968. Dr. Thompson has served as Associate Coordinator since July 1, 1967, and will replace Vice-Chancellor Charles A. LeMaistre as Coordinator. Dr. Thompson's present salary of \$30,000 per annum will continue to be derived from grant funds (Regional Medical Program of Texas, United States Public Health Service Grant No. 00007-03).

*W. J. Ransom*

2. System Nursing School: Designation of Miss Inez Haynes as Recipient of Ella Goldthwaite Award for 1968. -- Chancellor Ransom concurs in the recommendation of Dean Willman as set out in the letter listed below which has been approved by Vice-Chancellor LeMaistre. The recommendation is that Miss Inez Haynes be named the recipient of the Ella Goldthwaite Award for 1968. Miss Haynes is Executive Director of the National League for Nursing and formerly chief nurse of the Army Nurse Corps:

THE UNIVERSITY OF TEXAS



School of Nursing  
~~EL PASO 7755K~~  
 Austin 78712

OFFICE OF THE DEAN

CHANCELLOR'S OFFICE U. OF T. 1968  
 Acknowledged ..... File .....  
 MAR 26 1968  
 To.....For info and Return  
 To.....Please Advise Me  
 To.....Please Handle

To: Dr. Charles A. LeMaistre  
 Vice-Chancellor for Health Affairs

Subject: Approval by the Board of Regents of the Recipient of the Ella Goldthwaite Award for 1968

In June 1966 the School of Nursing presented the first Ella Goldthwaite Award to Dean Emeritus Marjorie Bartholf. Last year's recipient was Lucy Harris, then Dean of Harris College of Nursing at Texas Christian University. This year the School proposes to present the award to Miss Inez Haynes, Executive Director of the National League for Nursing and formerly chief nurse of the Army Nurse Corps.

The Ella Goldthwaite Award serves as a means of honoring individuals who have rendered distinguished service to the nursing profession. The medallion itself commemorates the child whose illness and need for nursing care led to the establishment in 1890 of the John Sealy Hospital Training School for Nurses, the first such school in the western United States and the forerunner of The University of Texas School of Nursing.

We request approval by the Board of Regents of Miss Inez Haynes as this year's recipient.

*Marilyn D. Willman*  
 Marilyn D. Willman, Ph.D.  
 Dean

MDW:ds

*Recommend approval*  
*Charles LeMaistre*

3. San Antonio Medical School: Acceptance of Temporary Office Space in Protestant Children's Home for Department of Psychiatry. --Below is a Xerox copy of Chancellor Ransom's recommendation with respect to the acceptance of temporary office space for the Department of Psychiatry of The University of Texas Medical School at San Antonio in the Protestant Children's Home, together with a copy of Dr. Pannill's recommendation of acceptance of the invitation from the Protestant Children's Home:

With the changes being effected at the Lutcher Center, it is desirable that the Department of Psychiatry discontinue temporary office space at the Lutcher Center.

The Protestant Children's Home in San Antonio has extended an invitation to The University of Texas Medical School at San Antonio to use one of the cottages of the Home as temporary housing for the Department of Psychiatry. Dean Pannill recommends that we accept the kind offer of the Protestant Children's Home, and Vice-Chancellor LeMaistre and Chancellor Ransom concur in Dean Pannill's recommendation. It is estimated that these temporary facilities will be in use for two to three months.

THE UNIVERSITY OF TEXAS  
MEDICAL SCHOOL AT SAN ANTONIO

OFFICE OF THE DEAN

March 27, 1968

715 STADIUM DRIVE  
SAN ANTONIO, TEXAS 78212

Dr. Harry Ransom  
Chancellor  
The University of Texas System  
Post Office Drawer 7878  
Austin, Texas 78712

CHANCELLOR'S OFFICE 11. OF 1.  
Acknowledged \_\_\_\_\_ Filed \_\_\_\_\_  
MAR 28 1968  
3:00 PM  
F. C. Pannill, M.D.  
Dean

Dear Dr. Ransom:

I enclose a letter from the Executive Director of the Protestant Children's Home in San Antonio outlining terms of an offer to provide temporary office space for the Department of Psychiatry. As you perhaps know, this department has been housed in the guest house at the Lutcher Center, but with the changes which are being effected, it has been necessary to find other quarters. We plan to occupy these premises for approximately two months at which time the medical school building should be ready for occupancy.

I also enclose a copy of my response to this offer in order that you may be fully informed concerning our activities. Please let me know if there are any other comments you wish me to transmit to the Board of the Protestant Children's Home. Thank you for your attention.

Sincerely yours,

*F. C. Pannill*

F. C. Pannill, M.D.  
Dean

*Recommend approval  
Charles LeMaistre*

FCP:fs  
Enclosure  
cc: Vice-Chancellor C. A. LeMaistre

THE UNIVERSITY OF TEXAS  
MEDICAL SCHOOL AT SAN ANTONIO

OFFICE OF THE DEAN

March 27, 1968

715 STADIUM DRIVE  
SAN ANTONIO, TEXAS 78212

Mr. David K. Fooshee  
Executive Director  
Protestant Children's Home  
2939 West Woodlawn Avenue  
San Antonio, Texas 78228

Dear Mr. Fooshee:

Please express to the Board of Directors of the Protestant Children's Home of San Antonio my sincere appreciation for their most generous assistance in providing office space for the Department of Psychiatry on a temporary basis. This offer is most helpful to us since the new medical school building will not be completed for approximately six or eight weeks, and it has been necessary to determine a temporary location for the Department of Psychiatry.

It is my understanding that the space which has been offered is Cottage #3 and that this will be provided in its present condition with the understanding that any furniture not used by our staff and faculty will be carefully stored in one of the unused rooms. It is also our understanding that custodial services will be the responsibility of the medical school and will be paid for in a fashion compatible with your present salary rates. It is also understood that the utilities will be provided unless additional air-conditioning units are installed, in which case we will, of course, reimburse you for the additional power load imposed. We further understand that upon completion of the time requirement for our occupancy, we will return the building to you in the excellent condition in which it is now found.

This most generous gesture on the part of your Board and your own thoughtfulness in initiating this offer are most sincerely appreciated, and we look forward to working with you as closely as possible in the near future.

Sincerely yours,  
*Original Signed by*  
F. C. PANNILL  
F. C. Pannill, M.D.  
Dean

FCP:fs



4. San Antonio Medical School: Request to Lease from Veterans Administration 5 Acres and 2 Buildings, Kerrville, Texas, for Animal Quarters and Research Purposes. --Below is a Xerox copy of the Chancellor's recommendation:

Chancellor Ransom, Vice-Chancellor LeMaistre, University Attorney Waldrep, and Dean Pannill recommend that the following be approved by the Board of Regents:

THE UNIVERSITY OF TEXAS MEDICAL SCHOOL AT SAN ANTONIO-- authority to lease certain lands in Kerr County, Texas, for research purposes.

The Veterans Administration has agreed to lease to The University of Texas Medical School at San Antonio for a term of twenty years (20) a 5 acre tract of land and two buildings all of which is a part of the Veterans Hospital in Kerrville, Texas. The rental is One Hundred and Fifty Dollars (\$150.00) per month to be paid for by rendering professional services at the rate of One Hundred Dollars (\$100.00) per day and providing for an accounting at the end of each calendar quarter.

The 5 acre tract will be used as a pasture area for laboratory domestic animals and the buildings will be used for animal quarters and research purposes. Termination shall be on one year's written notice.

It is requested that the Chairman of the Board be authorized to execute such an agreement for and on behalf of The University of Texas Medical School at San Antonio when the agreement has been approved by Mr. Walker and Dr. LeMaistre as to content and by a University Attorney as to form.

MEDICAL AFFAIRS COMMITTEE

Supplementary Agenda

Date: April 18, 1968 -- Executive Session

Time: 2:00 p.m. - 4:30 p.m.\*

Place: Student Union Building, Dallas Medical School  
Dallas, Texas

	<u>Page</u>
	<u>MED</u>
5. Dallas Medical School: Proposed Master Plan	Below

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5. Dallas Medical School: Proposed Master Plan. -- Dean Sprague will present to the Medical Affairs Committee a proposed Master Plan for The University of Texas Southwestern Medical School at Dallas. This presentation to the Committee will be made in executive session with the members of the Health Affairs Council and interested administrative officers of Central Administration present.

---

\*Bus will leave Statler Hilton Hotel promptly at 1:30 p.m.

Date: April 19, 1968

Time: Following the meeting of the Buildings and Grounds Committee

Place: Junior Ballroom, Mezzanine  
Statler Hilton Hotel, Dallas, Texas

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6. U. T. System: Report of Special Committee on Marine Resources (Formerly Special Committee on Marine Life Sciences Institute.--  
Below is a report to Chairman Erwin of the Special Committee on Marine Resources (originally named as Special Committee on Marine Life Sciences Institute). This Committee was authorized at the Regents' meeting on March 8, 1968.

Accompanying the Supplementary Agenda Material is the full text of the report dated April 8, 1968.



OFFICE OF THE CHANCELLOR  
THE UNIVERSITY OF TEXAS SYSTEM  
AUSTIN, TEXAS 78712

April 8, 1968

The Honorable Frank C. Erwin, Jr.  
Chairman, Board of Regents  
The University of Texas System  
900 Brown Building  
Austin, Texas 78701

Dear Chairman Erwin:

The Special Committee to Coordinate a Proposal for The Institute of Marine Life Sciences from a system point of view has compiled the documentation necessary to make definite proposals and recommendations at the April meeting of the Board of Regents, The University of Texas System.

Considerations from a system point of view led to extensive analysis of the present resources and future potentials for marine activities within The University of Texas System. These are presented in the accompanying information for review by the Board of Regents.

The Special Committee recommends adoption by the Board of Regents of alternative number 3:

Establish the principle of University of Texas System level administration and managements of a marine sciences and resource program to include the establishment of a Gulf Marine Medicine Institute at Galveston, including a review to expand the present Marine Sciences Institute at Port Aransas, and to develop other appropriate institutes at various Texas locations, as the first step toward development of The University of Texas System as a maritime university.

If this recommendation is adopted by the Board of Regents, it is further recommended that the Board of Regents authorize the following steps for implementation:

- (1) Appoint appropriate System level management on the recommendation of the Board of Regents' Special Committee on Administrative Organization with authority to prepare a System program, plan and budget for approval by the Board of Regents.

(2) Assign to the System level management the specific authorization to proceed expeditiously with finalizing the proposal for a Gulf Institute of Marine Medicine at Galveston.

(3) Assign to the System level management the specific authorization to develop a proposal for a Sea Grant College Program for submission to the National Science Foundation and to develop other proposals for institutes necessary to qualify the University of Texas System as a maritime university.

(4) Adopt a policy of cooperation with Texas A&M University System and other institutions to fully utilize all area resources to achieve national, regional and local objectives for the program. Implicit in the understanding of the nature of the cooperative effort is the necessity for independent management at the local (institutional) level by The University of Texas System, The Texas A&M University System, and of other participating systems, universities, and organizations of their own resources in effecting the cooperation.

*Independent  
Coop effort*

These recommendations are respectfully submitted for consideration.

Sincerely,

W. H. Bauer by Charles L. Maistre  
Regent W. H. Bauer

Warren S. Harding  
for President Truman G. Blocker, Jr., M.D.

Norman Hackerman  
President Norman Hackerman

George Kozmetsky  
Executive Associate (for Economic Affairs)  
George Kozmetsky

Charles L. Maistre  
Vice-Chancellor Charles A. LeMaistre, MD  
Chairman

7. Galveston Medical Branch: Report on Financing of Chronic Home Dialysis Program. -- Below is a Xerox copy of a report received from the Chancellor's office:

At the Board of Regents' meeting on July 28-29, 1967, approval was given to execute a contract (No. PH 86-67-238) to establish a Chronic Home Dialysis program at the Medical Branch in Galveston.

The application on page 59 contained the following provisions:

The Board of Regents of The University of Texas has authorized the Executive Director and Dean, University of Texas Medical Branch to make the following statement ". . . at such time as the support for this project comes to an end, Central Administration will be authorized to make a request to the Legislature that this program be continued."

This constitutes the strongest endorsement that the Board of Regents can make at the present time. Since the legislature of the State of Texas appropriates money on a biennial basis and since no legislation will bind a future legislature with an obligation, no request for operational funds can be initiated at this time.

The second year grant request has now been prepared for a total annual amount of \$355,000 of which 20% or \$71,000 will be supplied by the Medical Branch. In future years the Federal share will be decreased 10% each year to a level of 50%, whereas annual budgets will continue to increase substantially, possibly to \$600,000 per annum or more at the same time the Federal share is dropping to a level of 50%.

This is only a report to call the Board's attention to this continuing commitment by the University which will increase each year.

\* \* \*

Secretary's Note: The report above has formerly been called the Chronic Renal Dialysis Center. Below are the Minute orders with reference to same:

2. Medical Branch: Chronic Renal Dialysis Center. -- Doctor Blocker in applying to the Department of Health, Education and Welfare for Chronic Renal Dialysis Center was authorized to say that at such time as the support for this project comes to an end that Central Administration will be authorized to make a request to the Legislature that this program be continued. The application is to be for a ten cubicle Chronic Renal Dialysis Center to be activated in stages over at least a three-year period.

NOV 23, 65

6. Medical Branch: Negotiations Authorized for Rental of Space for Chronic Renal Dialysis Center. -- It is recommended that Doctor Blocker be authorized to negotiate for the rental of space for a Chronic Renal Dialysis Center at the Medical Branch and to incorporate a request in his grant application to the Department of Health, Education, and Welfare for funds for this rental. Doctor Blocker will report the results of the negotiations to the Board of Regents for final approval.

MAR 11 1967

JUL 29 1967

GALVESTON MEDICAL BRANCH: APPROVAL TO REMODEL CLAY HALL FOR CHRONIC RENAL DIALYSIS UNIT; APPROPRIATION THEREFOR; RATIFICATION OF CONTRACT WITH THE DEPARTMENT OF HEALTH, EDUCATION, AND WELFARE NO. PH 86-67-238 (CHRONIC RENAL DIALYSIS DEVELOPMENT AND TRAINING CENTER). -- The action of the Administration in executing a Contract No. PH 86-67-238 with the Department of Health, Education, and Welfare setting up the Chronic Renal Dialysis Development and Training Center at The University of Texas Medical Branch at Galveston was ratified. In order to provide space to house the Chronic Renal Dialysis Development and Training Center at the Galveston Medical Branch, approval was given to remodel 3,800 square feet on the first floor of Clay Hall (one of the dormitory facilities constructed in the period 1954 - 56) at an estimated cost of \$39,000.00 and an appropriation of \$39,000.00 from Unappropriated Plant Funds of the Galveston Medical Branch was authorized for this remodeling project.

The Physical Plant staff of the Galveston Medical Branch was authorized to prepare plans and specifications for the remodeling of Clay Hall with authority to the Director of the Office of Facilities Planning and Construction to approve these plans and specifications and to advertise for bids, to be presented to the Board or the Executive Committee for consideration at a later date.

8. DALLAS MEDICAL SCHOOL: PLANNING FOR A SCHOOL OF ALLIED HEALTH PROFESSIONS.--

Dean Sprague on April 3, 1968 requested that the Board of Regents authorize the Southwestern Medical School at Dallas to proceed with the planning for a School of Allied Health Professions and requested authority to include an item in the next biennial budget for financing the program.

The Coordinating Board, Texas College and University System, in its meeting on April 8, 1968, approved the University's request for the establishment of a School of Allied Health Sciences at the Galveston Medical Branch and the offering of certain bachelor's degree and certificate programs.

In conjunction with the Galveston approval, the Coordinating Board also approved the following statements and recommendations:

The Coordinating Board staff feels that the need for allied health sciences specialists is urgent and will increase in the years immediately ahead. It therefore recommends that the Southwestern Medical School at Dallas immediately initiate a feasibility study for the purpose of determining the advisability of installing a similar division in the Dallas area. (emphasis added)

The Coordinating Board staff further recommends that the private and public senior colleges now having authorized programs in the pre-professional portion of the allied health sciences be encouraged to increase counseling and provide administrative leadership as needed to recruit qualified applicants for the large number of clinical vacancies now existing in hospital schools across the State.

Vice-Chancellor LeMaistre and Chancellor Ransom recommend that the Board of Regents authorize Dean Sprague to proceed immediately with the planning of a School of Allied Health Professions at Dallas, and authorize the Administration to advise the Coordinating Board that the University has determined the advisability of establishing a School of Allied Health Sciences or Health Professions in the Dallas area, and that Dean Sprague has been authorized to proceed with the planning phase of the program. The resulting proposals will be submitted to the Board of Regents for approval and submission to the Coordinating Board.



9. U. T. System: Proposed Operational Agreement for the Regional Medical Program of Texas (Between The University of Texas and the Fiscal Agent, Texas Medical Center, Inc.). -- Below is a Xerox copy of a proposed recommendation from the Chancellor's office:

The current agreement in effect between The University of Texas and the participating agencies regarding fiscal agent responsibilities for the Regional Medical Program of Texas was originally prepared for the planning stage of the Regional Medical Program. Now that we are entering the operational phase of the Regional Medical Program, it is desirable that the fiscal agent agreement be revised to cover the operational phase as well as the planning phase of the program.

On the recommendation of Dr. Spencer Thompson, Associate Coordinator of the Regional Medical Program, Vice-Chancellor LeMaistre recommends that the Board of Regents approve the proposed agreement as herein submitted. For your convenience, the present agreement is shown on the left side of the page and the proposed agreement is shown on the right side of the page.

PRESENT

AGREEMENT BETWEEN U. OF T.  
AND FISCAL AGENT, RMP OF TEXAS,  
PREVIOUSLY APPROVED BY THE  
BOARD OF REGENTS

This AGREEMENT made and entered into this 18 day of July, 1966 by and between the BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS; BAYLOR UNIVERSITY COLLEGE OF MEDICINE of Houston, Harris County, Texas; THE METHODIST HOSPITAL of Houston, Harris County, Texas; and the TEXAS MEDICAL CENTER, INC., a corporation, of Houston, Harris County, Texas, WITNESSETH:

WHEREAS, Title IX of the Public Health Service Act (P.L. 89-239) authorizes a planning grant for the purpose of assisting in the establishment of regional cooperative arrangements among medical schools, research institutions, and hospitals for research and training in the fields of heart disease, cancer, stroke, and related diseases; and

PROPOSED

NEW AGREEMENT BETWEEN U. OF T.  
AND FISCAL AGENT, RMP OF TEXAS,  
RECOMMENDED FOR APPROVAL BY  
THE BOARD OF REGENTS

This AGREEMENT made and entered into this \_\_\_\_\_ day of \_\_\_\_\_, 1968 by and between the BOARD OF REGENTS of the UNIVERSITY OF TEXAS SYSTEM, hereinafter referred to as the GRANTEE, and the TEXAS MEDICAL CENTER, INC., hereinafter referred to as the FISCAL AGENT, WITNESSETH:

WHEREAS, Title IX of the Public Health Service Act (P.L. 89-239) authorizes grants for planning and operation of cooperative arrangements for the purposes stated under Sec. 900, and defines such cooperative arrangements under Sec. 902 as Regional Medical Programs; and

WHEREAS, The University of Texas has made application for such a grant for and on behalf of the component institutions of the University System, Baylor University College of Medicine, and The Methodist Hospital wherein Dr. Charles A. LeMaistre, Vice-Chancellor for Health Affairs, has been designated in said application as the Coordinator for the program to be conducted under the grant, and Dr. Richard T. Eastwood, Executive Vice President of Texas Medical Center, Inc., has been designated as the Fiscal Agent; and

WHEREAS, it is the desire of the participating institutions to establish a working arrangement wherein certain areas of responsibility, particularly in fiscal and accounting matters, will be fixed:

NOW, THEREFORE, for and in consideration of the mutual benefits to be received by the participating institutions, it is agreed:

1. The base program planning grant is numbered RM-0007-01 and an agreement relating thereto will be executed by the Board of Regents of The University of Texas or its duly authorized representative. In this connection it is understood and agreed that all participating institutions under this grant will comply with provisions and conditions of said grant.

2. It is understood and agreed that funds awarded by the Department of Health, Education and Welfare will be predicated on a budget duly approved by the Coordinator and Institutional heads and forwarded to the Fiscal Agent, Dr. Richard T. Eastwood, for distribution as stated in the budget.

3. That before any of the funds received under the grant are disbursed under the provisions thereof, the Fiscal Agent, Dr. Richard T. Eastwood, will obtain the approval and concurrence of Dr. Charles LeMaistre, the Program Coordinator.

WHEREAS, the GRANTEE for the Regional Medical Program of Texas is acting for and on behalf of all cooperating institutions, organizations or agencies and with the approval of the Regional Advisory Committee; and

WHEREAS, the Regional Advisory Committee and all participating agencies and organizations desire to continue an existing and effective working agreement with the GRANTEE and the FISCAL AGENT wherein certain areas of responsibility, particularly in fiscal and accounting matters, will be fixed:

NOW, THEREFORE, for and in consideration of the mutual benefits to be received by all institutions, organizations or agencies participating in the Regional Medical Program of Texas, it is agreed:

1. Documents necessary to the continued receipt of planning and/or operational grant funds under NIH grant number RM-00007, or its successor, will be executed by the BOARD OF REGENTS of the GRANTEE or their designee.

2. Application for grant funds to support continued planning or operation of the Regional Medical Program of Texas will be made in accordance with such mechanisms as may be set forth by the Regional Advisory Committee.

3. Distribution of grant funds to participants will be made by the FISCAL AGENT contingent upon the provisions of the grant award, policies of the Regional Advisory Committee and the approval of the GRANTEE. The GRANTEE, will not authorize the release of grant funds to any participant until the FISCAL AGENT certifies to the GRANTEE that the agreement referred to in item 4 has been properly executed.

4. All funds which have been allocated for the participating institutions under this agreement will be forwarded by HEW to the Fiscal Agent, Dr. Eastwood, for subsequent disbursement to the institution or component and notice of the same shall be forwarded to the Coordinator, Dr. LeMaistre.

5. It is understood that the fiscal accounting will be performed by each component institution and all reports relating thereto shall be forwarded through channels by and through Dr. Eastwood, the Fiscal Agent, and Dr. LeMaistre, the Program Coordinator

EXECUTED by the parties on the respective dates shown below.

BOARD OF REGENTS OF  
THE UNIVERSITY OF TEXAS

By /s/ W.W. Heath (8-4-66)

BAYLOR UNIVERSITY

By /s/ J.L. Allbritton (7-18-66)

THE METHODIST HOSPITAL

By /s/ (7-20-66)

TEXAS MEDICAL CENTER, INC.

By /s/ R.T. Eastwood (7-22-66)

4. The Regional Advisory Committee and the GRANTEE expect no participating institution, organization, or agency to assume a level of responsibility for administration of that portion of the grant allocated to a participant less than the level of responsibility assumed by the GRANTEE for the grant as a whole.

The FISCAL AGENT will receive from each institution, organization or agency participating in the expenditure of grant funds allocated by the Regional Medical Program of Texas a properly executed agreement which assures the GRANTEE that the participant will assume a level of administrative responsibility equivalent to that assumed by the GRANTEE. (A copy of such agreement is attached hereto as Exhibit A and made a part of this agreement.)

5. Each participant will perform such fiscal accounting procedures as are required to insure that expenditures of funds allocated to that participant are made in accordance with the policies of the granting agency and the Regional Medical Program of Texas. The FISCAL AGENT will receive from each participant such reports, documents and information as needed to assist the GRANTEE in the proper administration of the grant. Fiscal reports required by the granting agency will be compiled by the FISCAL AGENT and forwarded through the GRANTEE to the granting agency.

EXECUTED by the parties on the date and year first above written.

BOARD OF REGENTS OF  
THE UNIVERSITY OF TEXAS SYSTEM

By \_\_\_\_\_

TEXAS MEDICAL CENTER, INC.

By \_\_\_\_\_

REGIONAL ADVISORY COMMITTEE  
OF THE REGIONAL MEDICAL  
PROGRAM OF TEXAS

By \_\_\_\_\_

THE REGIONAL MEDICAL PROGRAM OF TEXAS  
AGREEMENT FOR PARTICIPANTS

The grantee institution for the Regional Medical Program of Texas assumes responsibility for grants to plan and implement the Regional Medical Program of Texas. The grantee is obligated, both for itself and cooperating institutions, organizations or agencies, to administer those grants in accordance with regulations and policies of the granting agency as set forth by Title IX of the Public Health Service Act (P. L. 89-239), amendments thereto and policies promulgated by the granting agency. Recipients of operational grants must also comply with the assurances set forth in Section 904(b) of the Act.

The Regional Advisory Committee and the Grantee expect no participating institution, organization, or agency to assume a level of responsibility for administration of that portion of the grant allocated to a participant less than the level of responsibility assumed by the Grantee for the grant as a whole.

On behalf of the Grantee, the Fiscal Agent for the Regional Medical Program of Texas will receive from each participant a properly executed agreement which assures the Grantee that the participant will assume at a level of administrative responsibilities equivalent to that assumed by the Grantee. The Grantee will not authorize the release of grant funds to any participant until the Fiscal Agent has certified to the Grantee that an appropriate agreement has been properly executed.

THE REGIONAL MEDICAL PROGRAM OF TEXAS  
AGREEMENT FOR PARTICIPANTS

This AGREEMENT made by and between the FISCAL AGENT of the Regional Medical Program of Texas and \_\_\_\_\_, hereinafter referred to as the PARTICIPANT, provides that the PARTICIPANT shall:

1. Be cognizant of the intent and purposes of Title IX of the Public Health Service Act (P.L. 89-239) as set forth in Sec. 900, and will comply with the assurances set forth in Sec. 904 of the Act, or any amendments thereto;
2. Administer all grant funds received through the Regional Medical Program of Texas in accordance with the regulations and policies of the granting agency;
3. Comply with such local regulations or policies as may be adopted by the Regional Advisory Committee;
4. Keep such records as may be required by the granting agency or the Regional Medical Program of Texas and provide such information, reports or documents as may be required for the Fiscal Agent or the Grantee to properly administer the grant.

5. In the event that the granting agency, or an authorized auditing agency, rules, through audit exception or some other appropriate means, that expenditures of grant funds allocated to the participant were not made in compliance with the regulations and policies of the granting agency, the participant will assume sole responsibility for reimbursement to the granting agency a sum of money equivalent to that amount of expenditures disallowed, and will hold harmless the FISCAL AGENT and the GRANTEE from any and all claims arising by reason of this agreement.

Executed this \_\_\_\_\_ day of \_\_\_\_\_, 196\_\_.

Signed: \_\_\_\_\_  
Official authorized to sign for participant

Approved: \_\_\_\_\_  
Fiscal Agent, Regional Medical Program of Texas

## **Committee of the Whole**

COMMITTEE OF THE WHOLE  
Chairman Erwin, Presiding  
Executive Session

Date: April 19, 1968

Time: Following the meeting of the Land and Investment Committee

Place: Junior Ballroom, Mezzanine  
Statler Hilton Hotel, Dallas, Texas

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## DOCUMENTATION

### A. REPORTS AND SPECIAL ITEMS BY REGENTS

1. Chairman Frank C. Erwin, Jr.  
*Chancellor's Residence*
2. Vice-Chairman Jack S. Josey
3. Regent W. H. Bauer
4. Regent Frank N. Ikard
5. Regent (Mrs.) J. Lee Johnson III
6. Regent Joe M. Kilgore
7. Regent Levi A. Olan
8. Regent John Peace
9. Regent E. T. Ximenes

### B. REPORTS AND SPECIAL ITEMS BY CHANCELLOR

### C. REPORTS AND SPECIAL ITEMS BY VICE-CHANCELLORS

1. Vice-Chancellor Graves W. Landrum
2. Vice-Chancellor Charles A. LeMaistre



3. Vice-Chancellor Raymond W. Vowell

4. Vice-Chancellor E. D. Walker

D. SPECIAL ITEMS RELATING TO CENTRAL ADMINISTRATION AND/OR U. T. SYSTEM

1. REGENTS' RULES AND REGULATIONS, PART ONE: AMENDMENT TO CHAPTER VI, WITH RESPECT TO STUDENT SERVICES AND ACTIVITIES.-- Below is a recommendation from the Chancellor's office to amend the Regents' Rules and Regulations, Part One, Chapter VI:

Present

Gambling, immoral conduct, dishonesty, the illegal use, of drugs or narcotics, or the excessive use of intoxicating liquors renders the student subject to discipline.

Proposed

Gambling, immoral conduct, dishonesty, the illegal use, POSSESSION OR SALE of drugs or narcotics, or the excessive use of intoxicating liquors renders the student subject to discipline. ANY STUDENT FINALLY CONVICTED OF ILLEGAL USE, POSSESSION OR SALE OF DRUGS OR NARCOTICS SHALL BE AUTOMATICALLY EXPELLED FROM SCHOOL.

2. REGENTS' RULES AND REGULATIONS, PART ONE: AMENDMENT TO CHAPTERS I AND II WITH RESPECT TO AUDITING OIL AND GAS PRODUCTION.-- It is recommended by the Chairman that the Regents' Rules and Regulations, Part One, Chapter I, Section 9.26 and Chapter II, Section 2.461(4) be amended as set out below. This amendment transfers the supervision of Auditing Oil and Gas Production from the area of the Vice-Chancellor for Business Affairs to the area of the Executive Director of Investments, Trusts and Lands. This conforms the Rules and Regulations to the present method of operation and lists the activities in the same order as they are listed in the budget:

Present

Proposed

Chapter I  
9.26

The Executive Director directs and is responsible for the proper operation of the following budgeted activities:  
9.261 Board for Lease - University Lands  
9.262 University Lands - Legal and Surveying

Chapter I  
9.26

The Executive Director directs and is responsible for the proper operation of the following budgeted activities:  
9.261 Board for Lease - University Lands  
9.262 AUDITING OIL AND GAS PRODUCTION

Present

- 9.263 Oil Field Supervision and Geophysical Exploration
- 9.264 University Lands - Surface Leasing
- 9.265 University Lands - Geology
- 9.266 Endowment Office
- 9.267 Securities Division

Proposed

- 9.263 University Lands - Legal and Surveying
- 9.264 University Lands - Geology
- 9.265 Oil Field Supervision and Geophysical Exploration
- 9.266 University Lands - Surface Leasing
- 9.267 Endowment Office
- 9.268 Securities Division

Chapter II

2.46 Vice Chancellor for Business Affairs

- 2.461 In carrying out his primary functions and duties, the Vice-Chancellor for Business Affairs:
  - 2.461(1) Recommends policies for the preparation and review of all operating budgets and legislative requests.
  - 2.461(2) Plans an effective, and insofar as practical, uniform system of accounting and budgeting for The University of Texas System institutions and their divisions, including receipt of income and expenditure control through utilization of internal audit and periodic reporting.
  - 2.461(3) Formulates plans for financial reporting necessary to meeting existing requirements and needs according to the highest standards of accounting.
  - 2.461(4) Has direct administrative authority and responsibility for efficient functioning of the following divisions:
    - 2.461(41) Business offices of the component institutions - (Coordination of activities)
    - 2.461(42) Office of the Comptroller

Chapter II

2.46 Vice Chancellor for Business Affairs

- 2.461 In carrying out his primary functions and duties, the Vice-Chancellor for Business Affairs:
  - 2.461(1) Recommends policies for the preparation and review of all operating budgets and legislative requests.
  - 2.461(2) Plans an effective, and insofar as practical, uniform system of accounting and budgeting for The University of Texas System institutions and their divisions, including receipt of income and expenditure control through utilization of internal audit and periodic reporting.
  - 2.461(3) Formulates plans for financial reporting necessary to meeting existing requirements and needs according to highest standards of accounting.
  - 2.461(4) Has direct administrative authority and responsibility for efficient functioning of the following divisions:
    - 2.461(41) Business offices of the component institutions - (Coordination of activities)
    - 2.461(42) Office of the Comptroller

Present

- 2.461(43) Office of the  
Director of  
Facilities  
Planning and  
Construction
- 2.461(44) Office of Budget  
Officer
- 2.461(45) Office of Auditor  
of The Univer-  
sity of Texas at  
Austin (with  
respect to Central  
Administration  
activities of his  
office)
- 2.461(46) Data Processing  
Division
- 2.461(47) U. T. System  
Personnel Office  
(and Adviser)
- 2.461(48) Auditing Oil and  
Gas Production

Proposed

- 2.461(43) Office of the  
Director of  
Facilities  
Planning and  
Construction
- 2.461(44) Office of Budget  
Officer
- 2.461(45) Office of Auditor  
of The Univer-  
sity of Texas at  
Austin (with  
respect to Central  
Administration  
activities of his  
office)
- 2.461(46) Data Processing  
Division
- 2.461(47) U. T. System  
Personnel Office  
(and Adviser)
- [2.461(48) Auditing Oil and  
Gas Production]

3. U. T. SYSTEM, U. T. AUSTIN, U. T. ARLINGTON  
AND ANDERSON HOSPITAL: REPORT AND RECOM-  
MENDATION ON SECURITY SERVICES.-- Below is  
a Xerox copy of Chancellor Ransom's recommendation:

Pursuant to the action of the Board of Regents at the January 26, 1968 meeting, the second officer training school has been conducted, and the individuals appearing below have satisfactorily completed the training program, have executed the necessary bond, have taken the oath of office as Peace Officers, and have been commissioned as Peace Officers of The University of Texas System.

We now have our first commissioned Peace Officers at U.T. Arlington and Anderson Hospital. Following the practice adopted for U.T. Austin, Chancellor Ransom recommends that President Woolf and Director Clark are hereby authorized to arm the commissioned Peace Officers as they deem appropriate at their respective institutions.

Each of these institutions, with the help of Mr. George Carlson, will submit for approval at the May meeting of the Board of Regents the parking, traffic, and security regulations applicable to the institution.

#### ELIGIBLE FOR COMMISSIONING

March 30, 1968

#### THE UNIVERSITY OF TEXAS AT ARLINGTON

Rufus L. Taylor, Chief Traffic and Security

Frank J. Monkres, Officer

#### THE UNIVERSITY OF TEXAS M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE AT HOUSTON

Curtis E. Patton, Chief of Security

James H. Cook, Officer

#### THE UNIVERSITY OF TEXAS AT AUSTIN

Claude H. Adams, Officer

Donald C. Arledge, Officer

Clifton Brown, Officer

Harold J. Brown, Officer

Robert M. Bruce, Officer

Thomas Clark, Officer

Jerry Thomas Ellis, Officer

Samuel Jonse, Officer

Michael J. Kelley, Officer

Melvin W. Lyons, Officer

Billy R. Martinets, Officer

Lyle Naumann, Officer

Joe A. Osborne, Jr., Officer

Carl D. Scott, Officer

Robert W. Turner, Sergeant

William H. Van Horn III, Officer

Charles H. Wood, Officer

4. U. T. AUSTIN: APPROVAL OF PLAQUES FOR LBJ LIBRARY AND EAST CAMPUS LIBRARY AND RESEARCH BUILDING. -- It has been the long established policy of the University to place on the cornerstone of a building the names of the Board of Regents and the Administrative officers as they are constituted at the time the construction contract is awarded and such is the present standing policy of the Board. However, an exception was made with respect to the Lyndon Baines Johnson Library building. In that instance, the Board directed that on the cornerstone of that building the names of the Board and the Administration as they were constituted on the date of the contract with General Services Administration rather than the date the construction contract was awarded. With respect to the East Campus Library and Research Building, which is included in the same construction contract as the LBJ Library, it was directed that the usual policy and practice be followed, namely that the date of the construction contract control.

Since the LBJ Library has and will have an unusual significance, it is recommended by the Chairman that the previous action of the Board (Permanent Minutes, Volume XIVa, Page 68) be modified with respect to the cornerstone or plaque on the LBJ Library building and that there be two sections of the plaque and that on one section there be inscribed the names of the members of the Board of Regents and the Administrative officers as of the date of the General Services Administration Contract and on the other section there be inscribed the names of the members of the Board of Regents and the Administrative officers as of the date of the construction contract. This will give full credit to all of the Regents and members of the Administration who have been responsible for the securing of this significant addition to this campus.

Accordingly, it is recommended that the plaques shall appear as set out on Page C of W - 9.

LYNDON BAINES JOHNSON LIBRARY

1965

1967

BOARD OF REGENTS

W. W. Heath, Chairman  
Frank C. Erwin, Jr., Vice-Chairman  
W. H. Bauer  
Walter P. Brennan  
H. Frank Connally, Jr.  
Frank N. Ikard  
Mrs. J. Lee Johnson III  
Jack S. Josey  
Rabbi Levi A. Olan

Harry H. Ransom, Chancellor  
The University of Texas  
Norman Hackerman, Vice-Chancellor  
(Academic Affairs), The  
University of Texas  
V. L. Doughtie, Chairman,  
Main University Faculty  
Building Committee  
Skidmore, Owings, and Merrill  
and  
Brooks, Barr, Graeber & White  
Architects  
T. C. Bateson Construction Company  
General Contractor

BOARD OF REGENTS

Frank C. Erwin, Jr., Chairman  
Jack S. Josey, Vice-Chairman  
W. H. Bauer  
Frank N. Ikard  
Mrs. J. Lee Johnson III  
Joe M. Kilgore  
Rabbi Levi A. Olan  
John Peace  
E. T. Ximenes

Harry H. Ransom, Chancellor  
The University of Texas System  
Norman Hackerman, President  
The University of Texas at Austin  
V. L. Doughtie, Chairman,  
The University of Texas at Austin  
Faculty Building Committee  
Skidmore, Owings, and Merrill  
and  
Brooks, Barr, Graeber & White  
Architects  
T. C. Bateson Construction Company  
General Contractor

5. SCHEDULED MEETINGS AND LIST OF SCHEDULED EVENTS. --  
Chairman Erwin reports that Mr. Tom Sealy has requested that the July meeting of the Board of Regents of The University of Texas System be held in Midland, that the Midland Chamber of Commerce be permitted to entertain the Regents and University Officials, and that the new Hal P. Bybee Building be dedicated during this time.

Chairman Erwin further reports that in order to have as much time as possible to prepare the 1968-69 Budgets after the Special Session of the 60th Legislature, the University System staff has requested that the July meeting be held as late in July as possible.

Chairman Erwin recommends that the meeting now scheduled for July 12-13 be changed to July 26-27, 1968, that the meeting be moved from Austin to Midland, and that the Hal P. Bybee Building be dedicated on Saturday morning, July 27.



SCHEDULED EVENTS.--

Below is a revision of the list of scheduled events as compiled by the Secretary:

1968		MAY							1968	
S	M	T	W	T	F	S				
				1	2	3	4			
5	6	7	8	9	10	11				
12	13	14	15	16	17	18				
19	20	21	22	23	24	25				
26	27	28	29	30	31					

1968		JUNE							1968	
S	M	T	W	T	F	S				
									1	
2	3	4	5	6	7	8				
9	10	11	12	13	14	15				
16	17	18	19	20	21	22				
23	24	25	26	27	28	29				

1968		JULY							1968	
S	M	T	W	T	F	S				
				1	2	3	4	5	6	
7	8	9	10	11	12	13				
14	15	16	17	18	19	20				
21	22	23	24	25	26	27				
28	29	30	31							

1968		AUGUST							1968	
S	M	T	W	T	F	S				
									1	
2	3	4	5	6	7	8	9	10		
11	12	13	14	15	16	17				
18	19	20	21	22	23	24				
25	26	27	28	29	30	31				

1968		SEPTEMBER							1968	
S	M	T	W	T	F	S				
									1	
2	3	4	5	6	7	8	9	10	11	
12	13	14	15	16	17	18	19	20	21	
22	23	24	25	26	27	28				
29	30									

1968		OCTOBER							1968	
S	M	T	W	T	F	S				
									1	
2	3	4	5	6	7	8	9	10	11	
12	13	14	15	16	17	18	19	20	21	
22	23	24	25	26	27	28				
29	30	31								

1968		NOVEMBER							1968	
S	M	T	W	T	F	S				
									1	
2	3	4	5	6	7	8	9	10	11	
12	13	14	15	16	17	18	19	20	21	
22	23	24	25	26	27	28	29	30		

1968		DECEMBER							1968	
S	M	T	W	T	F	S				
									1	
2	3	4	5	6	7	8	9	10	11	
12	13	14	15	16	17	18	19	20	21	
22	23	24	25	26	27	28				
29	30	31								

1968

- April 19-20 Board of Regents' meeting  
in Dallas
- May 25 U. T. El Paso Commencement
- May 31 U. T. Arlington Commencement
- May 31-June 1 Board of Regents' meeting in  
Austin
- June 1 U. T. Austin Commencement  
System Nursing School  
Commencement
- June 3 Dallas Medical School  
Commencement  
Houston Dental Branch  
Commencement  
G. S. B. S. Commencement
- June 8 Dedication of W. C. Hogg  
Building 11:00 a.m.  
(Austin)
- June 12 Galveston Medical Branch  
Commencement
- July 12-13 Board of Regents' meeting  
in Austin
- Sept. 21\* U. of Houston vs. U. T. -  
Austin
- Sept. 28\* Texas Tech vs. U. T. - Lubbock
- Oct. 5\* Okla. State vs. U. T. - Austin
- Oct. 12 O. U. vs. U. T. - Dallas
- Oct. 19\* U. of Ark. vs. U. T. - Austin
- Oct. 26\* Rice U. Vs. U. T. - Houston
- Nov. 2 S.M.U. vs. U. T. - Austin
- Nov. 9 Baylor U. vs. U. T. - Waco
- Nov. 16 T.C.U. vs. U. T. - Ft. Worth
- Nov. 28 A&M vs. U. T. - Austin

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\*Probably night games

COMMITTEE OF THE WHOLE  
Chairman Erwin, Presiding  
Executive Session

Supplementary Agenda

Date: April 19, 1968

Time: Following the meeting of the Land and Investment Committee

Place: Junior Ballroom, Mezzanine  
Statler Hilton Hotel, Dallas, Texas

	<u>Page</u> <u>C of W</u>
6. U. T. Austin, U. T. Arlington, U. T. El Paso: 1968 Summer Session Budgets	13
7. <u>Regents' Rules and Regulations</u> , Part Two: Amend- ment to Chapter I with Respect to Gifts and Grants	14
8. System-Wide: Report on Bank Depositories and Procedures, and Recommended Amended Roster of Depository Banks, Including Formulae for Allocation of Deposits, and Amendment to Bank Depository Policies	15

6. U. T. AUSTIN, U. T. ARLINGTON, U. T. EL PASO: 1968 SUMMER SESSION BUDGETS.--Chancellor Ransom recommends that the Board of Regents approve the allocations for the 1968 Summer Session Budgets for the academic institutions in the U. T. System as stated below:

Details of the Summer School Budgets, including departmental rosters of teaching personnel listing academic rates and summer salary allocations are in the preparation stage and will be presented to the Board through the Executive Committee. In order to fund the budget drafts which include some additional staffing as compared to the 1967 Summer Budgets for the purpose of expanding the Summer School offerings, and in the case of U. T. Austin to pay full pro-rata salaries, additions to the original Summer Budget allocations are in order. These additions are taken from unallocated funds within the 1967-68 Budget; therefore, the transfers reallocate funds but do not increase the total budgets.

It is recommended that the allocations for the 1968 Summer Session Budgets for the academic institutions be adjusted as follows:

1. U. T. Austin

a. Summer Session Faculty Salaries Appropriation (included in 1967-68 Budget)	\$ 2,070,000
b. Transfer from Unallocated Salaries	<u>750,000</u>
c. Amended 1968 Summer Session Faculty Salaries Appropriation	<u>\$ 2,820,000</u>

2. U. T. Arlington

a. Summer Session Faculty Salaries Appropriation (included in 1967-68 Budget)	\$ 900,000
b. Transfer to Unallocated Salaries	<u>189,885</u>
c. Amended 1968 Summer Session Faculty Salaries Appropriation	<u>\$ 710,115</u>

3. U. T. El Paso

a. Summer Session Faculty Salaries Appropriation (included in 1967-68 Budget)	\$ 549,134
b. Transfer from Unallocated Salaries	<u>71,804</u>
c. Amended 1968 Summer Session Faculty Salaries Appropriation	<u>\$ 620,938</u>

7. REGENTS' RULES AND REGULATIONS, PART TWO;  
 AMENDMENT TO CHAPTER I WITH RESPECT TO  
 GIFTS AND GRANTS. -- Below is a Xerox copy of  
 Chancellor Ransom's recommendation:

Chancellor Ransom concurs in the recommendation of W. D. Blunk, Executive Director, Development Board, that Sections 1.3 and 1.4 of Chapter I, Part Two, of the Regents' Rules and Regulations be amended as set out below in the column "Proposed." The current Sections 1.3 and 1.4 are shown below in the column "Present." Mr. Blunk's recommendation follows the recommendation of members of the Business Management Council.

PRESENT

PROPOSED

- |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                               |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                         |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| <p>1.3 The authority to accept gifts to a component institution is delegated to the institutional head when the gift is to a fund, foundation, or enterprise already approved by the Board of Regents or is a continuation of a series which has been previously approved by the Board. <u>[Such]</u> gifts shall be reported <u>[to the Board arranged uniformly]</u> as prescribed by the Office of the Board of Regents by the dockets <u>[of each component institution. Unconditional gifts to The University of Texas at El Paso for support of the athletic program of the institution may be reported to the Board of Regents in the manner prescribed in Section 1.4 following this subsection.]</u></p> <p>1.4 Each institutional head is empowered to accept cash gifts to a component institution of The University of Texas System <u>[of less than \$100]</u>, within the policies of the Board of Regents and Legislature governing the acceptability of gifts, and to deposit such gifts to the appropriate accounts. . . .</p> <p>(1.4) . . . A semi-annual report of such gifts showing name and address of donor, amount, purpose, and date of the gift shall be filed in the Office of the Board of Regents within thirty (30) days after August 31 and February 28 of each year. Such reports from The University of Texas M. D. Anderson Hospital and Tumor Institute at Houston may exclude gifts of \$25 or less.</p> | <p>1.3 The authority to accept gifts to a component institution is delegated to the institutional head when the gift is to a fund, foundation, or enterprise already approved by the Board of Regents or is a continuation of a series which has been previously approved by the Board. Each institutional head is empowered to accept cash gifts to a component institution of The University of Texas System OF \$1,000 OR LESS, within the policies of the Board of Regents and Legislature governing the acceptability of gifts, and to deposit such gifts to the appropriate accounts. ALL GIFTS (EXCEPT THOSE DESCRIBED IN SUBSECTION 1.4 BELOW) shall be reported by the dockets of each component institution as prescribed by the Office of the Board of Regents.</p> <p>1.4 A semi-annual report of such gifts OF LESS THAN \$100 showing name and address of donor, amount, purpose, and date of the gift shall be filed in the Office of the Board of Regents within thirty (30) days after August 31 and February 28 of each year. Such reports from The University of Texas M. D. Anderson Hospital and Tumor Institute at Houston may exclude gifts of \$25 or less.</p> |
|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

8. SYSTEM-WIDE: REPORT ON BANK DEPOSITORY AND PROCEDURES, AND RECOMMENDED AMENDED ROSTER OF DEPOSITORY BANKS, INCLUDING FORMULAE FOR ALLOCATION OF DEPOSITS, AND AMENDMENT TO BANK DEPOSITORY POLICIES. --

Vice Chancellor Walker and Comptroller Anderson submit the following report and recommendation:

The Board of Regents, at the meeting on September 30, 1966, adopted System-wide Bank Depository policies which included formulae for the distribution of funds between the various banks approved as depositories and the allocation between time deposit and demand deposit accounts in those banks.

Since the adoption of these policies, conditions have arisen which have made it necessary to vary from the formulae allocations in order to maintain the maximum rate of earnings on time deposits as well as on total deposited funds. These conditions included the availability of proceeds in large amounts from the sale of Permanent University Fund Bonds, Constitutional Tax Bonds, and Revenue Bonds. Almost the entire amounts of these proceeds, pending the need therefor for construction purposes, were available for time deposit at maximum rates. In some cases the local banks involved declined to accept the bond proceeds on this basis, and in such cases the proceeds have been deposited in other approved depository banks which have been most cooperative in this regard. These banks include the Republic National Bank of Dallas, the Fort Worth National Bank, and the Southwest National Bank of El Paso, and the Bank of the

Southwest, First City National Bank and Texas National Bank of Commerce, all of Houston. As a result, our earnings from time deposits have been kept at a maximum, but these banks have received a larger proportion of funds than specified by the formulae allocations, and there have been consequent modifications to the allocations of the banks which declined the deposits.

In addition to the above variations, the Board of Regents has, from time to time, authorized additions or other changes in banks included on the amended Roster of Depository Banks as approved at the September 30, 1966, meeting. Therefore, it is recommended that the newly amended Roster of Banks, as set out below, and the formulae for allocation of deposits indicated thereon, be approved by the Board of Regents -- subject to the Vice-Chancellor for Business Affairs being authorized to deviate from the approved formulae when it is in the best interests of The University of Texas System to do so:

Roster of Depository Banks  
(Amended)

Formula for  
Allocation of  
Time Deposits

Formula for  
Allocation of  
Demand Deposits

Galveston Medical Branch

60%	First Hutchings Sealy National	60%
30%	Moody National	30%
10%	United States National	10%

Plus:

University National Bank  
and The American Bank  
with Time Deposits of  
\$100,000 each, exclusive  
of the above.

Roster of Depository Banks (Cont'd)  
(Amended)

Formula for  
Allocation of  
Time Deposits

Formula for  
Allocation of  
Demand Deposits

U. T. El Paso

33%	State National	33%
24%	El Paso National	24%
33%	Southwest National	33%
10%	Bank of El Paso ( Formerly Chelmont State Bank)	10%

Dallas Medical School

25%	First National	25%
50%	Republic National	50%
25%	National Bank of Commerce	25%

San Antonio Medical School  
(See Note A)

50%	Frost National	Rotate Demand
25%	National Bank of Commerce	Deposit on Annual
25%	Main Bank and Trust	Basis

*May* (Note A - Accounts to be opened in above San Antonio banks as of ~~September 1~~, 1968 after those banks have executed the revised depository agreements currently in effect. Until that time, deposits of San Antonio Medical School to remain in Austin National Bank.)

U. T. Arlington

15%	First National (Fort Worth)	None
60%	Fort Worth National (Fort Worth)	60%
15%	Arlington Bank & Trust (Arlington)	25%
10%	First National (Arlington)	15%

Roster of Depository Banks (Cont'd.)  
(Amended)

Formula for  
Allocation of  
Time Deposits

Formula for  
Allocation of  
Demand Deposits

U. T. Houston

Dental Branch

40%	Bank of the Southwest	(See Note B)
30%	First City National	(See Note B)
20%	Texas National Bank of Commerce	(See Note B)
10%	Fannin	None

Anderson Hospital

40%	Bank of the Southwest	(See Note B)
30%	First City National	(See Note B)
20%	Texas National Bank of Commerce	(See Note B)
10%	Fannin	None

G.S.B.S.

(Rotate	Bank of the Southwest	(See Note B)
Annually	First City National	(See Note B)
Among the	Texas National Bank of Commerce	(See Note B)
Three Approved Banks)		

(Note B - The demand accounts of the three Houston institutions will be rotated annually between the Bank of the Southwest, The First City National, and the Texas National Bank of Commerce, and will be rotated in such a way that no bank will have the demand accounts of more than one institution at one time.)



Roster of Depository Banks (Cont'd)  
(Amended)

Formula for  
Allocation of  
Time Deposits

Formula for  
Allocation of  
Demand Deposits

U. T. Austin & Central  
Administration

(Prorated  
on Basis of  
Capital,  
Surplus, and  
Undivided  
Profits (including  
Reserves) as  
of December 31  
preceding year)

American National  
Austin National  
Capital National  
City National  
Texas State  
Citizens National

(prorate on  
Basis of  
Capital,  
Surplus, and  
Undivided  
Profits (including  
Reserves.)  
as of  
December 31  
preceding year)

It is further recommended that the Bank Depository Policies be amended by adding to Section 1 the following:

"However, the Vice-Chancellor for Business Affairs is authorized to deviate from the formulae whenever he deems it to be in the best interest of the University System to do so."

If so amended, the Bank Depository Policies will read as follows:

1. The Board of Regents will designate the depository banks for each institution and will adopt formulae for the allocation of demand and time deposits between the depository banks. However, the Vice-Chancellor for Business Affairs is authorized to deviate from the formulae whenever he deems it to be in the best interest of the University System to do so, *— which the V.C. shall report Board*
2. Each institution will keep in its demand accounts only so much of its funds as are required for the efficient management of its fiscal affairs. All of its other funds shall be kept on time deposit. It is anticipated that each institution will normally keep at least 75% of its funds on time deposit.
3. The standard Depository Agreement adopted by the Board of Regents will be offered to each depository bank, but there will be no negotiation with individual banks over the terms of the agreement. Any approved bank which does

not wish to sign the standard form of the agreement will not be a depository bank for The University of Texas System or any component institution thereof.

4. A comprehensive semi-annual report will be made to the Board of Regents by each institution with respect to its deposits and depository banks during the preceding 6 month period.

## **Land & Investment Committee**

## LAND AND INVESTMENT COMMITTEE

Date: April 19, 1968

Time: Following the Medical Affairs Committee

Place: Junior Ballroom, Mezzanine  
Statler Hilton Hotel, Dallas, Texas

### I. PERMANENT UNIVERSITY FUND

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9. Pipe Line Easement No. 2576 (renewal of 1078), Pan American Petroleum Corporation, Andrews County.	10
10. Pipe Line Easement No. 2577, Mobil Oil Corporation, Crane County.	10
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12. Power Line Easement No. 2579 (renewal of 1093), Texas Electric Service Company, Crane and Ector Counties.	10
13. Surface Lease No. 2580 (business site), Bert Kincaid, Jr., Pecos County.	10

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18. Pipe Line Easement No. 2585, Phillips Petroleum Company, Andrews County.	11
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PERMANENT UNIVERSITY FUND -- INVESTMENT MATTERS.--

REPORT OF SECURITIES TRANSACTIONS.--The following securities transactions have been made for the Permanent University Fund from February 1 through March 31, 1968. The Executive Director of Investments, Trusts and Lands recommends approval by the Board of Regents of these transactions:

PURCHASES OF SECURITIES

U. S. GOVERNMENT SECURITIES:

<u>U. S. TREASURY BILLS</u>	<u>Maturity Value Purchased</u>	<u>Market Price at Which Purchased</u>	<u>Total Principal Cost</u>	<u>Equivalent Bond Yield on Cost</u>
Due 4/25/68, purchased on a 4.84% yield basis	\$ 725,000	99.1395556N	\$ 718,761.78	4.95%
Due 6/6/68, purchased on a 5.08% yield basis	<u>1,000,000</u>	99.0968889N	<u>990,968.89</u>	<u>5.20</u>
T O T A L S	<u>\$1,725,000</u>		<u>\$1,709,730.67</u>	<u>5.14%</u>

<u>FHA MORTGAGES</u>	<u>No. of Loans Purchased</u>	<u>Present Principal Balance</u>	<u>Net Principal Cost</u>	<u>Net Purchase Yield*</u>
Various Purchased for February Payment	32	\$ 612,107.15	\$ 574,496.75	6.31%
Various Purchased for March Payment	<u>33</u>	<u>630,305.69</u>	<u>591,574.17</u>	<u>6.31</u>
T O T A L S	<u>65</u>	<u>\$1,242,412.84</u>	<u>\$1,166,070.92</u>	<u>6.31%</u>

\*After servicing costs and based on average life of 12 years.

PURCHASES OF SECURITIES  
(Continued)

CORPORATE SECURITIES:

<u>COMMON STOCKS</u>	<u>No. of Shares Purchased</u>	<u>Average Principal Cost</u>	<u>Total Principal Cost*</u>	<u>Indicated Current Yield on Cost**</u>
Avon Products, Inc.	1,600	118.4	\$ 189,512.72	1.35%
Bristol-Myers Company	4,200	68.8	289,000.06	1.45
Caterpillar Tractor Company	6,600	38.9	256,473.90	3.09
Columbia Broadcasting System, Inc.	11,500	47.0	540,061.20	2.98
FMC Corporation	10,500	33.7	353,795.44	2.23
Federated Department Stores, Inc.	1,400	72.4	101,396.76	2.35
Ford Motor Company	3,100	50.7	157,064.76	4.74
General Foods Corporation	4,400	69.4	305,194.26	3.46
General Motors Corporation	2,000	76.9	153,745.35	4.94
PepsiCo, Inc.	12,000	38.0	455,861.77	2.37
Chas. Pfizer & Company, Inc.	1,600	60.7	97,120.48	2.39
Revlon, Inc.	5,300	74.1	392,920.00	1.89
Shell Oil Company	3,200	50 plus 10 rights	160,000.00	4.60
Square D Company	26,300	21.5	564,171.59	4.43
United Air Lines, Inc.	13,000	45.6	592,555.81	2.19
Xerox Corporation	<u>1,600</u>	241.4	<u>386,284.29</u>	<u>0.58</u>
T O T A L S	<u>108,300</u>		<u>\$4,995,158.39</u>	<u>2.70%</u>

\*Includes brokerage commissions paid.

\*\*Yield at present indicated dividend rates.



SALES OF CORPORATE SECURITIES

BLOCKS OF COMMON STOCKS SOLD

<u>Security Sold</u>	<u>No. of Shares Sold</u>	<u>Net Sales Proceeds</u>	<u>Book Value of Holding</u>	<u>Gain or (Loss) on Sale</u>
C. I. T. Financial Corporation Common Stock	30,400	\$960,720.02	\$949,691.46	\$ 11,028.56
The Kroger Company Common Stock	27,600	721,104.34	849,712.24	( 128,607.90)
The B. F. Goodrich Company Common Stock	5,000	301,864.40	324,830.70	( 22,966.30)

RIGHTS AND FRACTIONAL SHARES SOLD

<u>Security</u>	<u>Net Sales Proceeds#</u>
83,472 rights to subscribe for Potomac Electric Power Co. Common Stock (After writedown, hold 83,472 shares Potomac Electric Power with book value of \$1,522,513.52)	\$3,414.18
3/7ths fractional interest in share of The First National Bank of Chicago Common Stock, received in 1-for-7 stock dividend	22.39

#Cash received deposited to principal endowment and holding of stock involved  
written down by same amount.

EXCHANGES OF TREASURY SECURITIES

B O N D S   E X C H A N G E D			
Description & Par Value Exchanged	Book Value Exchanged*	Amortized Annual Income	Current Rate of Return
(1) 3-1/4s of 5/15/85 (a) \$3,000,000 . . . . . (February Exchange)	<u>\$3,000,259.35</u>	<u>\$ 97,485.18</u>	<u>3.25%</u>
(2) 3-1/2s of 11/15/98 (b) \$9,000,000 . . . . . (March Exchanges)	<u>\$9,029,499.60</u>	<u>\$310,048.40</u>	<u>3.43%</u>

B O N D S   R E C E I V E D						I N C R E A S E   I N	
Description & Par Value Received	Principal Adjustment Required##	Book Value on Interest Exchange Date**	Amortized Annual Income	Current Rate of Return	Rate of Return	Annual Income	
(1) 3-1/2s of 2/15/90 \$3,000,000 \$ -0- (February Exchange)	<u>\$ -0-</u>	<u>\$3,000,259.35</u>	<u>\$104,988.22</u>	<u>3.50%</u>	<u>0.25%</u>	<u>\$7,503.04</u>	
(2) 3-1/2s of 2/15/90 \$9,000,000 \$ -0- (March Exchanges)	<u>\$ -0-</u>	<u>\$9,029,499.60</u>	<u>\$313,659.12</u>	<u>3.47%</u>	<u>0.04%</u>	<u>\$3,610.72</u>	

\*Book value last interest payment date prior to interest exchange date.  
 ##Principal payup required to be paid by University to dealer.  
 \*\*Book value of bonds sent in for exchange adjusted for principal payup or takeout required.

- (a) Makes a total through March of \$42,700,000 par value 3-1/4s of 5/15/85 held exchanged for \$42,700,000 par value 3-1/2s of 2/15/90, leaving \$22,000,000 par value not yet exchanged.
- (2) Makes a total through March of \$48,000,000 par value 3-1/2s of 11/15/98 held exchanged for \$48,000,000 par value 3-1/2s of 2/15/90, leaving \$23,359,000 par value not yet exchanged.

PERMANENT UNIVERSITY FUND - INVESTMENT MATTERS.--

RECOMMENDATION FOR DESIGNATION OF GLENN JUSTICE MORTGAGE COMPANY, INC. AS SELLER-SERVICER FOR FHA MORTGAGE PROGRAM.--It is recommended by the Executive Director of Investments, Trusts and Lands that the following application for designation as Seller-servicer from whom FHA loans may be purchased be approved, and that he be authorized to enter into agreements with such applicant on the form heretofore approved by the Board of Regents:

Dallas

Glenn Justice Mortgage Company, Inc.  
1400 Main Street  
Dallas, Texas 75202  
Glenn W. Justice, President and Director  
James A. Justice, Vice President and Director  
Norfleet Figuers, Senior Vice President  
Total Servicing           \$271,994,230.00  
Net Worth                   606,109.52

RECOMMENDATION FOR REMOVAL OF MAINLAND MORTGAGE COMPANY FROM APPROVED LIST OF SELLER-SERVICERS FOR FHA MORTGAGE PROGRAM.--Mainland Mortgage Company, an approved Seller-servicer in Houston, has recently been acquired by Medical Center National Bank of Houston, also on the approved list, and the Executive Director, Investments, Trusts and Lands, recommends the termination of the contract with Mainland Mortgage Company and removal of the company's name from the approved list.

PERMANENT UNIVERSITY FUND - LAND MATTERS.--

LEASES AND EASEMENTS.--It is recommended by the Executive Director of Investments, Trusts and Lands that the following applications for various leases, easements, and assignments on University Lands be approved. All are at the standard rates, unless otherwise stated, are on the University's standard forms with grazing leases carrying provisions for renewal for an additional five years at negotiated terms. Payments for easements and material source permits have been received in advance unless otherwise stated. All have been approved as to form by a University Attorney and as to content by the Endowment Officer and will be executed by the Executive Director of Investments, Trusts and Lands.

EASEMENTS AND SURFACE LEASES

No.	Company	Type of Permit	County	Location	Distance or Area	Period	Consideration
2568	Mobil Pipe Line Company	Pipe Line	Andrews	Block 4	242.5 rds 4-1/2"	1/1/68 12/31/77	\$ 140.65
2569	Mobil Pipe Line Company	Pipe Line	Andrews	Block 13	52.2 rds 4-1/2"	1/1/67 12/31/76	50.00 (min.)
2570	Community Public Service Company (renewal of 1080)	Power Line	Pecos	Block 26	640 rds	7/1/68 6/30/78	371.20
2571	Community Public Service Company (renewal of 1081)	Power Line	Ward & Winkler	Blocks 18, 20 & 21	4,690 rds	7/1/68 6/30/78	2,720.20
2572	Gulf Oil Corporation (renewal of 1067)	Pipe Line	Andrews	Block 14	327.27 rds 2"	3/15/68 3/14/78	189.82
2573	Phillips Petroleum Company	Pipe Line	Crane	Block 30	126.8 rds 3-1/2"	1/1/68 12/31/77	73.54
2574	Texas Electric Service Company	Power Line	Andrews	Blocks 5, 6,8,9, 10 & 13	222.92 rds	4/1/68 3/31/78	129.29

Leases and Easements - Continued.--

No.	Company	Type of Permit	County	Location	Distance or Area	Period	Consideration
2575	Texas Electric Service Company (renewal of 1074)	Power Line	Andrews, Gaines & Dawson	Blocks 4, 5 & 6	7,279.46 rds	4/1/68 3/31/78	\$ 5,993.94
2576	Pan American Petroleum Corporation (renewal of 1078)	Pipe Line	Andrews	Block 13	3,146.20 rds of various sizes	5/1/68 4/30/78	3,896.72
2577	Mobil Oil Corporation	Pipe Line	Crane	Block 31	1,605.09 rds 6-5/8" 303.03 rds 4-1/2"	3/1/68 2/28/78	2,021.61
2578	Pan American Petroleum Corporation (renewal of 1087)	Pipe Line	Andrews	Block 13	160 rds 8-5/8"	5/1/68 4/30/78	184.00
2579	Texas Electric Service Company (renewal of 1093)	Power Line	Crane & Ector	Blocks 30, 31 & 35	740.34 rds	4/1/68 3/31/78	429.40
2580	Bert Kincaid, Jr.	Surface Lease (Business Site)	Pecos	Block 27	28.9 acres	5/1/68 4/30/69	433.50*
2581	Phillips Petroleum Company	Pipe Line	Andrews	Blocks 4 & 5	151.2 rds 2-3/8"	11/1/67 10/31/77	87.70
2582	Sinclair Oil & Gas Company	Pipe Line	Crockett	Blocks 29 & 33	2,397.4 rds 3"	3/1/68 2/28/78	1,390.49
2583	Sinclair Oil & Gas Company	Pipe Line	Crockett	Block 29	57 rds 2-1/2"	4/1/68 3/31/78	50.00 (min.)

Leases and Easements - Continued.--

No.	Company	Type of Permit	County	Location	Distance or Area	Period	Consideration
2584	Phillips Petroleum Company	Pipe Line	Crane	Block 30	583.4 rds 4-1/2"	1/1/68 12/31/77	\$ 338.37
2585	Phillips Petroleum Company	Pipe Line	Andrews	Block 4	154.1 rds 3-1/2"	12/1/67 11/30/77	89.38
2586	Savage Oil Company, Inc. (renewal of 1440)	Surface Lease (Business Site)	El Paso	Block "L"	4.303 acres	2/1/69 1/31/70	900.00**
2587	Savage Oil Company, Inc. (renewal of 1441)	Surface Lease (Business Site)	El Paso	Block "L"	3 acres	2/1/69 1/31/70	500.00***
2588	El Paso Natural Gas Company (renewal of 1102 and 1116)	Pipe Line	Andrews	Blocks 1 & 9	31.042 rds 4" 7.152 rds 4-1/2"	7/1/68 6/30/78	50.00 (min.)
2589	El Paso Natural Gas Company (renewal of 1115)	Pipe Line	Andrews	Block 1	278.182 rds 6-5/8"	8/1/68 7/31/78	319.91
2590	Texas Electric Service Company	Power Line	Andrews	Blocks 13 & 14	498.24 rds	4/1/68 3/31/78	288.98
2591	Gulf Refining Company	Surface Lease (Pump Station Site)	Crane	Block 31	2.5 acres	4/1/68 3/31/69	50.00* (min.)

\*Renewable from year to year, not to exceed a total of ten (10) years. Consideration shown is for the first year's rental.

\*\*Renewable from year to year, not to exceed a total of ten (10) years. Annual rental of \$900 is to be paid for the first 5 years and \$1,200 for the remaining five years if option to renew is taken.

\*\*\*Renewable from year to year, not to exceed a total of ten (10) years. Annual rental of \$500 is to be paid for the first 5 years and \$750 for the remaining five years if option to renew is taken.

MATERIAL SOURCE PERMITS

<u>No.</u>	<u>Grantee</u>	<u>County</u>	<u>Location</u>	<u>Quantity</u>	<u>Consideration</u>
333	H. E. R. Construction Company, Inc.	Andrews	Block 9	474 cubic yards	\$ 137.46
334	New-Mex Construction Company, Inc.	Andrews	Block 11	2,075 cubic yards	601.75
335	George R. Bentley Construction Company	Ward	Block 16	530 cubic yards	153.70

REPORT ON CLEARANCE OF MONIES TO PERMANENT UNIVERSITY FUND AND AVAILABLE FUND.--The Auditor, Oil and Gas Production, reports the following with respect to monies cleared by the General Land Office to the Permanent University Fund and Available University Fund for the current fiscal year through March, 1968, as follows:

<u>Permanent University Fund</u>	March, 1968	Cumulative This Fiscal Year	Cumulative Preceding Fiscal Year (Averaged)
Royalty - Oil	\$ 1,726,008.78	\$ 8,634,997.76	\$ 8,437,461.48
Gas - Regular	102,947.50	677,948.96	631,681.26
- F. P. C.	-0-	-0-	93.03
Water	5,309.18	57,706.84	63,954.73
Salt Brine	878.89	8,247.80	6,848.10
Rental on Mineral Leases	-0-	115,984.14	163,935.59
Rental on Water Contracts	-0-	797.96	3,077.06
Amendments and Extensions of Mineral Leases	147,361.40	148,421.55	8,120.14
	<u>1,982,505.75</u>	<u>9,644,105.01</u>	<u>9,315,171.39</u>
Bonuses, Mineral Lease Sales (actual)	-0-	2,426,400.00	917,000.00
Total - Permanent University Fund	\$ <u>1,982,505.75</u>	\$ <u>12,070,505.01</u>	\$ <u>10,232,171.39</u>
<u>Available University Fund</u>			
Rental on Easements	33,516.42	191,121.44	95,051.39
Interest on Easements and Royalty	1.00	33.29	47.81
Correction Fees-Easements	-0-	-0-	-0-
Transfer and Relinquishment Fees	8.17	1,726.28	1,003.45
	<u>33,525.59</u>	<u>192,881.01</u>	<u>96,102.65</u>
Total - Available University Fund	\$ <u>33,525.59</u>	\$ <u>192,881.01</u>	\$ <u>96,102.65</u>
TOTAL - Permanent and Available University Funds	\$ <u><u>2,016,031.34</u></u>	\$ <u><u>12,263,386.02</u></u>	\$ <u><u>10,328,274.04</u></u>
 <u>Oil and Gas Development - March 31, 1968</u>			
Acreage under Lease	634,570		
Number of Producing Acres	305,398		
Number of Producing Leases	1,371		



PERMANENT UNIVERSITY FUND - BOND MATTERS.--

PERMANENT UNIVERSITY FUND BONDS, NEW SERIES 1968-  
RECOMMENDATION RE BOND COUNSEL, PRINTING, PAYING AGENCY,  
MISCELLANEOUS COSTS, BIDS FOR BONDS, ETC.--It is recommended  
by the Executive Director, Investments, Trusts and Lands, that Perma-  
nent University Fund Bonds, New Series 1968, be issued in the total  
amount of \$15,000,000; that the firm of McCall, Parkhurst & Horton be  
named as bond counsel; and that the Executive Director of Investments,  
Trusts and Lands be authorized to advertise for bids for the bonds, paying  
agency and printing. (Specific dates to be discussed and decided upon at  
the meeting on April 19, 1968,)

It is further recommended by the Executive Director, Investments, Trusts  
and Lands, that an account be set up in the amount of \$15,000 for Miscellaneous  
Costs - Permanent University Fund Bonds, New Series 1968, for payment of print-  
ing, bond counsel fees, postage and other costs of the issue. The funds for the  
Miscellaneous Costs account are to come from bond proceeds.

TRUST AND SPECIAL FUNDS -- INVESTMENT MATTERS.--

REPORT OF SECURITIES TRANSACTIONS.--The following securities transactions have been made for the Trust and Special Funds from February 1 through March 31, 1968. The Executive Director of Investments, Trusts and Lands recommends approval by the Board of Regents of these transactions:

PURCHASES OF SECURITIES

<u>Date of Purchase</u>	<u>Security and Fund</u>	<u>Principal Cost</u>
2/28/68	\$8,131.11 par value Austin National Bank 5-1/2% Time Certificate of Deposit, dated 2/28/68, due 8/28/68, at par (E. Bagby Atwood Memorial Library Fund - Temporary)	\$ 8,131.11
3/ 8/68	\$102,750.00 par value American National Bank 5-1/2% Time Certificate of Deposit, dated 3/8/68, due 9/8/68, at par (J. C. Thompson Memorial Fund - Temporary)	102,750.00
	\$61,650.00 par value Capital National Bank 5-1/2% Time Certificate of Deposit, dated 3/8/68, due 9/8/68, at par (Joe C. Thompson Memorial Fund - Southland Corporation Employees - Temporary)	61,650.00
	\$41,100.00 par value Ditto (Joe C. Thompson Memorial Fund - Various Donors - Temporary)	41,100.00
3/22/68	\$840.00 par value Austin National Bank 5% Time Certificate of Deposit, dated 3/22/68, due 3/22/69, at par (The Walter Marion Manly III Publication Fund The Rare Book Collection - Temporary)	840.00
	\$5,000.00 par value Austin National Bank 5% Time Certificate of Deposit, dated 3/22/68, due 9/22/68, at par (Development Board - Development Projects and Publications - Temporary)	5,000.00
3/29/68	200 Shares Chas. Pfizer & Co., Inc. Common Stock at 61-1/8	12,315.22
	300 Shares Federated Department Stores, Inc. Common Stock at 72	21,738.60
	700 Shares First National City Bank (New York) Capital Stock, purchased 200 at 59-3/4 Net and 500 at 59-1/2 Net (The University of Texas System Common Trust Fund)	41,700.00
	300 Shares Texaco Inc. Capital Stock, purchased 100 at 72-3/8 and 200 at 72-1/4	21,826.20
	400 Shares Bankers Trust New York Corporation Capital Stock at 64 Net (Frank B. Cotton Trust - Endowment Account - U. T. El Paso)	25,600.00

SALES OF SECURITIES

Date Sold	Security and Fund	Principal Proceeds
2/ 2/68	375 Shares Texas Instruments Incorporated Common Stock, sold 300 at 89-1/4 and 75 at 89 (Loss on sale over book value \$6,835.03) ("Corporate Biology Project - Dr. P. O'B. Montgomery" - Dallas Medical School)	\$33,243.10
2/ 9/68	3 Shares Sun Oil Co. Common Stock, sold at 64-7/8 (Lloyd A. Nelson Professorship in Geology - U. T. El Paso)	188.47
2/21/68	6,956 rights to subscribe for Potomac Electric Power Co. Common Stock, sold 6,900 at 3/64ths and 56 at 2/64ths (Proceeds distributed: From 2420 rights to The University of Texas System Common Trust Fund From 1836 rights to Hogg Foundation: W. C. Hogg Estate Fund From 1000 rights to Hogg Foundation: Varner Properties From 1100 rights to Archer M. Huntington Museum Fund From 100 rights to The William Heuermann Fund for Cancer Research - Anderson Hospital From 500 rights to The James W. McLaughlin Fellowship Fund - Reserve for Depletion - Galveston Medical Branch)	( 290.39)  101.03# 76.65# 41.75# 45.92#  4.17# 20.87#
2/22/68	1/2 Share The Southland Corporation Common Stock, received in 50% stock dividend (Joe C. Thompson Memorial Fund - Various Donors)	20.00#
3/ 6/68	1,200 rights to subscribe for Consolidated Edison Co. of New York, Inc. Cumulative Preference Stock, 6% Convertible Series B (\$100 par), sold at 3/64ths (Proceeds distributed: From 1000 rights to Hogg Foundation: W. C. Hogg Estate Fund From 200 rights to The William Heuermann Fund for Cancer Research - Anderson Hospital)	( 50.24)  41.87# 8.37#
3/11/68	50 Shares Tyler Pipe & Foundry Co. Common Stock, sold at 17.9674 Net (Proceeds distributed: To Louis Squyres Masters Fellowship in Graduate Business School To Ex-Students' Association To Longhorn Band Scholarship Fund)	( 898.37)  600.00 100.00 198.37

#Cash received deposited to principal endowment and holding of stock involved written down by same amount.

THE UNIVERSITY OF TEXAS SYSTEM COMMON TRUST FUND - RECOMMENDATION RE ADDITIONS.--The Executive Director of Investments, Trusts and Lands recommends that the following supplemental additions made to the Common Trust Fund on March 1, 1968 be approved:

Fund	Recommended Addition
The American Theatre Scholarship - Drama (NEW FUND)	\$ 249.00
E. Bagby Atwood Memorial Graduate Scholarship in English (\$6,935.77 already in Common Trust Fund)	73.58
The Accounting Education Fund (College of Business Administration Foundation) (\$47,952.10 already in Common Trust Fund)	85.00
J. L. Mosle Memorial Scholarship Fund (Department of Finance) (College of Business Administration Foundation) (\$4,364.87 already in Common Trust Fund)	5.00
Morgan and Hamah Smith Callaway Fund (\$18,923.59 already in Common Trust Fund)	228.37
Emma Frances Clark Fellowship in Psychology (\$26,761.82 already in Common Trust Fund)	321.41
Roy Crane Awards in the Arts (\$10,238.61 already in Common Trust Fund)	24.44
J. C. Dolley Finance Education Fund (\$132.84 already in Common Trust Fund)	1.73
Frederick Eby Research Prize in Humanistic Studies in Eduation (\$1,769.01 already in Common Trust Fund)	295.00
1966 M. E. Class Fund (College of Engineering Foundation) (\$86.55 already in Common Trust Fund)	15.50
T. U. Taylor Scholarship Fund (College of Engineering Foundation) (\$1,890.00 already in Common Trust Fund)	1,622.00
Department of Drama Ex-Students Scholarship Fund (College of Fine Arts Foundation) (\$10,188.20 already in Common Trust Fund)	25.40
Minelma Brown Lockwood Scholarship Fund (Drama) (College of Fine Arts Foundation) (NEW FUND)	1,000.00
Mavis Alexander Fitzgerald Awards (\$191.69 already in Common Trust Fund)	2.60
Mary E. Gearing Bequest for Child Welfare and Parent Education Foundation (\$38,537.18 already in Common Trust Fund)	424.84
Hal P. Bybee Memorial Fund (Geology Foundation) (\$151,713.52 already in Common Trust Fund)	50.00
Robert H. Cuyler Memorial Scholarship in Geology (Geology Foundation) (\$13,732.57 already in Common Trust Fund)	220.00

COMMON TRUST FUND - RECOMMENDATION RE ADDITIONS  
(Continued)

Fund	Recommended Addition
Guy E. Green Scholarship Fund (Geology Foundation) (\$8,799.25 already in Common Trust Fund)	\$ 25.00
Frederick W. Simonds Memorial Scholarship in Geology (Geology Foundation) (\$19,930.80 already in Common Trust Fund)	69.20
F. L. Whitney Memorial Book Fund - Various Donors (Geology Foundation) (\$2,157.80 already in Common Trust Fund)	50.00
The Gilbreth Award Fund (\$405.40 already in Common Trust Fund)	4.90
Hinds-Webb Scholarship Fund (\$113.95 already in Common Trust Fund)	1.26
Thos. E. Hogg - Residuary Legacy (\$3,613.10 already in Common Trust Fund)	40.90
Jesse H. Jones Professorship in Graduate School of Business (\$51,044.01 already in Common Trust Fund)	549.39
Journalism Department - Various Donors (\$13,826.54 already in Common Trust Fund)	246.80
The Will H. Mayes Scholarship in Journalism (\$5,146.36 already in Common Trust Fund)	54.46
The Roger Q. Mills Scholarship Fund (\$58.70 already in Common Trust Fund)	1.54
The Perry and Tommie Patterson Fellowship in Political Science (\$545.12 already in Common Trust Fund)	5.72
Lora Lee Pederson Scholarship Fund, Graduate School of Social Work (\$3,983.78 already in Common Trust Fund)	61.13
The Senior Class Endowment Fund (Pharmaceutical Foundation) (\$8,704.95 already in Common Trust Fund)	10.00
Alma Jacobs House Piner Fund (\$7,393.02 already in Common Trust Fund)	91.20
Milton Brockett Porter Memorial Fund (\$43.75 already in Common Trust Fund)	1.13
DeWitt Reddick Journalism Scholarship Fund (\$3,529.49 already in Common Trust Fund)	40.17
Charles Morton Share Trust Scholarship Fund (NEW FUND)	5,000.00
The Amanda Stoltzfus Memorial Trust Fund (\$2,881.28 already in Common Trust Fund)	44.96

COMMON TRUST FUND - RECOMMENDATION RE ADDITIONS  
(Continued)

Fund	Recommended Addition
Mollie Fitzhugh Thornton Music Scholarship Fund (\$420.28 already in Common Trust Fund)	\$ 4.49
John Arch White Professorship in Business Administration (\$35,919.05 already in Common Trust Fund)	12,600.00
The Robert Cantrell Feamster Foundation (Galveston Medical Branch) (\$2,839.18 already in Common Trust Fund)	34.95
Arild E. Hansen Lectureship Fund (Galveston Medical Branch) (\$6,500.00 already in Common Trust Fund)	500.00
The Gaynelle Robertson and Edgar J. Poth Forum Fund for Ophthalmology and General Surgery (Galveston Medical Branch) (\$40,071.95 already in Common Trust Fund)	26.19
Charlotte Warmoth Professorship in Hematology (Department of Internal Medicine)(Formerly Charlotte Warmoth Fund) (Galveston Medical Branch) (\$80,562.71 already in Common Trust Fund)	19,437.29
William N. and Ida Zinn Alpha Omega Alpha Scholarship Fund (Galveston Medical Branch) (\$2,753.26 already in Common Trust Fund)	39.93
Gillette Professorship of Obstetrics and Gynecology (Dallas Medical School) (\$10,267.34 already in Common Trust Fund)	6.40
Fessinger Memorial Lecture Fund (U. T. El Paso) (\$2,450.15 already in Common Trust Fund)	1,441.96
Library Endowment Fund (U. T. El Paso) (\$2,877.00 already in Common Trust Fund)	284.00
Lloyd A. Nelson Professorship in Geology (U. T. El Paso) (\$51,737.08 already in Common Trust Fund)	2,431.13
Lucille T. Stevens Bequest for Scholarships (U. T. El Paso) (\$41,322.02 already in Common Trust Fund)	1,334.12
Total supplemental additions to Common Trust Fund on 3/1/68	<u>\$49,082.09*</u>

\*The above total of \$49,082.09 submitted for approval, which supplements previously approved additions of \$110,500.94, for a total of \$159,583.03 added to the Common Trust Fund on March 1, 1968, for a new book value of \$6,903,359.37.

(Following Page L & I -25 , there is a review of The University of Texas System Common Trust Fund as of February 29, 1968. This is for information and will not be included in the Land and Investment Committee Report.)

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

GALVESTON MEDICAL BRANCH - RECOMMENDATION FOR AMENDMENT OF AGREEMENT WITH THE WOMAN'S CLUB OF SAN ANTONIO RE THE ISABELLA H. BRACKENRIDGE SCHOLARSHIP FUND.--By agreement between The Woman's Club of San Antonio and the Board of Regents, dated July 4, 1904, and accepted by the Board at its meeting of September 26, 1904, there was established the "Isabella H. Brackenridge Scholarship in the School of Medicine in The University of Texas." The original amount was a \$5,000 City of San Antonio Improvement District #2 bond at 5% interest due December 1, 1943. The income was to be used to award a scholarship of not more than \$30 per month for 8 months to a girl in the School of Medicine above the freshman class who attained the highest general average the previous session. The agreement provided the Board of Regents would place the fund "with its Treasurer for custody, management, loan and investment from time to time under the rules of law regulating the loan and investment of public school funds of the State of Texas. . ." and the funds were placed in the State Treasury. The fund now amounts to \$8,566.73, all in cash after some bond maturities.

After correspondence and conferences with the officers of The Woman's Club of San Antonio, it has been agreed that the original agreement should be amended to place the fund in the custody of the University, rather than the State Treasury; add it to the University's Common Trust Fund; increase the annual award, with excess income over the award to be added to principal; and give first consideration in awarding the scholarships to qualified girls from Bexar County.

It is recommended by the Executive Director, Investments, Trusts and Lands, that the amended agreement be approved, as outlined above, and that the Chairman of the Board of Regents be authorized to execute the agreement after it has been approved as to content by the Executive Director, Investments, Trusts and Lands, and as to form by a University Attorney.

U. T. AUSTIN - MURRAY CASE SELLS ESTATE - APPOINTMENT OF MR. FLOYD O. SHELTON AS THE UNIVERSITY'S REPRESENTATIVE ON THE BOARD OF DIRECTORS OF SELLS PETROLEUM INCORPORATED.--Mr. A. W. Walker, Jr., attorney of Dallas and former U. T. Law School faculty member, has served as the University's member on the Board of Directors of Sells Petroleum Incorporated since 1961. Prior to the annual meeting of stockholders and directors held in Dallas on February 26, Mr. Walker suggested that he be succeeded by Mr. Floyd O. Shelton, Executive Director, Investments, Trusts and Lands, so as to provide more direct communications between the University and the Corporation. Mr. Shelton attended the annual meeting and was elected to the Board of Directors and recommends that this action be ratified by the Board of Regents. The interest of the University in Sells Petroleum Incorporated and remainder of the Sells Estate is 5%, and the other 95% is divided among 9 colleges and universities.

GALVESTON MEDICAL BRANCH - MEETING OF TRUSTEES OF THE ROBERTSON POTH FOUNDATION.--In line with authorization by the Board of Regents at its December meeting, Regents Erwin, Ikard and Josey and their successors as Chairman of the Board of Regents, Chairman of the Medical Affairs Committee, and Chairman of the Land and Investment Committee have been appointed the substitute Trustees of The Robertson Poth Foundation, effective December 31, 1967, and it is recommended that the Trustees hold an organizational meeting at the April meeting of the Board of Regents. The original Trust Indenture under which Dr. Edgar J. Poth and Dr. Gaynelle Robertson Poth, members of the Galveston Medical Branch faculty, established the Foundation, provides for meetings of the Trustees "at least once in each calendar year, at such time and place, and upon such notice as the rules and regulations of the Trustees may provide."

A financial report on the Foundation as of December 31, 1967, will be mailed to the Trustees in advance of the meeting or will be distributed at the meeting. The assets of the Foundation, comprised entirely of common stocks, except for 2 pieces of real estate, amount to approximately \$260,000. Both Dr. Poth and Mrs. Poth have executed wills leaving the bulk of their estates to the Foundation for use at the Galveston Medical Branch. The purposes set out in the original Trust Indenture are for medical research and publication in ophthalmology and general surgery at the Galveston Medical Branch or at other medical institutions.

The following is a suggested agenda for the meeting of the Trustees:

1. Election of Officers. The Trust Indenture provides that ". . .the Trustees shall elect annually from their number a Chairman and a Vice-Chairman and shall likewise appoint annually a Secretary and a Treasurer. One person may, if the Trustees so determine, be elected Chairman and Treasurer; likewise one person may, if the Trustees shall so determine, be elected Secretary and Treasurer; but one person shall not serve at the same time as both Chairman and Secretary. The Secretary and Treasurer need not be Trustees. All of such officers shall hold office for one year and thereafter until their respective successors shall be elected and appointed. . ." The instrument further provides that the Secretary will keep minutes of each meeting.
2. Revocation of By-laws and Authorization for Treasurer to Handle Accounting and Financial Matters through The University of Texas at Austin. The Trust Indenture provides that the Trustees may adopt By-laws. The By-laws adopted June 6, 1953, are still in effect until revoked by the Trustees. These By-laws are not adapted to operation of the Foundation under the new Trustees, and it is recommended that they be revoked.

It is further recommended that the Trustees authorize the Secretary-Treasurer, with the understanding that all transactions will be handled in accordance with the terms of the Trust Indenture and University practices and regulations where not in conflict with the Trust Indenture, to:



- (a) Deliver all bonds, stock certificates, evidence of indebtedness and the like to the Auditor of The University of Texas at Austin for safekeeping and recording on the books of the University under the Endowment Funds (other than State) section of the ledger and for handling in line with rules and regulations of the University pertaining to such Endowment Funds.
  - (b) Endorse all checks and drafts payable to The Robertson Poth Foundation to the order of The University of Texas and deliver them to the Auditor of the University at Austin for handling and recording and deposit in Trust Funds bank accounts in accordance with rules and regulations of the University covering such receipts from Endowment Funds.
  - (c) Sign University of Texas voucher forms for issuance of checks by the Auditor of the University at Austin for payment of expenses and obligations of The Robertson Poth Foundation from funds held for the Foundation, all to be in accordance with University rules and regulations covering such Trust Funds.
  - (d) Invest and reinvest the principal of the Fund in accordance with Rules and Regulations of the Board of Regents of The University of Texas System governing investment of Trust and Special Funds of the University.
3. Authorization for Execution of Instruments on Behalf of the Foundation. The Trust Indenture provides as follows:

"Any assignment, transfer, bill of sale, deed, conveyance, receipt, check, draft, note or any other document or paper whatsoever executed by or on behalf of the Trustees shall be sufficiently executed if signed by the person or persons authorized to do so by the resolution of the Trustees duly adopted at any meeting and in accordance with the terms of such resolution. Any person dealing with the Trustees as such shall not be required to see to the application of any funds paid over to the Trustees in their trust capacity."

It is recommended that the Trustees authorize execution of instruments referred to in the foregoing quotation by their Chairman, or in his absence or inability to act, by their Vice-Chairman.

4. Recommendation for Authority to Sell Texas City Real Estate. The Foundation owns 2 pieces of real estate, one being 5 acres with no improvements in Aransas County. The other is a tract of ground approximately 22-1/2 feet by 175 feet on Third Avenue North in Texas City improved with a hollow-tile building 21 feet by 70 feet which appears to have been vacant for 5 or 6 years. There was an appraisal of \$12,000 in 1960 when the property was conveyed to the Foundation. However, it is in a neighborhood where values have not held up in recent years, and there appears to be little prospect of renting the property short of spending a sizable sum for repairs and remodeling. There has been no recent appraisal, but it appears that \$5,000 probably is the top present market value.

Under the circumstances, it is recommended that the Trustees authorize its Secretary-Treasurer to obtain a current independent appraisal and to sell the property for not less than the value shown by the appraisal by listing with a Texas City realtor at 6% sales commission, any sale to be approved by the Chairman of the Trustees.

GALVESTON MEDICAL BRANCH - AUTHORIZATION BY THE BOARD OF REGENTS FOR ARRANGEMENT WITH THE TRUSTEES OF THE ROBERTSON POTH FOUNDATION FOR ACCOUNTING AND FINANCIAL MATTERS.--The Executive Director, Investments, Trusts and Lands, recommends that the Board of Regents authorize the University staff to handle accounting and financial transactions for The Robertson Poth Foundation in line with authority regarding such matters given by the Trustees of the Foundation to its Secretary-Treasurer.

TRUST AND SPECIAL FUNDS - REAL ESTATE MATTERS.--

U. T. EL PASO - FRANK B. COTTON TRUST - CORRECTION RE LEASE TO N. C. RIBBLE.--At the January, 1968 meeting, approval was given for renewal of the lease to N. C. Ribble on Cotton Trust Property in El Paso for a period of 20 years from March 1, 1968. By mistake it was recommended that the rental for the third five-year period be the greater of \$1,143.24 per month or 1/12 of 6% of the valuation of such land established by an appraisal as of March 1, 1978.

The agreement which had been reached with Lessee, and which it was agreed would be recommended for the Regents' consideration and approval, was that the monthly rental for such third five-year period would be 1/12 of 6% of the valuation of the land as of March 1, 1978.

The Executive Director, Investments, Trusts and Lands, respectfully recommends that the correction in the record and the provisions of the proposed renewal lease be approved.

U. T. AUSTIN - BRACKENRIDGE TRACT - RECOMMENDATION FOR SURVEYING.--Senate Bill 211 passed at the last session of the Legislature authorizes the Board of Regents to sell or lease any or all of the Brackenridge Tract, stipulating that any sales will be by public auction or by sealed bids but with the Board of Regents authorized to negotiate leases. Prior to passage of this bill, the Board of Regents purchased by deed dated December 27, 1966, the contingent future interests of Jackson County. After passage of the bill, a trespass to try title suit was filed by the Attorney General in the District Court of Travis County, Texas, 126th Judicial District, styled Board of Regents of The University of Texas System v. County Commissioners of Jackson County, Texas, et al, Cause No. 159,947. The case was tried on October 11, 1967, and judgment entered vesting in the Board of Regents fee simple title to the Brackenridge Tract.

Due to the need for current maps and accurate marking of the boundaries, the University Attorney, the Vice President for Business Affairs, U. T. Austin, the Director of Facilities Planning and Construction, and the Executive Director, Investments, Trusts and Lands, recommend that the Board of Regents authorize the Executive Director, Investments, Trusts and Lands, to employ Metcalfe Engineering Company of Austin to survey all of this property, of course taking into account surveying which has been done in the past, and to mark adequately all boundaries and furnish complete maps. The cost of the surveying estimated at less than \$10,000, will be paid from Brackenridge Land Rentals, Account No. 30-8801-9500, with a present balance of approximately \$12,500.

U. T. AUSTIN - ARCHER M. HUNTINGTON MUSEUM FUND - RECOMMENDATION FOR CHANGE IN LOCATION OF DRILLING SITE RESERVED IN DEED.  
--In 1964, the Board of Regents sold to W. W. Sherrill, Trustee, approximately 276 acres on Wilson Point, Galveston County, reserving all minerals and three drilling sites of 2.5 acres each. Mr. Sherrill was acting for Jamaica Corporation.

About the time of the sale, the Board of Regents made an oil and gas lease to Humble Oil & Refining Company covering this acreage. Within the next year, two dry holes were drilled in Jones Bay, near this acreage, and Humble dropped the lease on the first rental payment date. There has been no lease proposal since then. Jamaica Corporation is now developing this property and has requested a change in location of one of the drilling sites amounting to about 300', and a small change in the shape of the site. The area will remain 2.5 acres. The Geologist in Charge, University Lands, agrees with a consulting engineer employed by Jamaica that this change will not result in any damage to the University's mineral ownership. The Executive Director, Investments, Trusts and Lands recommends that the Board of Regents authorize this change in location.

THE UNIVERSITY OF TEXAS SYSTEM COMMON TRUST FUND  
(Account No. 57-0200-0000)  
As of February 29, 1968

Par Value or No. Shs.	Description	Book Value		Current Yield		Current Mkt. Price 2/29/68*	Current Mkt. Value 2/29/68	% of Total		Estimated Annual Income
		2/29/68		Book	Market			Book	Market	
<u>FIXED INCOME SECURITIES</u>										
1. <u>U. S. Government Bonds:</u> (1)										
\$ 10,000	4% Treasury Bonds, due 10/1/69	\$ 9,922.52		4.43%	5.40%	97.8750	\$ 9,787.50	0.15%	0.13%	\$ 438.74
30,000	2-1/2% Treasury Bonds, due 3/15/70-65	28,987.00		3.98	4.99	95.1875	28,556.25	0.43	0.39	1,155.20
12,000	2-1/2% Treasury Bonds, due 6/15/72-67	11,214.57		4.23	5.02	90.2500	10,830.00	0.17	0.15	474.54
20,000	2-1/2% Treasury Bonds, due 12/15/72-67	19,203.10		3.43	5.04	89.1875	17,837.50	0.28	0.25	659.39
12,000	3-7/8% Treasury Bonds, due 11/15/74	12,114.66		3.70	5.42	91.2500	10,950.00	0.18	0.15	448.64
35,500	3-1/4% Treasury Bonds, due 6/15/83-78	33,702.68		3.76	5.20	79.3125	28,155.94	0.50	0.39	1,268.51
57,000	3% Treasury Bonds, due 2/15/95	49,616.04		4.00	4.31	79.0000	45,030.00	0.73	0.62	1,983.44
<u>176,500</u>	TOTAL U. S. GOVERNMENT BONDS	<u>164,760.57</u>		<u>3.90</u>			<u>151,147.19</u>	<u>2.44</u>	<u>2.08</u>	<u>6,428.51</u>
2. <u>Texas Municipal Bonds:</u> (a)										
4,000	City of Denton 3% School Building Bonds, Series 1947, due 5/1/72	4,000.00		3.00	3.00		4,000.00	0.06	0.06	120.00
2,000	McLennan County 4-1/2% Road Bonds, Series F of 1931, due 10/10/68	2,020.02		3.46	3.46		2,020.02	0.03	0.02	69.98
4,000	City of Marshall 3-1/4% Waterworks Improvement Bonds, due 2/15/76	4,000.00		3.25	3.25		4,000.00	0.06	0.06	130.00
<u>10,000</u>	TOTAL TEXAS MUNICIPAL BONDS	<u>10,020.02</u>		<u>3.19</u>			<u>10,020.02</u>	<u>0.15</u>	<u>0.14</u>	<u>319.98</u>
3. <u>Corporate Bonds:</u>										
<u>Industrial Corporations Bonds--</u> (2)										
10,000	Allied Chemical & Dye Corp. 3-1/2% Debs., due 4/1/78	9,902.35		3.63	6.00	80-1/2	8,050.00	0.15	0.11	359.30
15,000	Aluminum Co. of America 4-1/4% S. F. Debs., due 1/1/82	15,056.00		4.21	6.15	82-3/8	12,356.25	0.22	0.17	633.50
60,000	Deere & Co. 4-1/2% Debs., due 10/31/86	60,171.38		4.47	6.44	81	48,600.00	0.89	0.67	2,690.98
10,000	General Electric Co. 3-1/2% Debs., due 5/1/76	10,034.51		3.45	6.13	82-3/4	8,275.00	0.15	0.11	345.94
18,000	General Motors Corp. 3-1/4% Debs., due 1/1/79	17,081.28		3.91	6.00	78	14,040.00	0.25	0.19	668.52
10,000	P. Lorillard Co. 4-7/8% S. F. Debs., due 6/1/86	9,883.82		5.00	6.25	85	8,500.00	0.15	0.12	493.79

THE UNIVERSITY OF TEXAS SYSTEM COMMON TRUST FUND

As of February 29, 1968

(Continued)

Par Value or No. Shs.	Description	Book Value 2/29/68	Current Yield		Current Mkt. Price 2/29/68*	Current Mkt. Value 2/29/68	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
3. Corporate Bonds: (Continued)									
<u>Industrial Corporations Bonds-- (Continued)</u>									
					(2)				
\$ 15,000	National Steel Corp. 3-7/8% Series, First Mtge. Bonds, due 11/1/86	\$ 14,841.54	3.97%	6.20%	74-1/4	\$ 11,137.50	0.22%	0.15%	\$ 589.50
250,000	Pet Incorporated 5-7/8% S. F. Debs., due 6/1/92	247,543.63	5.97	6.36	94	235,000.00	3.67	3.24	14,787.70
8,000	Procter & Gamble Co. 3-7/8% S. F. Debs., due 9/1/81	7,961.08	3.93	6.32	78	6,240.00	0.12	0.09	312.70
29,000	Sears, Roebuck and Co. 4-3/4% S. F. Debs., due 8/1/83	29,611.01	4.52	6.00	87-5/8	25,411.25	0.44	0.35	1,338.00
15,000	Standard Oil Co. of California 4-3/8% S. F. Debs., due 7/1/83	13,256.25	5.80	6.20	82	12,300.00	0.20	0.17	768.70
38,000	Standard Oil Co. (Indiana) 4-1/2% Debs., due 10/1/83	36,851.52	4.84	6.02	84-5/8	32,157.50	0.54	0.44	1,781.70
17,000	United States Steel Corp. 4% S. F. Debs., due 7/15/83	15,979.17	4.67	6.12	79	13,430.00	0.24	0.19	745.80
<u>495,000</u>	<u>Total Industrial Corporations Bonds</u>	<u>488,173.54</u>	<u>5.23</u>			<u>435,497.50</u>	<u>7.24</u>	<u>6.00</u>	<u>25,516.60</u>
<u>Public Utility Corporations Bonds--</u>									
<u>LIGHT &amp; POWER:</u>									
					(2)				
20,000	Central Power & Light Co. 4-3/4% First Mtge. Bonds, Series I, due 4/1/89	17,654.78	6.00	6.15	83-3/8	16,675.00	0.26	0.23	1,059.00
8,000	Commonwealth Edison Co. 3-1/4% First Mtge. Bonds, Series Q, due 7/1/82	6,241.44	6.11	6.15	72-3/8	5,790.00	0.09	0.08	381.20
50,000	Ditto, 5-1/4% Series V Bonds, due 4/1/96	50,721.62	5.13	6.10	88-5/8	44,312.50	0.75	0.61	2,599.60
10,000	Ditto, 4-5/8% S. F. Debs., due 1/1/2009	9,959.00	4.65	6.20	76-3/4	7,675.00	0.15	0.11	463.50
18,000	Consolidated Edison Co. of New York, Inc., 3-1/2% Series I, First & Ref. Mtge. Bonds, due 2/1/83	16,012.80	4.76	6.35	72-5/8	13,072.50	0.24	0.18	762.40
5,000	Ditto, 5% Series N Bonds, due 10/1/87	5,374.00	4.30	6.23	86	4,300.00	0.08	0.06	231.30
29,000	Ditto, 4-3/8% Series V Bonds, due 6/1/92	28,488.65	4.81	6.35	75-5/8	21,931.25	0.42	0.30	1,371.00
20,000	Ditto, 4-5/8% Series AA Bonds, due 12/1/93	18,758.76	5.19	6.30	78-3/4	15,750.00	0.28	0.22	972.70
11,000	Consolidated Natural Gas Co. 5% Debs., due 9/1/82	11,582.90	4.41	6.13	89-3/8	9,831.25	0.17	0.14	511.10

THE UNIVERSITY OF TEXAS SYSTEM COMMON TRUST FUND

As of February 29, 1968

(Continued)

Par Value or No. Shs.	Description	Book Value 2/29/68	Current Yield		Current Mkt. Price 2/29/68*	Current Mkt. Value 2/29/68	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
	3. Corporate Bonds: (Continued)								
	Public Utility Corporations Bonds-- (Continued)				(2)				
	LIGHT & POWER: (Continued)								
\$ 5,000	Dallas Power & Light Co. 3-1/8% First Mtge. Bonds, due 2/1/86	\$ 5,020.52	3.09%	6.10%	67-3/4	\$ 3,387.50	0.07%	0.05%	\$ 155.12
5,000	Duquesne Light Co. 3-5/8% First Mtge. Bonds, due 9/1/83	5,051.52	3.52	6.10	75-1/2	3,775.00	0.08	0.05	178.00
30,000	Florida Power & Light Co. 4-5/8% First Mtge. Bonds, due 3/1/95	30,723.25	4.43	6.15	80	24,000.00	0.46	0.33	1,361.20
50,000	Georgia Power Co. First Mtge. Bonds, 4-5/8% Series, due 10/1/94	50,698.22	4.51	6.20	79-1/2	39,750.00	0.75	0.55	2,286.60
10,000	Gulf States Utilities Co. 3-1/8% First Mtge. Bonds, due 12/1/82	8,960.80	4.26	6.15	70-5/8	7,062.50	0.13	0.10	381.75
10,000	Houston Lighting & Power Co. 3-1/4% Series, First Mtge. Bonds, due 3/1/86	10,071.04	3.19	6.10	69-1/8	6,912.50	0.15	0.09	321.15
20,000	Iowa Public Service Co. 4-3/8% First Mtge. Bonds, due 9/1/93	16,703.04	6.47	6.15	77-1/4	15,450.00	0.25	0.21	1,081.00
20,000	Lone Star Gas Co. 4-3/8% S. F. Debs., due 9/1/88	17,045.72	5.96	6.35	77-1/2	15,500.00	0.25	0.21	1,015.60
50,000	Long Island Lighting Co. 5-1/4% First Mtge. Bonds, Series P, due 3/1/96	50,714.21	5.13	6.15	88	44,000.00	0.75	0.61	2,599.90
30,000	Mississippi Power & Light Co. 4-5/8% First Mtge. Bonds, due 3/1/95	30,344.30	4.53	6.32	78-1/8	23,437.50	0.45	0.32	1,374.90
50,000	Monongahela Power Co. First Mtge. Bonds 5-1/2% Series, due 3/1/96	50,535.80	5.40	6.15	91-3/8	45,687.50	0.75	0.63	2,731.20
10,000	Montana Power Co. 4-1/2% Series, First Mtge. Bonds, due 4/1/89	8,436.52	6.20	6.15	80-1/2	8,050.00	0.13	0.11	522.70
42,000	Northern Illinois Gas Co. 5% Series, First Mtge. Bonds, due 6/1/84	42,198.99	4.95	6.15	88-1/8	37,012.50	0.63	0.51	2,087.90
23,000	Northern Indiana Public Service Co. 4-5/8% First Mtge. Bonds, due 5/15/95	21,267.50	5.30	6.15	79-7/8	18,371.25	0.32	0.25	1,126.75
50,000	Ohio Edison Co. 4-1/2% Series, First Mtge. Bonds, due 4/1/89	46,793.92	5.13	6.15	80-1/2	40,250.00	0.69	0.55	2,399.12
80,000	Ohio Power Co. 4-5/8% Series, First Mtge. Bonds, due 4/1/89	76,335.11	5.07	6.15	82	65,600.00	1.13	0.90	3,870.40
40,000	Ditto, 5% Series, due 1/1/96	40,327.04	4.93	6.15	84-3/4	33,900.00	0.60	0.47	1,988.32

THE UNIVERSITY OF TEXAS SYSTEM COMMON TRUST FUND  
As of February 29, 1968  
(Continued)

Par Value or No. Shs.	Description	Book Value 2/29/68	Current Yield		Current Mkt. Price 2/29/68*	Current Mkt. Value 2/29/68	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
3. Corporate Bonds: (Continued)									
Public Utility Corporations Bonds-- (Continued)									
LIGHT & POWER: (Continued)									
\$ 5,000	Oklahoma Gas & Electric Co. 4-1/2% Series, First Mtge. Bonds, due 1/1/87	\$ 5,059.66	4.38%	6.15%	81-1/8	\$ 4,056.25	0.08%	0.06%	\$ 221.86
5,000	Pacific Gas & Electric Co. 2-7/8% Series T, First & Ref. Mtge. Bonds, due 6/1/76	5,049.64	2.73	6.55	76-3/8	3,818.75	0.07	0.05	137.92
10,000	Ditto, 2-7/8% Series Q, due 12/1/80	7,632.18	6.15	6.41	69-1/8	6,912.50	0.11	0.09	469.68
10,000	Ditto, 3-3/8% Series U, due 12/1/85	9,066.52	4.29	6.24	69-1/4	6,925.00	0.13	0.10	389.38
5,000	Ditto, 3-3/8% Series Z, due 12/1/88	4,837.04	3.65	6.20	67	3,350.00	0.07	0.05	176.51
10,000	Ditto, 5% Series BB, due 6/1/89	10,305.30	4.71	6.21	85-1/4	8,525.00	0.15	0.12	485.80
22,000	Ditto, 5% Series EE, due 6/1/91	19,890.17	5.98	6.24	85	18,700.00	0.30	0.26	1,189.71
28,000	Ditto, 4-1/4% Series II, due 6/1/95	28,000.00	4.25	6.20	74-5/8	20,895.00	0.42	0.29	1,190.00
50,000	Ditto, 5-3/8% Series MM, due 6/1/98	50,947.94	5.21	6.20	88-7/8	44,437.50	0.76	0.61	2,656.41
15,000	Philadelphia Electric Co. 3-1/8% Series, First & Ref. Mtge. Bonds, due 4/1/85	14,631.10	3.35	6.10	68-1/4	10,237.50	0.22	0.14	489.80
50,000	Philadelphia Electric Power Co. 4-1/2% S. F. Debs., due 3/1/95	49,303.70	4.61	6.50	76-3/8	38,187.50	0.73	0.53	2,275.31
5,000	Public Service Electric & Gas Co. 3-1/4% Series, First & Ref. Mtge. Bonds, due 10/1/83	4,986.56	3.28	6.20	71	3,550.00	0.07	0.05	163.36
5,000	Ditto, 4-3/8% Series, due 11/1/86	5,147.82	4.10	6.15	80-1/4	4,012.50	0.08	0.05	210.91
50,000	Ditto, 4-5/8% Series, due 8/1/88	50,505.53	4.53	6.15	82-3/8	41,187.50	0.75	0.57	2,287.81
29,000	Ditto, 4-3/4% Deb. Bonds, due 10/1/81	29,478.24	4.56	6.35	85-1/4	24,722.50	0.44	0.34	1,343.34
75,000	Ditto, 5-3/4% Deb. Bonds, due 6/1/91	76,326.81	5.58	6.30	93-1/4	69,937.50	1.13	0.96	4,256.04
20,000	Puget Sound Power & Light Co. 4-5/8% First Mtge. Bonds, due 11/1/93	17,744.76	5.70	6.71	74-5/8	14,925.00	0.26	0.21	1,011.71
18,000	Southern California Edison Co. 3-5/8% Series G, First & Ref. Mtge. Bonds, due 4/15/81	16,454.79	4.66	6.92	71-3/8	12,847.50	0.24	0.18	766.96
4,000	Ditto, 4-7/8% Series J Bonds, due 9/1/82	3,613.00	6.11	6.57	84-1/4	3,370.00	0.05	0.05	220.80
41,000	Ditto, 4-5/8% Series K Bonds, due 9/1/83	39,659.84	4.99	6.55	81-1/2	33,415.00	0.59	0.46	1,980.03
20,000	Ditto, 4-3/8% Series Q Bonds, due 5/15/88	16,900.81	6.07	6.46	76-1/2	15,300.00	0.25	0.21	1,026.13
10,000	Texas Electric Service Co. 3-1/4% Series, First Mtge. Bonds, due 5/1/82	9,620.97	3.65	6.15	72-3/8	7,237.50	0.14	0.10	351.14
10,000	Ditto, 3-1/4% Series, due 3/1/85	10,123.90	3.14	6.10	70-1/8	7,012.50	0.15	0.10	317.92
10,000	Texas Power & Light Co. 3-1/8% First Mtge. Bonds, due 10/1/84	10,139.74	3.00	6.10	68-3/4	6,875.00	0.15	0.09	304.21



THE UNIVERSITY OF TEXAS SYSTEM COMMON TRUST FUND

As of February 29, 1968

(Continued)

Par Value or No. Shs.	Description	Book Value		Current Yield		Current	Current	% of Total		Estimated
		2/29/68		Book	Market	Mkt. Price 2/29/68*	Mkt. Value 2/29/68	Book	Market	Annual Income
	3. Corporate Bonds: (Continued)									
	Public Utility Corporations Bonds-- (Continued)									
	LIGHT & POWER: (Continued)									
\$ 5,000	West Penn Power Co. 3-1/4% Series O, First Mtge. Bonds, due 4/1/82	\$ 4,565.00		4.22%	6.18%	72-1/4	\$ 3,612.50	0.07%	0.05%	\$ 192.50
10,000	West Texas Utilities Co. 3-7/8% Series E First Mtge. Bonds, due 1/1/88	10,089.20		3.80	6.35	72-1/8	7,212.50	0.15	0.10	383.00
5,000	Wisconsin Electric Power Co. 3-7/8% First Mtge. Bonds, due 4/1/86	5,007.77		3.86	6.10	75-1/2	3,775.00	0.07	0.05	193.30
<u>1,223,000</u>	Total Light & Power Bonds	<u>1,191,109.44</u>		<u>4.91</u>			<u>996,521.25</u>	<u>17.66</u>	<u>13.74</u>	<u>58,526.10</u>
	TELEPHONE:									
10,000	American Tel. & Tel. Co. 2-3/4% Debs., due 10/1/75	9,980.00		2.78	6.11	79	7,900.00	0.15	0.11	277.50
46,000	Ditto, 5-1/8% Debs., due 4/1/2001	46,109.88		5.11	6.10	86-1/8	39,617.50	0.68	0.55	2,354.20
50,000	Gen. Tel. of California 4-5/8% First Mtge. Bonds, due 12/1/91	50,227.52		4.59	6.30	79-3/8	39,687.50	0.74	0.55	2,303.00
30,000	Ditto, 4-1/2% Bonds, due 3/1/95	30,068.75		4.48	6.32	76-3/8	22,912.50	0.45	0.32	1,347.50
5,000	Illinois Bell Tel. Co. 3% First Mtge. Bonds, Series B, due 6/1/78	3,972.89		6.24	6.26	75-1/8	3,756.25	0.06	0.05	247.80
50,000	Indiana Bell Tel. Co. Incorporated 4-3/4% Debs., due 10/1/2005	51,250.20		4.57	6.14	79-5/8	39,812.50	0.76	0.55	2,342.10
55,000	New England Tel. & Tel. Co. 3-1/8% Debs., due 12/15/88	43,825.52		5.13	6.10	65	35,750.00	0.65	0.49	2,247.90
5,000	Ditto, 3-1/4% Debs., due 11/15/91	4,399.04		4.26	6.10	64-3/8	3,218.75	0.07	0.04	187.50
29,000	Ditto, 4-1/2% Debs., due 7/1/2002	28,931.69		4.52	6.14	76-5/8	22,221.25	0.43	0.31	1,306.90
50,000	New Jersey Bell Tel. Co. 4-5/8% Debs., due 6/1/2005	50,646.50		4.53	6.05	79	39,500.00	0.75	0.55	2,295.20
12,000	New York Tel. Co. 4-1/8% Ref. Mtge. Bonds, Series K, due 7/1/93	12,218.79		3.98	6.14	74-1/4	8,910.00	0.18	0.12	486.40
23,000	Ditto, 4-5/8% Bonds, Series M, due 1/1/2002	23,452.20		4.48	6.14	78-1/2	18,055.00	0.35	0.25	1,050.40
20,000	Pacific Northwest Bell Tel. Co. 4-1/2% Debs., due 12/1/2000	18,195.56		5.25	6.14	76-7/8	15,375.00	0.27	0.21	954.60

THE UNIVERSITY OF TEXAS SYSTEM COMMON TRUST FUND  
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(Continued)

Par Value or No. Shs.	Description	Book Value 2/29/68	Current Yield		Current Mkt. Price 2/29/68*	Current Mkt. Value 2/29/68	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
3. Corporate Bonds: (Continued)									
<u>Public Utility Corporations Bonds-- (Continued)</u>									
<u>TELEPHONE: (Continued)</u>									
10,000	Pacific Tel. & Tel. Co. 2-7/8% Debs., due 10/1/86	\$ 9,850.66	3.00%	6.10%	64	\$ 6,400.00	0.15%	0.09%	\$ 295.36
18,000	Ditto, 3-5/8% Debs., due 8/15/91	14,435.05	5.57	6.10	69-1/4	12,465.00	0.21	0.17	804.20
60,000	Southern Bell Tel. & Tel. Co. 4-5/8% Debs., due 12/1/93	60,583.96	4.54	6.05	81-1/2	48,900.00	0.90	0.67	2,752.54
120,000	Ditto, 6% Debs., due 10/1/2004	120,875.42	5.94	6.19	97-1/2	117,000.00	1.79	1.61	7,176.34
29,000	Southwestern Bell Tel. Co. 3-1/8% Debs., due 5/1/83	24,513.68	4.88	6.35	68-1/2	19,865.00	0.36	0.27	1,195.69
69,000	Ditto, 5-3/8% Debs., due 6/1/2006	69,000.00	5.38	6.14	88-7/8	61,323.75	1.02	0.85	3,708.75
<u>691,000</u>	Total Telephone Bonds	<u>672,537.31</u>	<u>4.96</u>			<u>562,670.00</u>	<u>9.97</u>	<u>7.76</u>	<u>33,334.30</u>
<u>1,914,000</u>	Total Public Utility Corporations Bonds	<u>1,863,646.75</u>	<u>4.93</u>			<u>1,559,191.25</u>	<u>27.63</u>	<u>21.50</u>	<u>91,860.40</u>
<u>Railroad Corporations Bonds--</u>									
20,000	Southern Railway Co. 4-5/8% First & Gen. Mtge. Bonds, Series A, due 6/1/88	17,330.49	6.09	6.28	81	16,200.00	0.26	0.22	1,055.24
<u>Financial Corporations Bonds--</u>									
20,000	C. I. T. Financial Corp. 4-1/2% Debs., due 9/1/84	17,474.48	6.00	6.73	78	15,600.00	0.26	0.22	1,048.50
20,000	Household Finance Corp. 4-1/2% Debs., due 7/1/91	18,144.91	5.40	6.40	77	15,400.00	0.27	0.21	978.94
<u>40,000</u>	Total Financial Corporations Bonds	<u>35,619.39</u>	<u>5.69</u>			<u>31,000.00</u>	<u>0.53</u>	<u>0.43</u>	<u>2,027.50</u>
<u>2,469,000</u>	TOTAL CORPORATE BONDS	<u>2,404,770.17</u>	<u>5.01</u>			<u>2,041,888.75</u>	<u>35.66</u>	<u>28.15</u>	<u>120,459.80</u>

THE UNIVERSITY OF TEXAS SYSTEM COMMON TRUST FUND

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(Continued)

Par Value or No. Shs.	Description	Book Value 2/29/68	Current Yield		Current Mkt. Price 2/29/68*	Current Mkt. Value 2/29/68	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>4. Preferred Stocks:</u>									
70 Shs.	Dallas Power & Light Co. \$4.24 Cum. Pfd.	\$ 7,175.00	4.14%	6.24%	68 B (1)	\$ 4,760.00	0.11%	0.07%	\$ 296.80
100 "	E. I. du Pont de Nemours & Co. \$3.50 Cum. Pfd.	10,068.63	3.48	5.57	62-7/8	6,287.50	0.15	0.09	350.00
250 "	General Motors Corp. Cum. Pfd. \$3.75 Series	21,756.00	4.31	5.56	67-1/2	16,875.00	0.32	0.23	937.50
60 "	Houston Lighting & Power Co. \$4 Cum. Pfd.	4,380.00	5.48	6.25	64 (1)	3,840.00	0.06	0.05	240.00
TOTAL PREFERRED STOCKS		43,379.63	4.21			31,762.50	0.64	0.44	1,824.30
TOTAL FIXED INCOME SECURITIES		2,622,930.39	4.92			2,234,818.46	38.89	30.81	129,032.65
<u>EQUITY INCOME SECURITIES</u>									
<u>5. Common Stocks:</u>									
<u>TECHNOLOGICAL</u>									
<u>CHEMICAL--</u>									
837 Shs.	Dow Chemical Company	47,793.46	3.85	3.12	70-5/8	59,113.13	0.71	0.82	1,841.40
800 "	E. I. du Pont de Nemours & Company	111,880.50	3.58	3.24	154-1/2	123,600.00	1.66	1.70	4,000.00
1400 "	FMC Corporation	50,918.00	2.06	2.27	33	46,200.00	0.75	0.64	1,050.00
1094 "	Monsanto Company	60,000.23	2.92	3.60	44-1/2	48,683.00	0.89	0.67	1,750.40
900 "	Union Carbide Corporation	37,104.30	4.85	4.66	42-7/8	38,587.50	0.55	0.53	1,800.00
Total - Chemical		307,696.49	3.39			316,183.63	4.56	4.36	10,441.80
<u>DRUG AND MEDICAL SUPPLY--</u>									
1200 Shs.	American Home Products Corporation	37,274.73	3.86	2.27	52-3/4	63,300.00	0.55	0.87	1,440.00
2400 "	Bristol-Myers Company	5,193.99	46.21	1.40	71-1/4	171,000.00	0.08	2.36	2,400.00
700 "	Merck & Company, Inc.	56,329.00	1.99	2.06	77-1/2	54,250.00	0.84	0.75	1,120.00
600 "	Chas. Pfizer & Company, Inc.	49,558.26	1.76	2.52	57-1/2	34,500.00	0.73	0.47	870.00
900 "	Smith Kline and French Laboratories, Inc.	46,309.42	3.89	4.20	47-5/8	42,862.50	0.69	0.59	1,800.00
2700 "	Sterling Drug Inc.	99,090.84	2.72	2.23	44-3/4	120,825.00	1.47	1.67	2,700.00
Total - Drug and Medical Supply		293,756.24	3.52			486,737.50	4.36	6.71	10,330.00

THE UNIVERSITY OF TEXAS SYSTEM COMMON TRUST FUND

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(Continued)

Par Value or No. Shs.	Description	Book Value 2/29/68	Current Yield		Current Mkt. Price 2/29/68*	Current Mkt. Value 2/29/68	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
5. Common Stocks: (Continued)									
<u>TECHNOLOGICAL (Continued)</u>									
<u>ELECTRICAL AND ELECTRONICS--</u>									
2160 Shs.	General Electric Company	\$ 143,393.87	3.92%	2.99%	86-7/8	\$ 187,650.00	2.13%	2.59%	\$ 5,616.00
600 "	Honeywell Inc.	50,834.58	1.30	1.16	95	57,000.00	0.75	0.78	660.00
3300 "	Square D Company	84,971.18	3.69	4.44	21-3/8	70,537.50	1.26	0.97	3,135.00
1700 "	Westinghouse Electric Corporation	68,454.44	4.47	2.78	64-3/4	110,075.00	1.02	1.52	3,060.00
Total - Electrical and Electronics		<u>347,654.07</u>	<u>3.59</u>			<u>425,262.50</u>	<u>5.16</u>	<u>5.86</u>	<u>12,471.00</u>
<u>OFFICE MACHINERY--</u>									
302 Shs.	International Business Machines Corporation	68,458.16	2.29	0.90	580	175,160.00	1.02	2.41	1,570.40
300 "	Xerox Corporation	82,449.25	0.51	0.57	246-1/4	73,875.00	1.22	1.02	420.00
Total - Office Machinery		<u>150,907.41</u>	<u>1.32</u>			<u>249,035.00</u>	<u>2.24</u>	<u>3.43</u>	<u>1,990.40</u>
<u>PHOTOGRAPHIC--</u>									
710 Shs.	Eastman Kodak Company	78,131.80	1.91	1.59	132-3/8	93,986.25	1.15	1.30	1,491.00
<u>UNCLASSIFIED TECHNOLOGICAL--</u>									
100 Shs.	Corning Glass Works	35,224.15	0.92	1.05	311	31,100.00	0.52	0.43	325.00
Total Technological Common Stocks		<u>1,213,370.16</u>	<u>3.05</u>			<u>1,602,304.88</u>	<u>17.99</u>	<u>22.09</u>	<u>37,049.20</u>
<u>HEAVY CYCLICAL GOODS</u>									
<u>AUTOMOBILES AND PARTS--</u>									
2000 Shs.	Ford Motor Company	102,287.22	4.69	4.81	49-7/8	99,750.00	1.52	1.37	4,800.00
2551 "	General Motors Corporation	151,019.38	6.42	5.03	75-1/2	192,600.50	2.24	2.66	9,693.80
Total - Automobiles and Parts		<u>253,306.60</u>	<u>5.72</u>			<u>292,350.50</u>	<u>3.76</u>	<u>4.03</u>	<u>14,493.80</u>
<u>CONSTRUCTION AND MATERIALS--</u>									
800 Shs.	Armstrong Cork Company	38,959.13	3.08	2.65	56-1/2	45,200.00	0.58	0.62	1,200.00
500 "	Johns-Manville Corporation	23,838.15	4.61	3.68	59-3/4	29,875.00	0.35	0.41	1,100.00
600 "	Otis Elevator Company	27,269.40	4.40	4.78	41-7/8	25,125.00	0.40	0.35	1,200.00
400 "	United States Gypsum Company	33,439.26	3.83	4.51	70-7/8	28,350.00	0.50	0.39	1,280.00
Total - Construction and Materials		<u>123,505.94</u>	<u>3.87</u>			<u>128,550.00</u>	<u>1.83</u>	<u>1.77</u>	<u>4,780.00</u>

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(Continued)

Par Value or No. Shs.	Description	Book Value 2/29/68	Current Yield		Current Mkt. Price 2/29/68*	Current Mkt. Value 2/29/68	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
5. Common Stocks: (Continued)									
<u>HEAVY CYCLICAL GOODS (Continued)</u>									
<u>MACHINERY--</u>									
1100 Shs.	Caterpillar Tractor Company	\$ 47,469.18	2.78%	3.27%	36-3/4	\$ 40,425.00	0.70%	0.56%	\$ 1,320.00
600 "	Ex-Cell-O Corporation	11,953.69	6.02	3.71	32-3/8	19,425.00	0.18	0.27	720.00
400 "	Ingersoll-Rand Company	16,944.86	4.72	4.68	42-3/4	17,100.00	0.25	0.23	800.00
	Total - Machinery	<u>76,367.73</u>	<u>3.72</u>			<u>76,950.00</u>	<u>1.13</u>	<u>1.06</u>	<u>2,840.00</u>
<u>METALS AND MINING--</u>									
800 Shs.	American Smelting and Refining Company	<u>24,194.82</u>	<u>9.92</u>	4.53	66-1/4	<u>53,000.00</u>	<u>0.36</u>	<u>0.73</u>	<u>2,400.00</u>
<u>TRANSPORTATION AND EQUIPMENT--</u>									
400 Shs.	General American Transportation Corporation	<u>15,042.96</u>	<u>4.12</u>	4.81	32-1/4	<u>12,900.00</u>	<u>0.22</u>	<u>0.18</u>	<u>620.00</u>
	Total Heavy Cyclical Goods Common Stocks	<u>492,418.05</u>	<u>5.10</u>			<u>563,750.50</u>	<u>7.30</u>	<u>7.77</u>	<u>25,133.80</u>
<u>CONSUMERS AND SERVICES</u>									
<u>BANKS--</u>									
420 Shs.	Bank of America NT&SA (San Francisco)	18,569.12	4.98	3.23	68.0625 (3)	28,586.25	0.28	0.39	924.00
600 "	Bankers Trust New York Corporation	35,925.00	4.34	3.94	66.00 (3)	39,600.00	0.53	0.55	1,560.00
312 "	Chase Manhattan Bank (New York)	11,775.00	5.83	3.30	66-3/4	20,826.00	0.17	0.29	686.40
950 "	Chemical Bank New York Trust Company	41,100.00	5.55	4.42	54.25 (3)	51,537.50	0.61	0.71	2,280.00
440 "	First National City Bank (New York)	<u>13,600.36</u>	<u>6.47</u>	3.20	62.50 (3)	<u>27,500.00</u>	<u>0.20</u>	<u>0.38</u>	<u>880.00</u>
	Total - Banks	<u>120,969.48</u>	<u>5.23</u>			<u>168,049.75</u>	<u>1.79</u>	<u>2.32</u>	<u>6,330.40</u>
<u>EDUCATIONAL &amp; ENTERTAINMENT--</u>									
1326 Shs.	Columbia Broadcasting System, Inc.	<u>81,300.23</u>	<u>2.28</u>	2.98	47	<u>62,322.00</u>	<u>1.21</u>	<u>0.86</u>	<u>1,856.40</u>

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(Continued)

Par Value or No. Shs.	Description	Book Value 2/29/68	Current Yield		Current Mkt. Price 2/29/68*	Current Mkt. Value 2/29/68	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
5. Common Stocks: (Continued)									
CONSUMERS AND SERVICES (Continued)									
FOOD, BEVERAGE, TOILETRIES--									
1232 Shs.	Borden Company	\$ 29,239.57	5.06%	3.93%	30-1/2	\$ 37,576.00	0.44%	0.52%	\$ 1,478.40
500 "	Coca-Cola Company	25,629.99	4.10	1.65	127-1/2	63,750.00	0.38	0.88	1,050.00
562 "	Colgate-Palmolive Company	5,573.67	11.09	2.65	41-1/2	23,323.00	0.08	0.32	618.20
200 "	Corn Products Company	8,825.00	3.85	4.49	37-7/8	7,575.00	0.13	0.10	340.00
700 "	General Foods Corporation	24,920.21	6.74	3.29	73	51,100.00	0.37	0.71	1,680.00
1000 "	National Biscuit Company	36,274.00	5.79	4.59	45-3/4	45,750.00	0.54	0.63	2,100.00
2452 "	National Dairy Products Corporation	81,796.34	4.50	4.23	35-1/2	87,046.00	1.21	1.20	3,678.00
1300 "	PepsiCo, Inc.	57,872.07	2.02	2.43	37	48,100.00	0.86	0.66	1,170.00
400 "	Procter & Gamble Company	34,300.00	2.80	2.82	85	34,000.00	0.51	0.47	960.00
Total - Food, Beverage, Toiletries		304,430.85	4.29			398,220.00	4.52	5.49	13,074.60
OILS--									
1113 Shs.	Continental Oil Company	72,924.44	4.27	4.11	68-1/8	75,823.13	1.08	1.05	3,116.40
2648 "	Gulf Oil Corporation	72,819.90	9.45	3.60	72-1/8	190,987.00	1.08	2.63	6,884.80
200 "	Mobil Oil Corporation	8,300.00	4.82	4.46	44-7/8	8,975.00	0.12	0.12	400.00
1470 "	Phillips Petroleum Company	59,840.82	5.90	4.28	56-1/8	82,503.75	0.89	1.14	3,528.00
100 "	Sinclair Oil Corporation	6,950.00	4.03	3.76	74-1/2	7,450.00	0.10	0.10	280.00
1184 "	Standard Oil Company of California	64,841.89	4.93	4.56	59-1/4	70,152.00	0.96	0.97	3,196.80
2933 "	Standard Oil Company (New Jersey)	175,063.76	5.78	5.09	67-3/4	198,710.75	2.60	2.74	10,118.80
2496 "	Texaco Inc.	164,674.95	4.24	3.66	76-1/2	190,944.00	2.44	2.63	6,988.80
Total - Oils		625,415.76	5.52			825,545.63	9.27	11.38	34,513.60
PAPER AND CONTAINER--									
1400 Shs.	American Can Company	78,229.88	3.94	4.29	51-1/4	71,750.00	1.16	0.99	3,080.00
300 "	Continental Can Company, Inc.	3,511.50	17.09	4.11	48-5/8	14,587.50	0.05	0.20	600.00
600 "	Kimberly-Clark Corporation	37,907.48	3.48	4.43	49-5/8	29,775.00	0.56	0.41	1,320.00
900 "	Owens-Illinois Inc.	34,793.06	3.49	2.73	49-1/2	44,550.00	0.52	0.62	1,215.00
Total - Paper and Container		154,441.92	4.02			160,662.50	2.29	2.22	6,215.00

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(Continued)

Par Value or No. Shs.	Description	Book Value 2/29/68	Current Yield		Current Mkt. Price 2/29/68*	Current Mkt. Value 2/29/68	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
5. Common Stocks: (Continued)									
<u>CONSUMERS AND SERVICES (Continued)</u>									
PUBLIC UTILITIES--									
<u>Light &amp; Power:</u>									
528 Shs.	American Electric Power Company, Inc.	\$ 17,775.55	4.51%	4.33%	35-1/8	\$ 18,546.00	0.26%	0.25%	\$ 802.54
1000 "	Baltimore Gas & Electric Company	27,773.64	5.76	5.38	29-3/4	29,750.00	0.41	0.41	1,600.00
200 "	Carolina Power & Light Company	8,200.00	3.37	3.60	38-3/8	7,675.00	0.12	0.10	276.00
600 "	Central & South West Corporation	27,191.00	3.75	4.00	42-1/2	25,500.00	0.40	0.35	1,020.00
800 "	Cincinnati Gas & Electric Company	14,560.57	7.14	4.84	26-7/8	21,500.00	0.22	0.30	1,040.00
400 "	Cleveland Electric Illuminating Company	11,614.52	6.20	4.80	37-1/2	15,000.00	0.17	0.21	720.00
1297 "	Commonwealth Edison Company	56,901.09	5.01	4.73	46-1/2	60,310.50	0.84	0.83	2,853.40
440 "	Consumers Power Company	13,792.60	6.06	4.86	39-1/8	17,215.00	0.21	0.24	836.00
800 "	Detroit Edison Company	18,713.50	5.98	5.28	26-1/2	21,200.00	0.28	0.29	1,120.00
1600 "	Gulf States Utilities Company	32,272.50	4.36	4.07	21-5/8	34,600.00	0.48	0.48	1,408.00
2600 "	Ohio Edison Company	54,120.83	6.82	5.31	26-3/4	69,550.00	0.80	0.96	3,692.00
1428 "	Oklahoma Gas & Electric Company	29,911.30	4.97	4.38	23-3/4	33,915.00	0.44	0.47	1,485.12
1620 "	Pacific Gas & Electric Company	34,450.07	6.58	4.03	34-3/4	56,295.00	0.51	0.78	2,268.00
600 "	Philadelphia Electric Company	17,499.99	5.62	5.54	29-5/8	17,775.00	0.26	0.24	984.00
2420 "	Potomac Electric Power Company	48,453.40	5.49	6.03	18-1/4	44,165.00	0.72	0.61	2,662.00
1300 "	Public Service Company of Indiana, Inc.	41,485.66	6.02	4.74	40-1/2	52,650.00	0.62	0.72	2,496.00
1350 "	Public Service Electric & Gas Company	35,696.33	6.05	4.85	33	44,550.00	0.53	0.61	2,160.00
624 "	Southern California Edison Company	12,140.06	7.20	3.92	35-3/4	22,308.00	0.18	0.31	873.60
2500 "	Southern Company	66,845.03	4.04	4.15	26	65,000.00	0.99	0.90	2,700.00
480 "	Texas Utilities Company	19,753.10	3.89	2.95	54-1/4	26,040.00	0.29	0.36	768.00
850 "	Virginia Electric & Power Company	33,165.82	3.49	3.34	40-3/4	34,637.50	0.49	0.48	1,156.00
1104 "	Wisconsin Electric Power Company	23,291.83	6.26	5.28	25	27,600.00	0.35	0.38	1,457.28
	Total - Light & Power	<u>645,608.39</u>	<u>5.32</u>			<u>745,782.00</u>	<u>9.57</u>	<u>10.28</u>	<u>34,377.97</u>
<u>Telephone:</u>									
4245 Shs.	American Telephone & Telegraph Company	215,165.47	4.73	4.79	50-1/8	212,780.63	3.19	2.93	10,188.00
900 "	General Telephone & Electronics Corporation	39,642.40	3.18	3.56	39-3/8	35,437.50	0.59	0.49	1,260.00
	Total - Telephone	<u>254,807.87</u>	<u>4.49</u>			<u>248,218.13</u>	<u>3.78</u>	<u>3.42</u>	<u>11,448.00</u>
	Total - Public Utilities	<u>900,416.26</u>	<u>5.09</u>			<u>994,000.13</u>	<u>13.35</u>	<u>13.70</u>	<u>45,825.97</u>

THE UNIVERSITY OF TEXAS SYSTEM COMMON TRUST FUND  
As of February 29, 1968  
(Continued)

Par Value or No. Shs.	Description	Book Value 2/29/68	Current Yield		Current Mkt. Price 2/29/68*	Current Mkt. Value 2/29/68	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
5. Common Stocks: (Continued)									
<u>CONSUMERS AND SERVICES (Continued)</u>									
RETAIL TRADE--									
600 Shs.	Federated Department Stores, Inc.	\$ 43,927.64	2.32%	2.40%	70-7/8	\$ 42,525.00	0.65%	0.59%	\$ 1,020.00
1100 "	J. C. Penney Company, Inc.	63,572.90	3.11	2.95	61	67,100.00	0.94	0.92	1,980.00
1346 "	Sears, Roebuck & Company	80,628.47	2.00	2.01	59-3/4	80,423.50	1.20	1.11	1,615.20
	Total - Retail Trade	188,129.01	2.45			190,048.50	2.79	2.62	4,615.20
RUBBER--									
1048 Shs.	Goodyear Tire & Rubber Company	38,247.95	3.70	2.76	49	51,352.00	0.57	0.71	1,414.80
	Total Consumers and Services Common Stocks	2,413,351.46	4.72			2,850,200.51	35.79	39.30	113,846.00
	TOTAL COMMON STOCKS (TOTAL EQUITY INCOME SECURITIES)	4,119,139.67	4.27			5,016,255.89	61.08	69.16	176,029.00
	TOTAL SECURITIES	6,742,070.06	4.52%			7,251,074.35	99.97	99.97	\$305,061.60
	CASH ON HAND 2/29/68:	1,706.28				1,706.28	0.03	0.03	
	T O T A L F U N D	\$6,743,776.34				\$7,252,780.63	100.00%	100.00%	

\* Market close February 29, 1968, The Wall Street Journal, unless otherwise indicated.

(1) Average of Bid-Ask or Bid price February 29, 1968, Merrill Lynch, Pierce, Fenner & Smith Inc.

(2) Sale or Bid price February 29, 1968, Bond Guide.

(3) Average of Bid-Ask February 29, 1968, The First Boston Corporation.

(a) Based on Book Value.

$$\text{Unit Value} = \frac{\$7,252,780.63}{3,597,202} = \$2.016228343$$

MEC:ng:nm

March 15, 1968



LAND AND INVESTMENT COMMITTEE  
Supplementary Agenda

Date: April 19, 1968

Time: Following the meeting of the Medical Affairs Committee

Place: Junior Ballroom, Mezzanine  
Statler Hilton Hotel, Dallas, Texas

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PERMANENT UNIVERSITY FUND - LAND  
MATTERS

Recommendation for Prospecting Permit to  
Mr. A. H. McRae, Block 16, Ward County Below

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PERMANENT UNIVERSITY FUND - LAND MATTERS.--

RECOMMENDATION FOR PROSPECTING PERMIT TO MR. A. H. McRAE,  
BLOCK 16, WARD COUNTY.--Mr. A. H. McRae, of Albuquerque, New Mexico,  
has made the following proposal for a Prospecting Permit and Lease relating to the  
minerals, other than oil, gas, potash and sulphur, on Sections 2 and 10, Block  
16, University Lands, Ward County, Texas, containing 1,285.20 acres:

Prospecting Permit

Term - Two years, effective 4-19-68, if approved by the Board.

Consideration - \$2.00 per acre now and \$1.00 per acre at the  
end of one year.

Exploration obligation - At least three core tests to be drilled,  
and holes logged.

Cash bond - \$2,000 cash bond to be posted by the Permittee  
within 30 days.

Mineral Lease

Provided all terms of the Prospecting Permit have been complied with,  
Permittee would have an option to purchase a lease covering the minerals, other  
than oil, gas, potash and sulphur, on all or any part of the acreage covered by  
the Prospecting Permit on the following terms:

Term - 5 years and as long thereafter as minerals are produced in  
paying quantities.

Consideration - \$25.00 per acre on acreage selected.

Royalty - A sliding scale, based on grade of the ore, ranging  
from 8% to 20%.

Size of Lease - Leases would not cover more than one section of  
land.

Development obligation - Suitable provisions to be incorporated  
for development minimums.

The Executive Director, Investments, Trusts and Lands, and the Geologist  
in Charge recommend approval of the proposed Prospecting Permit and Mineral  
Lease.

LAND AND INVESTMENT COMMITTEE

Emergency Items

April 19, 1968

TRUST AND SPECIAL FUNDS - REAL ESTATE MATTERS.--

1. U. T. AUSTIN - ARCHER M. HUNTINGTON MUSEUM FUND - RECOMMENDATION FOR SALE OF TRACT IN THE LITTLEFIELD SURVEY IN GALVESTON COUNTY TO UNION CARBIDE CORPORATION.--At the March meeting the sale of approximately 376 acres (subject to a permanent easement in favor of Galveston County on 34.5 acres) of the above land to Union Carbide Corporation for a total consideration of \$871,000 was recommended to the Board. The consideration to be paid was to be adjusted, up or down, depending on the acreage actually owned, as ascertained by a survey to be made. The proposed sale was delayed to give Regent Bauer an opportunity to undertake to improve the offer made by Union Carbide. Mr. Bauer now reports that Union Carbide Corporation is agreeable to purchasing the property for a total consideration of \$1,000,000. on the following terms:

1. 10% of the consideration would be paid in cash and the balance would be represented by purchaser's unsecured note or notes, bearing interest at 6% per annum, the interest payable annually and the principal payable in nine equal annual installments.
2. No survey of the property would be made.
3. All minerals would be retained by seller.

Regent Bauer and the Executive Director, Investments, Trusts and Lands recommend that the proposed sale be authorized, and that the Chairman be authorized to execute the deed conveying the land to the purchaser when approved as to form by a University Attorney and as to content by the Executive Director, Investments, Trusts and Lands.

The prospective purchasers have stated that a further condition to this purchase is that the University not give it any publicity.

## **Meeting of the Board**

AGENDA  
MEETING OF THE BOARD OF REGENTS  
OF  
THE UNIVERSITY OF TEXAS SYSTEM

Chairman Erwin Presiding

Date: April 19, 1968  
Time: Following the meeting of the Committee of the Whole  
Place: Junior Ballroom, Mezzanine  
Statler Hilton Hotel, Dallas, Texas

- A. INVOCATION
- B. CONSIDERATION OF MINUTES, MARCH 8, 1968
- C. SPECIAL ITEMS
  - 1. Chancellor Harry Ransom
  - 2. Chief Administrative Officers of the Component Institutions
    - a. U. T. Austin (Doctor Hackerman)
    - b. U. T. Arlington (Doctor Woolf)
    - c. U. T. El Paso (Doctor Ray)
    - d. Galveston Medical Branch  
(Doctor Blocker)
    - e. Dallas Medical School  
(Doctor Sprague)
    - f. San Antonio Medical School  
(Doctor Pannill)
    - g. System Nursing School  
(Doctor Willman)
    - h. Houston Dental Branch  
(Doctor Olson)

- i. Anderson Hospital (Doctor Clark)
  - j. G. S. B. S. (Doctor Arnim)
  - k. Division of Continuing Education  
(Doctor Taylor)
  - l. Public Health School (Doctor Sterner)
3. Members of the Board of Regents
- a. Chairman Frank C. Erwin, Jr.
  - b. Vice-Chairman Jack S. Josey
  - c. Regent W. H. Bauer
  - d. Regent Frank N. Ikard
  - e. Regent (Mrs.) J. Lee Johnson III
  - f. Regent Joe M. Kilgore
  - g. Regent Levi A. Olan
  - h. Regent John Peace
  - i. Regent E. T. Ximenes

**E. REPORTS OF STANDING COMMITTEES**

- 1. Executive Committee by Committee Chairman Bauer
- 2. Academic and Developmental Affairs Committee  
by Committee Chairman Olan
- 3. Buildings and Grounds Committee by Committee  
Chairman Johnson
- 4. Land and Investment Committee by Committee  
Chairman Ikard

5. Medical Affairs Committee by Committee  
Chairman Josey

6. Board for Lease of University Lands

F. REPORTS OF SPECIAL COMMITTEES, IF ANY

G. REPORT OF THE COMMITTEE OF THE WHOLE

H. ADJOURNMENT