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FOREWORD

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

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

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584	October 1-3, 1959
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586	January 23, 1960
587	March 11-12, 1960
588	May 13-14, 1960
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590 is legal size and is filed separately.	July 13, 1960



THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

Material Supporting

# Agenda

Meeting Date:

July 1-3, 1960

Meeting No.:

589

Name:

Office Copy

FOR REGENTS' NOTES

CALENDAR  
MEETING OF THE BOARD OF REGENTS  
OF  
THE UNIVERSITY OF TEXAS  
July 1-3, 1960

Place: Main Building, Austin, Texas

Telephone No.: Greenwood 6-8371, Extensions 219 or 325

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Friday, July 1

9:00 a. m.	Meeting of the Committee of the Whole <u>Room 209.</u>	42
	<u>9:00</u> a. m. Main University Program (Doctor Ransom)	
	<u>11:00</u> a. m. Master Plan Introduction by President; overview by Doctor Haskew Presentation of Main Uni- versity Material	
12:30 p. m.	Lunch <u>Room 101</u>	
	<u>1:30</u> p. m. Questions on and discussion of Main University possibil- ities	
	<u>3:00</u> p. m. Presentations and discussions	
	<u>3:00</u> p. m. Medical Branch	
	4:00 p. m. to	
	<u>4:30</u> p. m. Texas Western College	
	<u>7:00</u> p. m. Southwestern Medi- cal School	
	7:30 p. m. to	
	<u>8:30</u> p. m. Dental Branch M. D. Anderson	

Saturday, July 2Page No.

9:00 a. m.	Meeting of the Buildings and Grounds Committee (Regents Thompson, Hardie, Heath and McNeese) <u>Room 104</u>	23
	Meeting of the Medical Affairs Committee (Regents Bryan, Devall, Johnson, and Madden) <u>Room 209</u>	31
11:00 a. m.	Meeting of the Land and Investment Committee (Regents Johnson, Bryan, McNeese, and Thompson) <u>Room 205</u>	#
	Meeting of the Academic and Developmental Affairs Committee (Regents Devall, Hardie, Heath, and Madden) <u>Room 209</u>	10
12:30 p. m.	Lunch <u>Room 101</u>	
1:30 p. m.	Meeting of the Committee of the Whole* <u>Room 209</u>	42
<u>1:30 p. m.</u>	To consider 1961-63 Legislative Budget Requests	

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\* If the Committee of the Whole does not finish its business on Saturday, it will meet at 9:00 a. m. on Sunday and the meeting of the Board will be held immediately thereafter.

# Attachment No. 1, legal size bound volume.

Saturday, July 2

(Continued)

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## Meeting of the Committee of the Whole

\*\* p. m. To meet with Institutional Heads individually to consider items on the Agenda of the Committee of the Whole for the respective institutions and to consider emergency items previously cleared with President Wilson for presentation.

\*\* p. m. Report to Board by:  
Doctor Clark

\*\* p. m. To receive items referred by the Standing and Special Committees.

\*\* p. m. To receive special items by:  
a. President Wilson  
b. Regents

Sunday, July 3

9:00 a. m.

Meeting of the Board of Regents

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Room 209


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\*\* Business will follow in this order as soon as consideration of Legislative Budget Requests is completed.

NOTE: Because of the heavy work schedule of the meeting and the season of the year, no evening social events are planned.

AGENDA  
STANDING COMMITTEES  
AND  
COMMITTEE OF THE WHOLE  
July 1-2, 1960

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- I. Standing Committees (Saturday, July 2, 1960)
- A. Academic and Developmental Affairs Committee 10  
(Regents Devall, Hardie, Heath, and Madden)
1. Central Administration
    - a. Docket
    - b. Revision of Anti-Nepotism Rule (Amendment to Rules and Regulations)
    - c. Resolution of Appreciation to Retiring Members of the Development Board
  2. Main University
    - a. George W. Brackenridge Loan Fund (Interpretation and Administrative Setup)
    - b. Admission Test Program
    - c. Post-Season Bowl Policy (Mr. Madden)
- B. Buildings and Grounds Committee 23  
(Regents Thompson, Hardie, Heath, and McNeese)
1. Main University
    - a. Texas Memorial Stadium: Award of Contracts for Lounge for "T" Lettermen
    - b. McDonald Observatory: Approval of Final Plans and Specifications for New Buildings and Other Improvements
    - c. Archway Properties: Acquisition
    - d. Texas Union: Report for Information on Purchase of Automatic Pinsetters for Bowling Alleys
    - e. Business Administration-Economics Building: Approval of Inscription on Plaque
    - f. House for President of Main University: Appropriation
    - g. Art Building (Present): Appropriation for Moving and Re-Erecting
    - h. Space Utilization: Report on Audit by Taylor, Lieberfeld, and Heldman
    - i. International House: Purchase of Furniture

2. M. D. Anderson Hospital and Tumor Institute  
Additional Building Construction: Authorizations (For Submission to Legislature, for Applications to Federal Government, for Permission to Prepare Preliminary Plans, etc.)
  3. Texas Western College
    - a. Warehouse-Shops Building: Approval of Final Plans and Specifications
    - b. Classroom-Office Building: Award of Contract
    - c. Proposal to Purchase Certain Lots Adjacent to Campus
  4. System-Wide Items  
Consideration of Proposed Ten-Year Building Program
- C. Land and Investment Committee \*  
(Regents Johnson, Bryan, McNeese, and Thompson)
1. Permanent University Fund
    - a. Investment Matters
    - b. Land Matters
    - c. Discussion Matter (For Committee Members Only)
  2. Trust and Special Funds
    - a. Investment Matters
    - b. Gift, Bequest, and Estate Matters
    - c. Real Estate Matters
- D. Medical Affairs Committee 31  
(Regents Bryan, Devall, Johnson, and Madden)
1. Medical Branch: Curriculum for Alternate 3-year Program (For Information Only)
  2. Southwestern Medical School: Relationship with Presbyterian Hospital, Dallas
- II. Committee of the Whole 42
- A. Main University Program--Doctor Ransom (Friday, July 1, 9:00 a. m.)

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\* See Attachment No. 1 (separate legal size bound volume entitled Attachments Nos. 1 and 2) for detailed agenda and documentation.



- B. Master Building Plan (Friday, July 1, 1960, 11:30 a. m.)
1. Introduction by President Wilson
  2. Overview by Doctor Haskew
  3. Main University Material
    - a. Presentation
    - b. Questions and Discussion of Possibilities  
(1:30 p. m.)
  4. Presentations and Discussions (3:00 p. m.)
    - a. Medical Branch (3:00 p. m.)
    - b. Texas Western College (4:00 to 4:30 p. m.)
    - c. Southwestern Medical School (7:00 p. m.)
    - d. Dental Branch (7:30 p. m.)
    - e. M. D. Anderson Hospital and Tumor Institute  
(8:00 p. m.)
- C. Legislative Budget Requests, 1961-63 (Saturday, July 2, 1960, 1:30 p. m.)
1. Central Administration and the Available Fund
  2. Main University
  3. Texas Western College
  4. Texas Western College Museum
  5. Medical Branch
  6. Dental Branch
  7. M. D. Anderson Hospital and Tumor Institute
  8. Southwestern Medical School
  9. Postgraduate School of Medicine
  10. The South Texas Medical School, Planning for
- D. Items Relating to Component Institutions (Institutional Heads to be present for consideration of items on agenda of the Committee of the Whole for the respective institutions; any items not on final agenda must be of emergency nature and previously cleared through the President for presentation.)
1. Main University (Doctor Ransom)

2. Texas Western College (Doctor Smiley)
  3. Medical Branch (Doctor Truslow)
  4. Dental Branch (Doctor Olson)
  5. M. D. Anderson Hospital and Tumor Institute (Doctor Clark)
  6. Southwestern Medical School (Doctor Gill)
  7. Postgraduate School of Medicine (Doctor Taylor)
- E. Report by Doctor Clark
- F. Items Referred either for Action or for Information by Standing Committees
1. Academic and Developmental Affairs Committee (Committee Chairman Devall)
  2. Buildings and Grounds Committee (Committee Chairman Thompson)
  3. Land and Investment Committee (Committee Chairman Johnson)
  4. Medical Affairs Committee (Committee Chairman Bryan)
  5. Board for Lease of University Lands (Vice-Chairman Johnson)
- G. Special Items
1. President Wilson
    - ✓ a. Auxiliary Budgets, 1960-61
      - (1) Main University
      - (2) Texas Western College
      - (3) Medical Branch
      - (4) M. D. Anderson Hospital and Tumor Institute
      - (5) Southwestern Medical School
    - ✓ b. OGSR Budgets, 1960-61
    - c. "Platform" Document (Commitments)
    - d. Extension of Contracts for Coaches Royal and Bradley

- e. Main University
    - (1) Organization
    - (2) Appropriation for Remodeling
  - f. Texas Western College: Organization
  - g. Reports by Doctor Ransom
    - (1) Texas Student Publications
    - (2) The Prospect for Texas Studies at the University (The Texas Collection, Research in Texas History, The Archives, the Museum, and publications in the field of Texana.)
    - (3) Progress report on major acquisitions in special collections (art, anthropology, history of science, language, law, literature, and Texana)
2. Members of the Board of Regents
- a. Travel Expenses
  - b. Conference with Miss Ima Hogg re Naming of Building

AGENDA  
MEETING OF THE BOARD OF REGENTS  
OF  
THE UNIVERSITY OF TEXAS  
AUSTIN, TEXAS

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Place: Regents' Room, (Main Building 209)

Date and Time: Sunday, July 3, 1960, 9:00 a. m. \*

Telephone: GR 6-8371 Extensions 219 or 325

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IV. Meeting July 13, 1960	54
Notice of Special Meeting to be executed.	

\* There is a possibility of having this session on Saturday afternoon. However, the various meetings will follow the order scheduled as indicated on the calendar, Pages 2 and 3.

1 Academic and Developmental  
Affairs Committee

## ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

Date: July 2, 1960

Time: 11:00 a. m.

Place: Main Building, Room 209

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

Page No.

## 1. Central Administration

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|---|----|
| a. Docket   | 11 |
| b. Revision of Anti-Nepotism Rule (Amendment to<br><u>Rules and Regulations</u> ) | 11 |
| c. <u>Resolution of Appreciation</u> , Retiring Members of<br>Development Board   | 12 |

## 2. Main University

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| a. George W. Brackenridge Loan Fund<br>(Interpretation and Administrative Setup) | 12 |
| b. Admission Test Program  | 20 |
| c. Post-Season Bowl Policy (Mr. Madden)  | 22 |

A. ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

1. CENTRAL ADMINISTRATION

- a. Docket. -- The docket of President Wilson, dated June 22, 1960, is labeled Attachment No. 2 and is bound in the legal size volume. An outline of the items in the docket is inserted (but not bound) in the legal size volume.

It is recommended that the docket be approved with authorization to the Registrar of the Main University to fix laboratory fees for any course not included in the list submitted in the portion for Main University (following Page M-34) at a figure to be provided by the department which will approximate the cost of materials supplied to students in the course and which is within the prescribed legal limits and subject to subsequent ratification of the Board.

- b. Revision of Anti-Nepotism Rule (Amendment to Rules and Regulations). -- At the Regents' meeting on May 14, 1960, the Board gave first approval to a revision of the Nepotism Rule (Amendment No. 1 to the Rules and Regulations of the Board of Regents for the Government of The University of Texas, Part One, Chapter III, Section 5--Page 22 of the loose leaf copy).

Background Information

Recommendation

This revision is recommended for final approval in accordance with the Rules and Regulations, Part One, Chapter VII, Subsection 4.1--Page 61 of the loose leaf copy, which reads as follows:

The rules and regulations contained herein may be added to or amended by a majority of all of the members of the Board at any duly called meeting; provided, however, that any proposed amendment to Part One of these rules and regulations must first be filed with the Secretary of the Board, in writing, and a copy thereof given to each member of the Board not less than thirty

(30) days before the meeting at which it is adopted, or such proposed amendment to Part One must receive the required vote at two duly called meetings of the Board.

- c. Resolution of Appreciation to Retiring Members of the University Development Board. --The terms of the following members of the Development Board expire as of August 31, 1960. It is recommended that a resolution of appreciation to the retiring members be adopted:

Appointed by Board of Regents:

Mrs. Ben F. Vaughan, Jr., Corpus Christi  
Mr. Ernest Cockrell, Jr., Houston, (completing the unexpired term of Mr. McNeese but reappointed at the May meeting)

Appointed by Ex-Students' Executive Council:

Mr. L. H. Cullum, Wichita Falls

Elected by General Faculty, Main University:  
(faculty representatives no longer included in the membership of the Development Board)

Doctor William S. Livingston  
Mr. Page Keeton

2. MAIN UNIVERSITY

- a. George W. Brackenridge Loan Fund (Interpretation and Administrative Setup). --On October 3, 1959, the Board of Regents authorized the President to request the Attorney General of the State of Texas to file a suit under the Cypres Doctrine for liberalization of the terms of the George W. Brackenridge Fund so as to make more women students eligible for loans and to authorize larger annual amounts for individual loans. A final judgment was rendered in the 126th District Court, Travis County, on February 4, 1960, and so reported to the Regents at its meeting on March 12, 1960.

Summary  
Background



Summary of  
Litigation by  
Attorney Waldrep

Attorney Waldrep has summarized the litigation as follows:

At the time of the preparation of the Plaintiff's Petition as well as at the time of assembling evidence to support our case careful consideration was given to the matter of parties. Our Board of Regents, as Trustee of the Brackenridge Loan Fund, recommended that the terms of the instrument creating the Brackenridge Loan Fund be modified in order to afford a better utilization of the proceeds which had accumulated over the years. It was felt, therefore, that our Board of Regents, along with the Attorney General, were the proper plaintiffs to institute the suit. Inasmuch as the original trust indenture provided for a committee to pass upon loans, consisting of Logan Wilson, President of The University of Texas; J. Alton Burdine, Dean of the College of Arts and Sciences of The University of Texas; John B. Truslow, Executive Director and Dean of Medicine of The University of Texas Medical Branch; A. J. Gill, Dean of The University of Texas Southwestern Medical School; W. Page Keeton, Dean of the School of Law of The University of Texas; P. D. Creer, Director of the School of Architecture of The University of Texas; Margaret Schoch; and Marie B. Morrow; it was necessary that they be joined as defendants. Moreover, as the trustees under the Brackenridge Will could have asserted an interest in the proceeding, they too were joined as parties defendant.

Therefore, it is our opinion that we have satisfied the rule announced in Scott v. Graham, 292 S. W. 2d 324 (1956), that all persons who have or claim a direct interest in the object and subject matter of the suit and whose interests will necessarily be affected by any judgment which may be rendered therein should be joined as necessary and indispensable parties.

The defendants were agreeable to a waiver of citation in this proceeding and executed an appropriate waiver. An answer was also filed on behalf of the committee member defendants agreeing to the Plaintiff's Petition and urging the court to enter a judgment modifying the terms of the trust.

The judgment was entered on February 4, 1960, and no notice of appeal was given within ten days after rendition, whereupon the judgment became final.

One of the best features of the new arrangement is that the loan committee may now increase the amount of an individual loan to a student to equal the cost of room and board at a reasonable rate, tuition and compulsory student fees, and other necessary school supplies, including books. In order to expedite the handling of loans the committee may delegate to the Director of Loans and Scholarships the authority to process applications for loans, subject, of course, to the approval of the committee appointed under the terms of the trust. The funds are to be allocated in this manner: (1) to women students enrolled in the professional course set out in the trust; (2) to women students enrolled in a professional course of study other than law, architecture and medicine, which the committee shall designate as eligible for loans; (3) to women students preparing to enter one of the eligible professional fields; (4) to women students generally after September 1, 1965; and (5) provision was also made for loans to men students after September 1, 1965, if there were any proceeds available in the fund, without restriction on the course of study.

This summary in the form of a memorandum was discussed with and approved by Mrs. Mary Kate Wall, the Assistant Attorney General, who prosecuted the litigation for the University.

Provisions of  
Final Judgment

The following are the Provisions of the Final Judgment as rendered in the 126th District Court, Travis County, on February 4, 1960:

(1) The maximum sum which may be granted to any one person for a session shall be fixed by the Committee and shall not exceed the reasonable cost of room and board, tuition and compulsory student fees and deposits, books and other necessary school supplies. The Committee may fix different maximums for the various courses of study for which loans are made, taking into consideration the special fee requirements and the cost of books and supplies for the particular course of study.

(2) In the granting of loans preference shall be given to women students of The University of Texas who will be enrolled in medicine, law or architecture for the period for which the loan is made. No loans shall be made to students in other fields unless there are funds available for further loans after action has been

taken on all applications of women students in these three fields. If the acceptable applications in these three fields exceed the amount available for loan, the loans shall be apportioned in so far as possible in the ratio of nine in medicine, five in law and six in architecture; but if the acceptable applications in a particular field are fewer than the number apportioned to it, the number of loans in the other fields may be increased accordingly.

(3) If for any session the aggregate of individual loans to be made to women students in medicine, law and architecture is less than the total amount which may be expended for loans during that session, additional loans may be made to women students who are to be enrolled in such other professional courses of study at The University of Texas as the Committee shall have designated as eligible for loans. The Committee shall have authority to designate the additional professional fields in which loans may be made and to fix the order of preference to be followed in granting loans to students in the fields which it designates as eligible for loans, being guided by the donor's purpose to increase the opportunities of women in the professional fields in which their progress has been retarded by prejudice which has withheld from them equal opportunities with men. From time to time the Committee may make such changes as it deems advisable in the approved list, by adding new fields, by removing fields theretofore approved, or by changing the order of preference, with the view to carrying out this purpose. The terms "professional field" and "professional course of study" shall include any course of study which is pursued with a view to later employment calling for special knowledge or training in that field, although not traditionally thought of as a professional course.

(4) If for any session the aggregate of loans made to women students to be enrolled for professional courses of study is less than the total amount which may be expended for loans during that session, additional loans may be made to women students at The University of Texas who are preparing to enroll for one of the eligible professional courses. In making loans to students in this category, preference shall be given to students preparing to enroll in medicine, law, and architecture; and if further loans are made, the Committee may establish such order of preference among other applicants as it deems advisable.

(5) After September 1, 1965, if at any time there are additional funds available for loan after the Committee has acted on applications of women students as authorized in paragraphs (2), (3), and (4) above, such funds may be used for making loans to women students of The University of Texas without restriction on the course of study, and any sum available for loan after action has been taken on all applications of women students may be loaned to male students without restriction on the course of study.

(6) The aggregate amount of loans made for any one school year shall not exceed the median currently established maximum for individual loans multiplied by twenty (corresponding to the maximum of \$4,360.00 fixed by the trust instrument after modification as provided in paragraph (1) above), unless there is on hand a surplus in the Fund as provided in the next succeeding paragraph.

(7) If at any time there is in the Fund an amount not loaned and not committed for loan which is in excess of \$25,000.00, any or all of such surplus may be loaned in addition to the amount provided in paragraph (6) above.

(8) For all purposes except the granting of individual loans, the Committee provided for in the trust instrument shall consist of the President of the University, the Dean of the College of Arts and Sciences, the dean or other administrative head of each department, college or school of medicine, law, or architecture, including those now in existence and those hereafter established, and the three elective members. In the granting of loans the working committee shall consist of the President, the three elective members, and the dean or other administrative head of the department, college or school in which the applicant is to be enrolled; where necessary, the Committee shall have the authority to construe this provision and to designate the administrative officer to serve on the working committee. Applications for loans may be filed with the dean or other administrative head of the department, school or college in which the work is to be taken or with such other administrative officer as the Committee may designate.

(9) Loan recipients shall meet the qualifications set out in the trust instrument as modified by the decree of this Court.

(10) Except as modified by the foregoing provisions, the provisions of the trust instrument shall continue in full force.

Recommendation

The following procedural actions for the implementation of this Final Judgment as recommended by the Dean of Student Services have the approval of the Administration and are submitted for your adoption:

Policy Committee: Composition and Duties

Composition

President of the Main University  
 Dean of College of Arts and Sciences  
 Director of Medical School at Galveston  
 Dean of Southwestern Medical School, Dallas  
 Dean of Law School  
 Director of School of Architecture  
 Three elective members (Women meeting the specific requirements of the Trust)

Duties

1. The Committee shall establish the amount of loan to be granted a student for one long session. The loan shall not exceed the reasonable cost of room and board, tuition and compulsory student fees and deposits, books and other necessary school supplies. The maximum loan for the various courses of study for which a loan is made may be different, taking into account varying costs of books, fees, and other educational costs.
2. In the granting of loans preference shall be given to women students of The University of Texas who will be enrolled in medicine, law or architecture for the period for which the loan is made. No loans shall be made to students in other fields unless there are funds available for further loans after action has been taken on all applications of women students in these three fields. If additional funds are available, the Committee shall have authority to designate the additional professional fields in which loans may be made and to fix the order or preference to be followed in granting loans to students in the fields which it designates as eligible for loans, being guided by the donor's purpose to increase the opportunities of women in the professional fields in which their progress has been retarded by prejudice which has withheld from them equal opportunities with men. From time to time the Committee may

make such changes as it deems advisable in the approved list, by adding new fields, by removing fields theretofore approved, or by changing the order of preference, with the view to carrying out this purpose. The terms "professional field" and "professional course of study" shall include any course of study which is pursued with a view to later employment calling for special knowledge or training in that field, although not traditionally thought of as a professional course.

3. Where necessary, the Committee shall have authority to construe provision (8) of the Final Judgment relative to the composition of the Working Committee and to designate the administrative officer to serve on the Working Committee.

4. The Committee shall make such additional regulations as may prove necessary, subject to the general provisions and regulations in the original bequest and the Final Judgment.

5. Selection of New Members:

When a vacancy occurs among the elective women members, due to death or resignation, the remaining women shall each present two names to the Committee; and from among the names submitted, the Committee shall select one by unanimous vote.

#### Working Committee: Composition and Duties

##### Composition

President of the Main University

Dean or Administrative Head of the Department,  
College or School in which the applicant is  
enrolled

Three elective members

Director of Loans and Scholarships to be designated as Administrative Officer of Working  
Committee (Ex-officio without vote)

##### Duties

1. Three voting members of the above Committee shall be considered a quorum in awarding loans. One of the three members must be the dean or administrative head of the department, college or school in which the applicant is enrolled.

2. Application for loans should be filed with Director of Loans and Scholarships.

3. In granting loans, the Working Committee shall be governed by the stipulations set forth in the Final Judgment.

### Repayment Policy

Loans shall bear simple interest at the rate of 4 per cent per year, reckoned from date of original loan. Repayment of the principal and accrued interest shall be made over a ten year period beginning one year after the date when the borrower ceases to be a full-time student.

### Reasons for Repayment Policy

(Supporting reasons of Dean McCown for Repayment Policy: The following, quoted from the original Trust Agreement, is the only stipulation concerning repayment of the loans:

"All beneficiaries of the loan fund will be expected to return the amount or amounts borrowed as soon as their circumstances permit them to do so. Until repayment of the principal, interest will be charged on each amount borrowed at the rate of 4 per cent per annum, interest payable annually, interest being reckoned from the date of the loan."

The paragraph which follows the above appears to provide authority for the change. It states:

"It will be the duty of the Committee hereinafter provided to make such additional regulations as may prove necessary, subject to the general provisions and regulations contained herein."

Experience has proved that the original stipulation on repayment of loans was too broad and indefinite. The result has been that collection of these loans has been very unsatisfactory. If approved, it is believed the new requirement, which is still very liberal, will insure a better record of loan collections.)

Background  
Information

- b. Admissions Test Program: Requirement of the Scholastic Aptitude Test of the College Entrance Examination Board in Lieu of the University's own Admission Test Program. -- For the past five years, students applying for admission to the Main University have been required to take The University of Texas Admission Test. This testing program has been administered state-wide by our Testing and Counseling Center. During this period, the Director of Admissions has been authorized to accept scores on the Scholastic Aptitude Test of the College Entrance Examination Board in lieu of results from the University's own test, and non-residents have been required to take the College Board Test.

The University Admission Test has served very well during this period and has achieved the useful purposes for which it was established. On April 2, however, the Association of Texas Colleges, meeting in San Antonio, adopted a resolution which included the following provisions:

1. There shall be instituted a state-wide system of testing of prospective students.
2. The merits of the testing services of both the College Entrance Examination Board and the American College Testing Program are recognized.
3. The state-wide system will include both the programs of the CEEB and the ACTP.
4. Each member institution of this Association shall make a decision as to which or both or neither of these testing programs shall be utilized by it.

It is expected that as a result of the action taken by the Association of Texas Colleges, members of the Association will divide into two groups, one which will follow the American College Testing Program, and the other which will use the College Entrance Examination Board Program. Rice, Southern Methodist University, Texas Christian University, Trinity University, University of Houston, Lamar Institute of Technology, Austin College and Southwestern University have indicated their intention to use the College Board. Several of the other larger schools are as yet undecided. The Association has requested that the member institutions make their decisions as to the program to be adopted before September 1, 1960.

Recommendation  
by Dean of Student  
Services

H. Y. McCown, Dean of Student Services, W. B. Shipp,



Registrar and Director of Admissions, and Dr. Gordon V. Anderson, Director of the Testing and Counseling Center, jointly recommend that the Main University discontinue its own Admission Testing Program subsequent to the opening of the Fall semester of 1961, and that, after the beginning of that semester, all students applying for admission as entering freshmen who have not previously taken The University of Texas Admission Test be required to submit scores on the Scholastic Aptitude Test of the CEEB as a part of the admission requirements.

This recommendation is based on the following reasons:

1. These tests are available nationally and are required by a large number of the outstanding universities.
2. Several of the larger institutions in Texas are now requiring the College Board, and others have already indicated their intention of using this program.
3. The large number of our students are already presenting College Board results, and we have used this program as a part of our admission procedure with excellent results.
4. Making the change to an all-College Board Admission Testing Program will reduce duplication of testing programs throughout the State to the advantage of graduating seniors and secondary school administrators.
5. The College Board Testing Program is well established, widely used, and highly valued.
6. The College Board Exam meets the specific need of the Main University for an aptitude test. The University has its own placement testing program and does not need the subject matter content of the American College Testing Program Test.

The University Admission Tests have been administered without cost to the student. The charge for the College Board Test will be \$4 to the student. Adoption of the recommended change will result in a savings to the University of approximately \$10,000 a year.

Recommendation  
of Administration

The Administration believes very strongly in the value of the College Board Testing Program and urges the Board to approve the recommendation as made.

- c. Post-Season Bowl Game Policy. --Following the January 1960 meeting, Chairman Minter named Mr. Madden to make a detailed study of the Post-Season Bowl Game Policy and to report to the Board. Mr. Madden will present this report at the meeting.

## **2 Buildings and Grounds Committee**

## BUILDINGS AND GROUNDS COMMITTEE

Date: July 2, 1960  
 Time: 9:00 a. m.  
 Place: Main Building, Room 104

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

Page No.

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| 1. | Main University   |     |
|    | a. Texas Memorial Stadium: Award of Contracts for Lounge for "T" Lettermen #  | 24  |
|    | b. McDonald Observatory: Approval of Final Plans and Specifications for New Buildings and Other Improvements  | 24  |
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|    | e. Business Administration-Economics Building: Approval of Inscription on Plaque  | 27  |
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|    | g. Art Building (Present): Appropriation for Moving and Re-Erecting   | 28  |
|    | h. Space Utilization: Report on Audit by Taylor, Lieberfeld, and Heldman  | *   |
|    | i. International House: Purchase of Furniture   | *   |
| 2. | M. D. Anderson Hospital and Tumor Institute   |     |
|    | Additional Building Construction: Authorizations (For Submission to Legislature, for Applications to Federal Government, for Permission to Prepare Preliminary Plans, etc.) | *   |
| 3. | Texas Western College   |     |
|    | a. Warehouse-Shops Building: Approval of Final Plans and Specifications   | 29  |
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|    | c. Proposal to Purchase Certain Lots Adjacent to Campus   | *   |
| 4. | System-Wide Items   |     |
|    | Consideration of Proposed Ten-Year Building Program   | **  |

\* There is no documentation.

\*\* Mailed as a separate item: The Master Plan for Physical Plant Development.

\*\*\* Bids not opened in time to prepare recommendation.

# Bid Tabulations on Page 30 .

THE UNIVERSITY OF TEXAS  
OFFICE OF THE COMPTROLLER  
AUSTIN 12

RECOMMENDATIONS TO REGENTS'  
BUILDINGS AND GROUNDS COMMITTEE

June 17, 1960

1. MAIN UNIVERSITY - AWARD OF CONTRACTS FOR LOUNGE FOR "T" LETTERMEN AT TEXAS MEMORIAL STADIUM.--In accordance with authorization given at the meeting of the Board of Regents held May 14, 1960, bids were called for and were opened and tabulated on June 14, 1960, as shown on the attached tabulation sheet, for the Lounge for "T" Lettermen at Texas Memorial Stadium at the Main University. After consideration of these bids by all concerned, it is recommended by the Consulting Architect, Jessen, Jessen, Millhouse, and Greeven, the Associate Architect, Winfred O. Gustafson, Mr. E. W. Olle, and Comptroller Sparenberg, which recommendations are concurred in by Vice President Ransom, Vice President Dolley, and President Wilson, that contract awards be made to the low bidders, as follows:

General Contract:

Ray L. Wimberly, Austin, Texas

Base Bid	\$33,800.00	
Add Alternate No. 1	<u>3,600.00</u>	\$37,400.00

Electrical Contract:

Seco Smith Electric Company,  
Austin, Texas

Base Bid	\$ 4,465.00	
Add Alternate No. 3	<u>90.00</u>	4,555.00

Plumbing Contract:

Fox-Schmidt, Austin, Texas

Base Bid	\$ 3,348.00	
Add Alternate No. 1	<u>246.00</u>	3,594.00

Heating, Air Conditioning,  
and Ventilating Contract:

Young and Pratt, Austin, Texas

Base Bid		<u>12,940.00</u>
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Total Recommended Contract Awards		<u>\$58,489.00</u>
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These recommended contract awards, together with the Architects' Fees thereon, come well within the amount of money appropriated for this project, \$75,000.00, leaving a balance of a little over \$13,000.00 to cover furniture and contingencies. It is further recommended that authorization be given to the Comptroller's Office to prepare specifications for this furniture and to Comptroller Sparenberg to advertise for bids to be considered by the Board at a later meeting.

2. MAIN UNIVERSITY - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR NEW BUILDINGS AND OTHER IMPROVEMENTS AT W. J. McDONALD OBSERVATORY.--In accordance with actions taken by the Board at the meetings held August 1, 1959 and November 14, 1959, working drawings and specifications have been

prepared by the Associate Architect, Garland and Hilles, on New Buildings and Other Improvements at W. J. McDonald Observatory. These final plans and specifications have been approved by the Consulting Architect, Jessen, Jessen, Millhouse, and Greeven, Dr. W. W. Morgan, Director of the Observatory, the Main University Faculty Building Committee, Vice President Ransom, Comptroller Sparenberg, and President Wilson. It is recommended that they be approved by the Board and that authorization be given to Comptroller Sparenberg to advertise for bids on this project, these bids to be presented to the Board for consideration at a later meeting.

3. MAIN UNIVERSITY - ACQUISITION OF ARCHWAY PROPERTIES.--In connection with the acquisition of the remaining Archway properties, the following recommendations are made by Mr. Forest Pearson, negotiator for the Archway properties, Mr. G. W. Landrum, Business Manager of the Main University, and Dr. J. C. Dolley, Vice President for Fiscal Affairs:

1. Lots 6, 7, and 8 in Archway, a subdivision of Outlot No. 9, Division D, in the City of Austin, Travis County, Texas, are owned by the Corrine A. Cofer Estate. Mr. John D. Cofer, attorney, has the power of attorney to act for the Estate. Mr. Forest Pearson advised us on June 4, 1960, that his efforts to negotiate a satisfactory purchase price for this property had been in vain. Mr. Pearson has informed us that Mr. Cofer was asking \$70,000 for the property and that Mr. Cofer was going now to such expense as was necessary to prove his position and that the expense incurred would be added to the \$70,000 in the event we decided to come to his price.

Mr. Harold Legge's appraisal of this property was \$46,500 which means that the asking price is some 50 per cent above the appraisal. We have not paid more than 15 per cent above the appraised price in any of the transactions closed to date. Pursuant to the action taken at the Board meeting held in Galveston on May 13 and 14, we have written directly to Mr. Cofer and offered to purchase the subject property at a price of \$53,475 and have presented Mr. Cofer a contract of sale in the usual form for his acceptance.

In the event that Mr. Cofer does not accept our offer, we request permission to institute condemnation proceedings in cooperation with the Attorney General of the State of Texas.

2. Lot No. 1 in Archway, a subdivision of Outlot No. 9, Division D, in the City of Austin, Travis County, Texas, is owned by M. W. Clark et al. There are apparently two ownerships, and several heirs are involved with one-half of the lot. The principal owner and occupant of the property is Mrs. Minnie W. Clark, a widow 88 years of age, who is now quite feeble and who has resided in her home on this property for over 40 years. Mr. Pearson has been unable to negotiate a satisfactory figure with the representatives of the various interests of the Clark property. He has, however, had Mr. Henry G. Braswell, attorney (a nephew by marriage), present an offer to The University of Texas which will be satisfactory to the owners. We have received Mr. Braswell's letter,

and he has stated that \$26,000 is the minimum amount which the owners have agreed to accept for the property. He has advised that a portion of the north part of the property is under Administration at this time and at least five heirs will share in the proceeds of any sale thereof, and that diverse interests are represented and their wishes with regard to the sale of the property are being respected by the Administration.

We do not recommend that the \$26,000 offer be accepted, and we do not recommend condemnation proceedings at this time. We would not be in a very good position in Court with an 88-year old owner-occupant of the property being "evicted from her home." Since this property is located on the extreme northwest corner of the property being acquired in Archway and since there is access to the property from Speedway, we recommend that the Board of Regents authorize us to make a counter offer to the Clarks as follows: Purchase price of \$20,000 cash at the time of closing with the following conditions: (1) we may close Archway Street as an access to the property since access will be available; (2) Mrs. Minnie W. Clark will be permitted to live, rent free, in the residence she now occupies so long as she lives or until she elects to move; (3) no improvements, repairs, or maintenance would be provided by the University for the property during the period in which Mrs. Clark lives in the house; and (4) the other dwelling unit on the property would become the property of the University to be used or torn down as we see fit immediately upon closing the transaction.

3. Parts of Lots 11, 14 and 15 and all of Lots 12 and 13 in Archway, a subdivision of Outlot No. 9, Division D, in the City of Austin, Travis County, Texas, are owned by the City of Austin. The appraisal submitted by Mr. Legge on these properties was \$14,050. We have written to Mr. Williams, City Manager of the City of Austin, offering to purchase the subject properties for the appraised price of \$14,050. We have not as yet received a reply from the City, but ask for permission to close the transaction if the offer of \$14,050 is accepted.

4. MAIN UNIVERSITY - REPORT FOR INFORMATION ON PURCHASE OF AUTOMATIC PINSETTERS FOR BOWLING ALLEYS IN THE TEXAS UNION.--At the Regents' Meeting held December 12, 1958, an appropriation of \$131,200.00 for Purchase and Installation of Automatic Pinsetters in Bowling Alleys was made out of the Allotment Account for Addition to and Remodeling of Texas Union Building at the Main University. At that time it was not determined whether this purchase and installation would be handled through a change order to the General Contract or by purchase order. After careful investigation of the matter, it was decided to purchase the pinsetters by purchase order, since the Associate Architects had not drawn any plans or specifications on these items and were, therefore, not due any fees which would be payable if the cost of these pinsetters was added to the General Contract by change order.

Specifications were prepared in the Comptroller's Office and bids were called for and received by the Purchasing Office of the Main University, as follows:

American Machine and Foundry Company, New York,  
New York:

Base Bid on 16 AMF Fully Automatic  
Pinsetters as set out in specifications \$114,729.65

Alternate Bid on 16 AMF exclusive  
Pindicator-Pinvisors in lieu of Plain  
Masking Units, Add 3,200.00

Brunswick Corporation, Dallas, Texas:

Base Bid on 16 Automatic Pinsetters as  
set out in specifications 121,992.39

After consideration of these bids by the Union representatives and the Comptroller's Office a purchase order was issued to the low bidder, American Machine and Foundry Company, New York, New York, on the basis of that company's base bid plus the alternate, in the total amount of \$117,929.65. This amount, of course, is well within the original appropriation.

5. MAIN UNIVERSITY - APPROVAL OF INSCRIPTION ON PLAQUE FOR BUSINESS ADMINISTRATION-ECONOMICS BUILDING.--It is recommended by the Comptroller, after consultation with the Consulting Architect and Dean John Arch White of the College of Business Administration, that the inscription as set out below be approved for a bronze plaque in lieu of cornerstone for the Business Administration-Economics Building at the Main University. This inscription conforms exactly to the standard pattern approved some time ago by the Regents.

1959  
BOARD OF REGENTS

Merton M. Minter, M. D., Chairman  
J. Lee Johnson, III, Vice Chairman  
J. P. Bryan  
Mrs. Charles Devall  
Thornton Hardie  
W. W. Heath  
Wales H. Madden, Jr.  
A. G. McNeese, Jr.  
Joe C. Thompson

---00---

Logan Wilson, President  
Charles H. Sparenberg, Comptroller

---00---

Harry H. Ransom, Vice President and Provost of Main University  
C. Aubrey Smith, Chairman, Main University Faculty Building Committee

---00---

Page, Southerland, and Page, Architects  
C. D. Yarbrough Construction Company, General Contractor



6. MAIN UNIVERSITY - APPROPRIATION FOR HOUSE FOR PRESIDENT OF MAIN UNIVERSITY.--Following discussions held in Galveston May 13 and 14, 1960 and further discussions held since in Austin, it is now recommended by Mr. G. W. Landrum, Business Manager of the Main University, Mr. Charles H. Sparenberg, Comptroller, Dr. James C. Dolley, Vice President for Fiscal Affairs, and Dr. Logan Wilson, President, that an appropriation of \$39,800.00 be made for the construction of a house for the President of the Main University, the source of funds to be Permanent University Fund Bond Proceeds. The amount recommended includes the cost of construction of the house plus the necessary Architects' fees. It is contemplated that the new home for the President-Elect of the Main University will be located on the Brackenridge tract, and that the necessary clearing and improvement of the site will be done by the Physical Plant staff of the Main University out of regular appropriations and will not be charged to the appropriation above recommended. It is further recommended that the Consulting Architect, Jessen, Jessen, Millhouse, and Greeven, prepare all of the plans and specifications necessary for this house, not just the preliminary plans, for a total fee of 6%, including a reasonable amount of supervision. Jessen, Jessen, Millhouse, and Greeven have agreed to this recommended arrangement. As soon as preliminary plans for the structure have been completed, they will be submitted, together with cost estimates, to the Legislative Budget Board and the Governor for their advice, consent, and approval.

7. MAIN UNIVERSITY - APPROPRIATION FOR MOVING AND RE-ERECTING PRESENT ART BUILDING.--It now seems that the final working drawings and specifications for the New Drama Building will probably be completed some time this summer, and that it might be possible to award construction contracts some time in September or October, 1960. A large part of the site for the New Drama Building on 23rd Street is now occupied by the temporary frame structure in which the Art Department is housed. It would be highly desirable, therefore, to move and re-erect the present Art Building before the long session of 1960-61 starts, if possible. It is probable that all of the present Art Building will have to be moved to make way for the New Drama Building and provide sufficient working space for the contractors involved. Obviously, the Art Department must be provided with quarters while they are waiting for their new building to be constructed and completed.

It is now recommended by Mr. G. W. Landrum, Business Manager of the Main University, and by Dr. H. H. Ransom, Vice President and Provost of the Main University, which recommendation is concurred in by Comptroller Sparenberg, Vice President Dolley, and President Wilson, that an appropriation of \$30,000 be made from Account No. 27200 to an account entitled "Art Building - Moving and Relocating" to be set up in the Physical Plant section of the Main University accounts. Under the Regents' Rules and Regulations, repair and remodeling projects of \$20,000 or more per project would be handled under the supervision of the Comptroller's Office. Due to the nature of this project, however, it is recommended that all of the work involved in moving and re-erecting the Art Building be handled entirely by the Physical Plant staff of the Main University, under the supervision of Mr. Landrum and Mr. Eckhardt. It is proposed to move all or the major portion of the present frame structure across the street to the south.

Due to the fact that it is almost essential that this work be completed before the Long Session of 1960-61 starts, it is further recommended that whatever contract awards are necessary to accomplish this task be made with the approval of Dr. Ransom and Dr. Wilson, without waiting for the next Board meeting.

8. TEXAS WESTERN COLLEGE - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR WAREHOUSE-SHOPS BUILDING.--In accordance with action taken by the Regents at the meeting held January 23, 1960, working drawings and specifications have been prepared by the Associate Architect, Davis, Foster, Thorpe, and Associates, for a Warehouse-Shops Building to be constructed at Texas Western College. These final plans and specifications have been approved by the Building Committee of Texas Western College, President Smiley, Comptroller Sparenberg, and President Wilson. It is recommended that they be approved by the Board and that Comptroller Sparenberg be authorized to advertise for bids to be presented to the Board for consideration at a later meeting.

OTHER MATTERS TO BE CONSIDERED BY THE  
REGENTS' BUILDINGS AND GROUNDS COMMITTEE

Main University - Report on Audit of Space Utilization by Taylor, Lieberfeld, and Heldman

M. D. Anderson Hospital and Tumor Institute - Authorizations for Additional Building Construction (For Submission to Legislature, for Applications to Federal Government, for Permission to Prepare Preliminary Plans, etc.)

Texas Western College - Award of Contract for Classroom-Office Building

Texas Western College - Proposal to Purchase Certain Lots Adjacent to Campus

System-Wide Item - Consideration of Proposed Ten-Year Building Program

Main University - Purchase of Furniture for International House

LOUNGE FOR "T" LETTERMEN AT TEXAS MEMORIAL STADIUM  
 MAIN UNIVERSITY, THE UNIVERSITY OF TEXAS, AUSTIN  
 Bids Opened: 2:30 P.M., Tuesday, June 14, 1960

GENERAL CONTRACT

<u>Contractor</u>	<u>Base Bid</u>	<u>Alternate No. 1</u>	<u>Alternate No. 2</u>	<u>Alternate No. 3</u>	<u>Alternate No. 4</u>
Joe Badgett Construction Company, Inc.	\$37,546.00	/\$3,251.00	-\$325.00	-\$250.00	-\$220.00
John Broad Construction Company	38,122.00	/ 3,027.00	- 349.00	- 272.00	- 239.00
Wilbur J. Ebach, General Contractor	37,965.00	/ 4,485.00	- 410.00	- 230.00	- 200.00
Ray L. Wimberly	33,800.00	/ 3,600.00	- 170.00	- 160.00	- 60.00

ELECTRICAL CONTRACT

<u>Contractor</u>	<u>Base Bid</u>	<u>Alternate E-1</u>	<u>Alternate E-2</u>	<u>Alternate E-3</u>
O. H. Cummins Electric Co.	\$5,941.00	-\$1,286.00	/\$100.00	/\$ 95.00
Fox-Schmidt	5,531.00	- 1,070.00	/ 240.00	/ 111.00
Dean Johnston, Inc.	5,221.00	- 1,124.00	/ 118.00	/ 48.00
Seco Smith Electric Company	4,465.00	- 800.00	/ 200.00	/ 90.00
Walter A. Tew Electric	5,081.00	- 1,181.00	/ 94.00	/ 70.00

MECHANICAL CONTRACT

<u>Contractor</u>	<u>PLUMBING CONTRACT</u>		<u>HEATING AIR CONDITIONING &amp; VENTILATING CONTRACT</u>		<u>COMBINED PLUMBING, HEATING, AIR COND., &amp; VENTILATING CONTRACT</u>	
	<u>Base Bid</u>	<u>Alternate P-1</u>	<u>Base Bid</u>	<u>Alt. HAV-1</u>	<u>Base Bid</u>	<u>Alt. PHAV-1</u>
J. M. Boyer, Mechanical Contractor					\$16,437.00	-\$229.00
Fox-Schmidt	\$3,348.00	/\$246.00				
C. G. Puryear	3,640.00	- -				
P. G. Sosa & Sons	4,900.00	- -				
Strandtmann Air Conditioning Co.			\$14,754.00	-\$445.00		
V. R. Wattinger	3,677.00	/ 230.00				
Young & Pratt			12,940.00	- 164.00	16,440.00	- 164.00

All bidders listed above are located in Austin, Texas.  
 All bidders submitted with their bids a bidder's bond in the amount of 5% of the total bid.

**3** Medical Affairs  
Committee

## MEDICAL AFFAIRS COMMITTEE

Date: July 2, 1960  
Time: 9:00 a. m.  
Place: Main Building, Room 209  
Members: Mr. Bryan, Chairman  
Mrs. Devall  
Mr. Johnson  
Mr. Madden

Page No.

1. Medical Branch: Curriculum for Alternate Three-year Program (For information only.) 32
2. Southwestern Medical School: Relationship with Presbyterian Hospital, Dallas 39

## D. MEDICAL AFFAIRS COMMITTEE

### 1. MEDICAL BRANCH

Curriculum for Alternate Three-year Program (For Information only). -- President Wilson has approved the following relating to the alternate three-year program at the Medical Branch as proposed by Dr. Truslow for incorporation in the Medical Branch catalogue. It is President Wilson's understanding that no budgetary implications, no new degree programs, and no substantive curricular changes are involved, but that it is a matter of scheduling.

This is presented to the Medical Affairs Committee, and will be presented to the Texas Commission on Higher Education, as a matter of information.

THE UNIVERSITY OF TEXAS MEDICAL BRANCH  
GALVESTON

PROPOSED CURRICULAR CHANGES  
SCHOOL OF MEDICINE

#### FOREWORD

The School of Medicine of The University of Texas Medical Branch at Galveston enrolled its first student on October 5, 1891. From the beginning, the standards of the school were set at a high level and the school has consistently required standards which have met and exceeded all requirements of official accrediting agencies.

In the 70 years of its existence (1891-1960) the School of Medicine has graduated 4,582 physicians with the degree of Doctor of Medicine and has participated in the training of graduate students in the Basic Sciences, students in the School of Nursing and students in the various schools of Paramedical Technology. Over the years the hospitals and clinics have grown enormously, supported by the most advanced tools for diagnosis and treatment in new and improved services.

Scientific research has played an active role in the development of the school. The budget for research, largely from grants, is rapidly approaching the size of the budget for the general operation of the School of Medicine.

The Medical Branch, its hospitals and schools, have responded effectively and heroically to every major national and local emergency including the devastating Galveston storm of 1900, World War I, World War II, the Texas City Disaster, and the Korean War.

On the national scene, great progress has been made in medical practice and in scientific research during the recent years, but several alarming trends have emerged.

First, the number of applicants to American medical schools has been decreasing despite increasing enrollments in colleges and an explosive growth in population throughout the nation.

Second, the percentage of students entering medical schools with an average grade of "A" has been decreasing for several reasons, the most important of which has been the lure of opportunities offered by technological advances in competing sciences.

Third, the number of students withdrawing, both in poor and in good standing, has increased steadily since 1954. Simultaneously there has been a sharp rise in the number of married medical students which has produced new economic and sociological problems.

Science has created many new and exciting opportunities which are attracting more and more of the brighter college students into other scientific fields. The length of time required for premedical and for medical education has increased over the past 70 years from a high school diploma plus three years of medical school (a three-year span from high school graduation to practice) to a high school education, three or four years of college, four years of medical school and at least one year of internship. Thus, the elapsed time has grown to at least eight years from high school graduation to practice. Specialty boards have progressively increased their requirements for post-graduate certification. The rapidly increasing availability of scholarship and fellowship funds for training in non-medical careers is an added handicap in the competition to interest the better students in a medical career. The cost of medical education has increased progressively.

Can we continue to keep pace with the needs of society and to excel in scientific research in medicine in view of these trends? If the better students are not attracted into medicine and if they are not offered maximum opportunity to develop their talents, can we expect the continued development of medical knowledge? Can we offer new programs which will counteract these trends by offering sufficient flexibility to allow the student an opportunity to follow his special interests without lowering the basic standards and without reducing the hard core of medical education which we believe to be essential?

These and related questions led the Faculty of Medicine into a number of experiments in medical education during recent years. A trimester system was introduced into the second year, a preceptorship program was started for fourth year students, new research programs (including a pre-freshman program) were established and new training programs were offered. Members of the Faculty debated the advantages and dis-

advantages of an accelerated program. Emphasis on small group teaching and individualized laboratory instruction, in which students plan their own experiments, was increased successfully. Lectures were decreased and bedside instruction was increased in the clinical years. New programs at other schools were studied, including the revised programs at Western Reserve, Johns Hopkins, Tennessee, Stanford, Northwestern and Boston University. At the invitation of the Board of Regents, a joint committee was established with the Main University to study the possibility of shortening the total time necessary for obtaining the M. D. degree for those students demonstrating the ability and necessary will.

On February 25, 1960 the Executive Committee of the Faculty discussed some positive proposals of a revised curriculum and referred these proposals to the Curriculum Committee for further consideration.

After considerable discussion and deliberation by the Curriculum Committee, the Executive Committee, and the various departments, the following revised curriculum was adopted in principle at a regular Faculty Meeting on March 30, 1960. Major details of the program with specific schedules were adopted by vote of the Faculty at a special meeting on May 5, 1960, pending final approval.

The revised curriculum is designed to (1) recognize that students have varying aims and aptitudes; (2) introduce greater flexibility into our program; (3) allow more time for elective pursuits; (4) improve utilization of the clinical facilities over the entire calendar year; (5) offer opportunity for selected students to accelerate and to complete four years of scholastic work in three calendar years; (6) allow opportunity for students to take the regular schedule for the first year or two, drop out for a year of special study or research, return on the alternative schedule and graduate with an M. A. plus an M. D. degree within four calendar years.

Instead of the usual four academic years of thirty-two to thirty-six weeks each, the revised curriculum consists of a basic core of 138 weeks of assigned teaching plus several electives (including vacations) in the usual schedule and 130 weeks of assigned teaching plus one summer of elective work (or vacation) in the alternative schedule. In either program the basic core of education is more than the usual 128 weeks (two sixteen-week semesters per year for 4 years).

The schedules for the revised curriculum and a diagram of the overall program are shown on the pages which follow. The idea of the ten week terms came from the program which was adopted at Johns Hopkins University School of Medicine in the fall of 1959 and we are indebted to officials of Johns Hopkins University for valuable consultation concerning our program.

Rapid advances in medical knowledge require flexibility in the medical curriculum and the Faculty of Medicine therefore reserves the right



to make changes whenever deemed advisable and without prior notice to the students. The revised curriculum, with possible minor alterations, will go into effect in the fall of 1960 for all students in the first, second, and third years. Fourth year students will continue on the old schedule (see catalogue for 1959-60) for the academic year 1960-61. For the academic year 1961-62, fourth year students will follow the revised curriculum.

Additional information will be available in the current catalogue.

## THE REVISED CURRICULUM

### USUAL SCHEDULE

The curriculum of the School of Medicine on the usual schedule shall consist of 19 terms of ten weeks each, arranged in four academic years so that there shall be three years of five ten-week terms each, and one year of four ten-week terms.

The first year shall consist of four ten-week terms of assigned instruction commencing in September and ending in June followed by one ten-week term of summer vacation or elective activity.

The second year shall consist of three ten-week terms commencing in September and ending in April for the usual assigned instruction, followed by a ten-week term of elective activity and another ten-week term of vacation or elective activity.

The third year shall consist of five ten-week terms commencing in September and ending in August of the next year. Four of these ten-week terms shall be for usual assigned instruction and one ten-week term for elective activity. Each student will take these five terms of instruction in one of five patterns of rotation. All third year students are required to attend assigned lecture periods and amphitheatre clinics during terms one through four. Lectures and amphitheatre clinics are reduced to one in the morning and one in the afternoon with one or two on Saturday morning. Electives during the third year (except term 5) must be taken in Galveston in order for the student to attend assigned lectures and clinics.

The fourth year shall consist of four ten-week terms, three of which are for the usual assigned instruction and one for elective activity (which may include a preceptorship off campus). One of the ten-week terms of instruction will include a two-week vacation and eight weeks of instruction in surgery.

### ALTERNATIVE SCHEDULING

Students in good standing may apply for one of several alternative programs. Students who are selected by the Faculty may begin with such a program

in term four of the second year by taking their elective period for credit. These students will continue to take elective periods for credit and will complete 130 weeks of instruction in less time than the usual program.

The first year of these programs shall be the same as for the usual program.

The second year shall be the same as the usual program for terms 1, 2, and 3.

(The third and fourth years shall consist of six consecutive terms of ten weeks each and each student will follow one of six possible patterns of rotation on clinical services.)

The third year shall begin by the student taking his elective and vacation periods for credit at the end of the second year. The student will begin his third year, term one, in April; his third year, term two, in June; and the third year, term three, in September.

The fourth year shall consist of term one beginning in November; term two beginning in January, and term three beginning in April and ending in June.

Students on these alternative programs will be expected to attend all lectures and amphitheatre clinics, which are offered from September to June, during their third year, terms one and three and during their fourth year, terms one, two, and three.

All students on either the usual or alternative program will be allowed a total of two weeks of holidays during each calendar year, including Labor Day, Thanksgiving, Christmas, and Easter.

#### ELECTIVE OPPORTUNITIES

Elective opportunities will be scheduled by mutual agreement with the department or other approved sponsors.

Students will be matched as nearly as possible with the department of their first choice in which they apply to take additional work. Specific arrangements within a department will be made by mutual agreement between the student and the department.

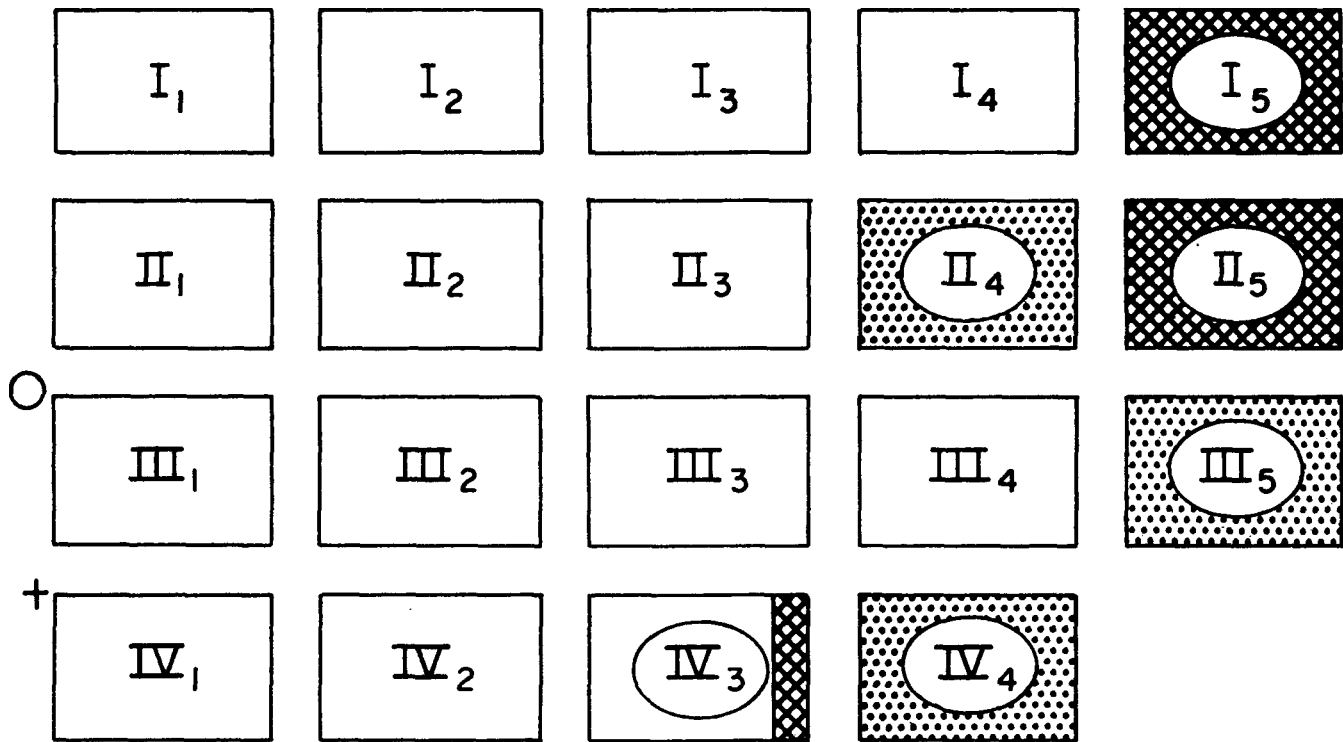
Elective activities must be approved by the Dean of Medicine and may include:

(1) Formal or informal study programs under the sponsorship of a department in the School of Medicine.

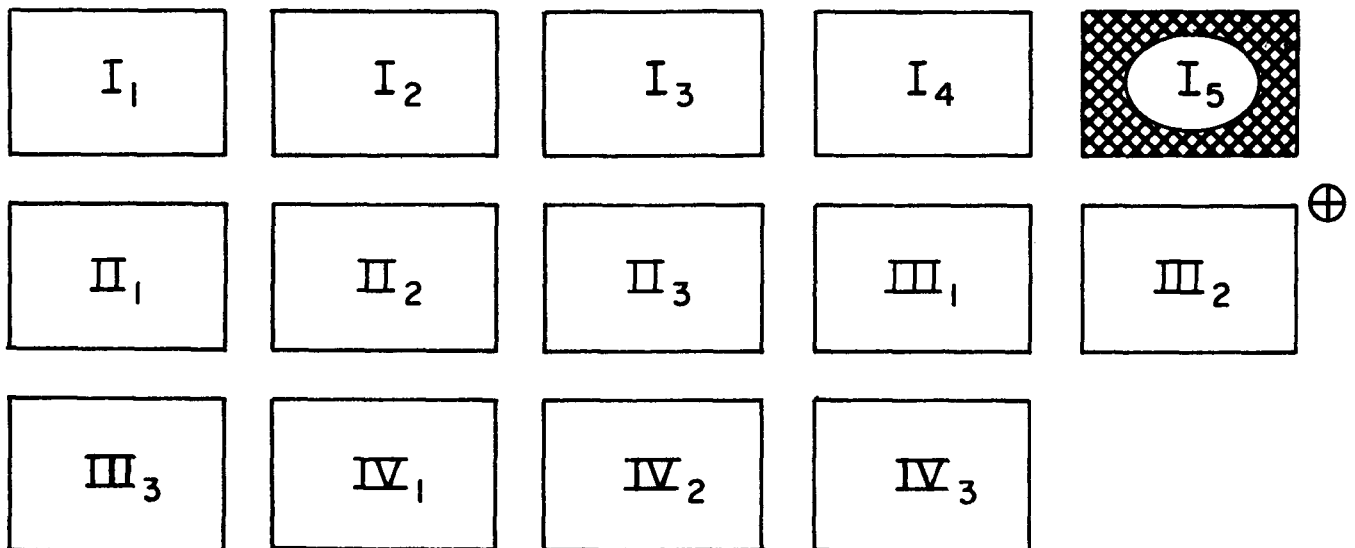
- (2) Clinical Clerkships limited to the elective terms following completion, in good standing, of the usual course work of the second year.
- (3) Sponsored research at the Medical Branch.
- (4) Off campus activities, requested by the student, and with approval of the Faculty of Medicine. These off campus activities may include:
  - (a) Preceptorships.
  - (b) Travel and study in foreign countries.
  - (c) Study at other colleges and universities, including medical schools.
  - (d) Research in private, governmental or other laboratories.
  - (e) Vacation - limited to first year, term 5 in the usual and alternative programs; second year, term 5; and fourth year, elective term in the usual program. There is only one elective period for students in the alternative program, (first year, term 5), and, hence, no vacation except for the two weeks of holidays which all students will take each year.
  - (f) Other activities when approved by the Faculty of Medicine.

### USUAL SCHEDULE

EACH BLOCK REPRESENTS A 10 WEEK TERM



### ALTERNATIVE SCHEDULE



 BASIC COURSES

 ELECTIVES

 VACATION OR ELECTIVES

ROMAN NUMERALS = ACADEMIC YR.  
ARABIC NUMERALS = TERM

○ THIRD YEAR ON 5 BLOCK ROTATION

+ FOURTH YEAR ON 4 BLOCK ROTATION

⊕ THIRD AND FOURTH YEARS ON 6 BLOCK ROTATION

## 2. SOUTHWESTERN MEDICAL SCHOOL

Relationship between Presbyterian Hospital and Southwestern Medical School. -- At the Regents' meeting in Galveston on May 14, 1960, the Board asked that there be included on the agenda of the Medical Affairs Committee for the July meeting the question of a potential relationship between The University of Texas Southwestern Medical School and the proposed new Presbyterian Hospital in Dallas.

### Background Information

Below are two excerpts from the minutes of the November 2-3, 1956 meeting of the Board of Regents regarding a proposed Presbyterian Hospital. These policies were considered and adopted at the time that a Master Plan for the Southwestern Medical School was authorized. The record does not reflect that these policies have been modified in any manner.

Policy Statement re Allocation of Sites for Proposed Presbyterian Hospital or any other Private Group Hospital, Southwestern Medical School. -- The Medical Affairs Committee discussed an informal approach that had been made by a Presbyterian group in Dallas regarding the building of a hospital near or on the acreage of The University of Texas Southwestern Medical School. After taking into consideration that the proposed Presbyterian Hospital presents a different situation from that of St. Paul's Hospital in that, unlike St. Paul's Hospital which has been organized for many years, it does not have a staff, it is recommended that the following policy statement regarding the location of the proposed Presbyterian Hospital or of any other private group hospital be adopted:

The Board of Regents will not approve any building for construction on the land of The University of Texas Southwestern Medical School until a master-site plan for The University of Texas Southwestern Medical School tract has been approved, and the construction of the proposed Presbyterian Hospital or any other private group hospital will have to fit into the master plan in order

to be considered by the Board. Contingent upon a location fitting into the master plan, the Board of Regents would look with favor upon the proposed Presbyterian Hospital as a teaching hospital if it complies with the Board's policy setting out the minimum prerequisites for a teaching hospital as set out below.

Policy re Private Teaching Hospitals, Southwestern Medical School. -- The Medical Affairs Committee, after due consideration and upon the recommendation of Dean Gill, concurred in by both Vice-President Casberg and President Wilson, recommends that any negotiations with reference to any private group hospital to qualify as a teaching institution of The University of Texas Southwestern Medical School be based upon the following minimum prerequisites:

1. The hospital should be of proper form and structure as to merit approval by the University and its architectural consultants.
2. It would need to demonstrate in some manner that adequate financing could be assured.
3. All appointments to the hospital's professional staff should be made upon nomination by the Dean of the medical school.
4. The chairman of each department of the medical school should be chief of the corresponding service in the hospital.
5. A minimum number of free beds (beds for hospitalization of non-private patients) should be available. About 10% of the total bed capacity should be reserved for such free teaching beds.
6. The consultation departments (Pathology, Radiology, Physical Medicine and Anesthesiology) should be maintained adequately by the hospital with provision made for adequate salary for personnel.
7. All decisions relative to house staff appoint-

ments, rotation, integration with other hospitals, and all decisions pertaining to number of medical students and extent of undergraduate medical school teaching shall be decided by the faculty of the medical school.

Nature of Proposal  
as presented by  
Dean Gill

Because of the serious difficulty of obtaining sufficient land in the immediate vicinity of the Medical Center, it has been proposed that location elsewhere be considered for the new Presbyterian Hospital. Inasmuch as this might mean development of the hospital in a geographic area some distance from the school, the steering committee for the Presbyterian Hospital wishes to know if the Board of Regents would still be willing to permit Southwestern Medical School to negotiate with the Presbyterian Hospital group in accordance with the policies outlined above.

It was the considered opinion at the time of adoption of these policies that a private teaching hospital could function in a very effective program within this framework. Although the location of the new hospital at a distant site would be less desirable than the arrangement first planned, we believe that it could still be an extremely useful teaching facility if set up under these policies.

Recommendation  
of Dean Gill

Dean Gill recommends strongly that the Board of Regents reaffirm these policies with specific reference to a new Presbyterian Hospital to be developed in Dallas and that he be permitted to negotiate with them with a view toward establishing an integrated teaching program. Obviously, this is several years in the future but it is imperative to establish a relationship under the policy statement of November 2-3, 1956, since planning may be materially modified if the Presbyterian Hospital is to become an integrated teaching institution.

Recommendation  
of Administration

It is recommended that the prerequisites for a teaching hospital affiliation approved by a previous board be reaffirmed and that Dr. Gill be authorized to negotiate such an agreement with the Presbyterian Hospital on the basis of these prerequisites.

**5** Committee of  
the Whole



COMMITTEE OF THE WHOLE  
Chairman Minter, presiding

Date: July 1 and 2, 1960

Place: Main Building, Room 209

- A. MAIN UNIVERSITY PROGRAM--DOCTOR RANSOM (Friday, July 1, 9:00 a. m.). --The supporting material for this item is in the form of Report on the Faculty of the Main University 1959-60 by Vice-President and Provost Ransom and was mailed to each Regent on June 20.
- B. MASTER BUILDING PLAN (Friday, July 1, 11:30 a. m.). -- At the request of the Administration the supporting material for this item is being mailed in a separate package. It will be considered in connection with the Master Plan memos that have been and are being sent to you. We shall continue to send the memos as they are approved for distribution by the Administration with a final "Table of Contents."
1. Introduction by President Wilson
  2. Overview by Doctor Haskew
  3. Main University Material
    - a. Presentation
    - b. Questions and Discussion of Possibilities (1:30 p. m.)
  4. Presentation and Discussions (3:00 p. m.)
    - a. Medical Branch (3:00 p. m.)
    - b. Texas Western College (4:00 to 4:30 p. m.)
    - c. Southwestern Medical School (7:00 p. m.)
    - d. Dental Branch (7:30 p. m.)
    - e. M. D. Anderson Hospital and Tumor Institute (8:00 p. m.)
- C. LEGISLATIVE BUDGET REQUESTS, 1961-63 (Saturday, July 2, 1:30 p. m.). --The proposed Legislative Budget Requests for 1961-63 will be sent separately or in groups as completed, together with the Budget Summaries prepared by Central Administration.
1. Central Administration and the Available Fund
  2. Main University

3. Texas Western College
4. Texas Western College Museum
5. Medical Branch
6. Dental Branch
7. M. D. Anderson Hospital and Tumor Institute
8. Southwestern Medical School
9. Postgraduate School of Medicine
10. The South Texas Medical School, Planning for (\$100,000 request authorized at May Meeting)

D. ITEMS RELATING TO COMPONENT INSTITUTIONS (Institutional Heads to be present for consideration of items on agenda of the Committee of the Whole for the respective institutions; any items not on final agenda must be of emergency nature and previously cleared through the President for presentation.)

1. Main University (Doctor Ransom)
2. Texas Western College (Doctor Smiley)
3. Medical Branch (Doctor Truslow)
4. Dental Branch (Doctor Olson)
5. M. D. Anderson Hospital and Tumor Institute (Doctor Clark)
6. Southwestern Medical School (Doctor Gill)
7. Postgraduate School of Medicine (Doctor Taylor)

E. REPORT BY DOCTOR CLARK. --Because of the crowded agenda at the May meeting, Doctor Clark asked to defer the report of M. D. Anderson Hospital and Tumor Institute until the July meeting. Doctor Clark mailed each Regent an Annual Report of the activities of The University of Texas M. D. Anderson Hospital and Tumor Institute for the fiscal year 1958-59, and a Research Report for 1959.

F. ITEMS REFERRED EITHER FOR ACTION OR FOR INFORMATION BY STANDING COMMITTEES

1. Academic and Developmental Affairs Committee  
(Committee Chairman Devall)
  
2. Buildings and Grounds Committee  
(Committee Chairman Thompson)
  
3. Land and Investment Committee  
(Committee Chairman Johnson)
  
4. Medical Affairs Committee  
(Committee Chairman Bryan)
  
5. Board for Lease of University Lands  
(Vice-Chairman Johnson)

G. SPECIAL ITEMS

1. President Wilson
  - a. Auxiliary Budgets, 1960-61. --The recommended operating budgets for the Auxiliary Enterprises for

1960-61, together with the budget summaries, were prepared for mailing by the President's Office and were mailed to you on Saturday, June 18.

- (1) Main University
- (2) Texas Western College
- (3) Medical Branch
- (4) M. D. Anderson Hospital and Tumor Institute
- (5) Southwestern Medical School

b. OGSR Budget, 1960-61. --As of this date, June 20, the Office of Government Sponsored Research budget for 1960-61 is not ready for distribution. However, it will either be mailed along with this material or be mailed in a separate package prior to the meeting.

c. "Platform" Document (Commitments). --Following the Regents' meeting on May 14, 1960, each member of the Board and each officer of Central Administration were reminded to submit at the earliest possible date to Doctor Haskew suggestions for and revisions of the "Platform" Document (Commitments). These revisions were to be incorporated and submitted as a proposed document for final action at the July meeting. The document recommended for your consideration is on Page 55.

d. Extension of Contracts for Coaches Royal and Bradley. -- The extension of contracts for Coaches Royal and Bradley was postponed at the May meeting in order that Mr. Thompson might be present when this item is considered. For the convenience of each Regent, the supporting material for this item as distributed for the May meeting is set out below:

#### Proposal

The Athletic Council and Mr. Ed Olle, Athletic Director, have recommended that the contract of Mr. Darrell K. Royal be extended for a ten year period beginning January 1, 1960, and ending December 31, 1969, at an annual salary of \$17,500, and that the contract of Mr. Harold L. Bradley be extended for a five year period beginning April 1, 1960, and ending March 31, 1965, at an annual salary of \$11,000. Each contract is conditioned upon the continued good health and physical ability of the individual to perform the duties which the position involves. This recommendation has been approved by H. Y. McCown, Dean of Student Services, and Vice-President and Provost, H. H. Ransom.

Concerning the contract with Mr. Royal the Athletic Council has made the following statement:

Mr. Royal has been with our institution about three years, and our evaluation of his abilities has increased since his employment. He has demonstrated outstanding coaching techniques as indicated by the fine team record and his ability to control and discipline boys. He is an ethical and effective recruiter with a balanced judgment as to the place of the athletic program in an educational institution. He has proven ability in the field of public relations with the University Administration, faculty, ex-students, students, and other schools in our conference. In summary, Mr. Royal has measured up to the high standards set for him in every way.

In discussing with Mr. Royal a possible extension of his present contract as head football coach, he said that he would be pleased if his present contract were extended six additional years at the same salary as now paid, with the understanding that this contract would be binding only in the event of his continued good health and physical ability to perform the duties which the position involves.

Concerning Mr. Bradley the Athletic Council has made the following statement:

Mr. Bradley has been with our institution about one year, and our evaluation of his abilities has increased since his employment. He has demonstrated outstanding coaching techniques by leading the Longhorn Basketball Team to the Southwest Conference championship in the season just completed. He has the ability to control and discipline boys. He is an ethical and effective recruiter with a balanced judgment as to the place of the athletic program in an educational institution. He has been well received by the faculty,

students, ex-students, and the representatives of the other schools in our conference. In summary, Mr. Bradley has measured up to the high standards set for him in every way.

In discussing with Mr. Bradley a possible extension of his present contract as head basketball coach, he said he would be pleased if his present contract were extended three additional years at the same salary as now paid, with the understanding that this contract would be binding only in the event of his continued good health and physical ability to perform the duties which the position involves.

Recommendation

It is recommended that the Board approve the above recommendations.

e. Main University

- (1) Organization. -- There is no documentation.
- (2) Appropriation for Remodeling. -- The following joint recommendation of Business Manager Landrum and Comptroller Sparenberg in the form as submitted has been approved by the Administration:

In accordance with instructions received June 15, 1960, from Vice-President Dolley, this recommendation is being submitted jointly by Graves W. Landrum, Business Manager of the Main University, and Charles H. Sparenberg, Comptroller. The recommendations herein made in regard to the remodeling and refinishing above indicated are being made after a number of conferences, both with the President's Office and with Architects and Engineers in the Comptroller's Office and the Physical Plant staff of the Main University. The recommendations made and the construction estimates involved are as accurate as we can make them at this time, but it should be kept in mind that a lot of details are yet to be worked out by the Architects and other people involved.

In order to accomplish the various moves and remodeling which we have been instructed by the President's Office to arrange, we hereby make the following recommendations:

1. That the amount of \$19,995.00 be appropriated to an account in the Physical Plant Section of the Main University books entitled "Remodeling and Refinishing Certain Areas in Main Building for Administrative Offices." It is recommended that \$12,000.00 of this amount be appropriated from Account No. 27200 entitled "Improvements, Remodeling and Major Repairs - Allotment Account" and that the balance of \$7,995 be appropriated from the Available University Fund - Unappropriated Balance. It should be understood that this appropriation is to cover remodeling and refinishing (construction) work and does not include any allowance for new furniture and furnishings.

2. After our discussions with Messrs. Moore, Eckhardt, Huber, et al, we wish to suggest the following chronological order in which the moving and remodeling work in the various areas should be started, with the understanding that later developments may cause some changes in this suggested chronological order:

(a) Move the Undergraduate Reading Room of the Library out of Room 132 and move the Documents Section of the Library from Rooms 136, 138, 140, and the north end of Room 132 either to the south end of Room 132 or elsewhere.

(b) Start the remodeling work in the areas above listed for use by the Auditor's Office (Auditor's private office and Accounting Division).

(c) Move Mr. Graydon's Office and Captain McCown's Office to the areas assigned to them by the President's Office.

(d) Start the remodeling work in suite 121, room 101M and other areas on the mezzanine floor now occupied by Mr. Graydon's Office, and conference room 103M, for use by the Comptroller's Office.

(e) Move Auditor's Office and Comptroller's Office to new offices as soon as construction work will permit.

(f) Start remodeling and refinishing work on areas now occupied by the Comptroller's Office, the Auditor's Private Office, and Accounting Division (Rooms 102, 104, 106, 108, 110, 112, and 114).

(g) Move President-Elect of Main University and staff to new quarters.

3. In accordance with our previous discussions with Vice-President Dolley, et al, it is further recommended, in order to expedite this work as much as possible, that as much of the work as possible be done by the Physical Plant Staff of the Main University on plans, specifications, and actual construction work, that whatever plans and specifications are necessary to accomplish this work be approved by a special committee composed of Comptroller Sparenberg, Doctor Ransom, Doctor Dolley, and Doctor Wilson, and that whatever contract awards are necessary, if any, be made by this same committee.

f. Texas Western College: Organization. --There is no documentation.

g. Reports by Doctor Ransom

(1) Texas Student Publications

√ (2) The Prospect for Texas Studies at the University (The Texas Collection, Research in Texas History, The Archives, the Museum, and publications in the field of Texana.)

√ (3) Progress report on major acquisitions in special collections (art, anthropology, history of science, language, law, literature, and Texana)

2. Members of the Board of Regents

a. Travel Expenses. --One of the Regents has suggested that the Board discuss travel expense accounts of the Regents with reference to traveling expenses incurred in the interest of the University for purposes other than attendance upon meetings of the Board.

According to Vernon's Statutes, Article 2589, "The reasonable expenses incurred by the boards of regents and visitation in the discharge of their duties shall be paid from the available University fund."



- b. Conference with Miss Ima Hogg re naming of building (Mr. McNeese). --Mr. McNeese will report when he has had an opportunity to confer with Miss Ima Hogg on this subject.

**6** Meeting of  
the Board

## DOCUMENTATION

MEETING OF THE BOARD OF REGENTS

- I. APPROVAL OF MINUTES, MAY 13-14, 1960. --A preliminary draft of the Minutes for the meeting of the Board of Regents held in Galveston on May 13-14, 1960, was mailed to each Regent on June 9. On June 17, a substitute for Page 43 was mailed to each Regent and was included in each copy distributed. The substitute sheet reported the complete letter from James Hollers, M. D., dated May 11, 1960 to Merton M. Minter, M. D.

This office has received no requests for additions to or corrections of the minutes for the May meeting.

- II. REPORT OF COMMITTEE OF THE WHOLE (Chairman Minter). -- This cannot be completed until after the meeting of the Committee of the Whole.

### III. REPORTS OF THE STANDING COMMITTEES

A. **REPORT OF EXECUTIVE COMMITTEE--INTERIM ACTIONS (APRIL 25--JUNE 14, 1960).** --During the period April 25 through June 14, 1960, twelve items have been presented to and approved (by mail vote) by the Executive Committee. Each item was recommended by the respective institutional head concerned, which recommendation was concurred in by President Wilson; with the exception of two items, each has been incorporated in the docket for the July 1-3, 1960 meeting with approval of Executive Committee indicated.

1. **Budgetary Items**

Medical Branch. --Two items recommended by Executive Dean and Director Truslow and reported in Items 2 and 3, Page G-1, of the attached docket.

2. **Absences from the Campus in Excess of Two Weeks**

a. Main University. -- Absence of Doctor Howard T. Odum, Professor William Junuis Carter, Doctor Louis S. Kornicker, Miss Freddie Ruth Little, and Mrs. Florence D. Wilson reported in the attached docket on Pages \_\_\_\_\_.

b. Medical Branch. -- Absence of Doctor Joe Bert Nash reported in the attached docket as Item 5, Page G-5.

Absence of Doctor Wayne E. Truax. This item was not approved in time to be reported in the July docket, but will be reported in the subsequent docket.

c. M. D. Anderson Hospital and Tumor Institute. -- Absence of Doctor Michael L. Ibanez and Doctor William O. Russell reported in the attached docket on Page A-2.

Absence of Doctor Saul Kit. This item was not approved in time to be reported in the July docket, but will be reported in the subsequent docket.

These items are reported for ratification by the Board.

(This report is submitted by Committee Chairman Hardie.)

- B. REPORT OF ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE. -- This report will be presented by Committee Chairman Devall.
  
  - C. REPORT OF BUILDINGS AND GROUNDS COMMITTEE. -- This report will be presented by Committee Chairman Thompson.
  
  - D. REPORT OF LAND AND INVESTMENT COMMITTEE. -- This report will be presented by Committee Chairman Johnson.
  
  - E. REPORT OF MEDICAL AFFAIRS COMMITTEE. -- This report will be presented by Committee Chairman Bryan.
  
  - F. REPORT OF BOARD FOR LEASE OF UNIVERSITY LANDS. -- This report will be presented by Vice-Chairman Johnson or Mr. Heath.
- IV. SPECIAL ITEMS. -- As of this date, there have been no special items approved for consideration.

V. ITEM FOR THE RECORD

APPOINTEES, UNIVERSITY DEVELOPMENT BOARD. -- At the March 1960 meeting of the Board of Regents, the Academic and Developmental Affairs Committee, acting through its chairman, was authorized to work with the Nominating Committee of the Ex-Students' Association in order to coordinate geographical and other distribution of appointments to be made to the University Development Board.

At the May 13-14, 1960, meeting in Galveston, Committee Chairman Devall presented the names of the following who were approved for appointment by the Board of Regents, effective September 1, 1960:

Mr. Ernest Cockrell, Jr., Houston, Texas  
Mr. J. Francis Morgan, El Paso, Texas  
Mr. J. L. Patton, Tyler, Texas  
Mr. Preston Shirley, Galveston, Texas

At the first meeting of the University Development Board after September 1, 1960, the new appointees will draw for terms of either four or six years.

Letters of acceptance of membership on the Development Board have been received from each.

It is also reported for the record that the Ex-Students' Association has appointed and has received letters of acceptance from the following:

Mr. Edward Clark, Austin, Texas

Mr. Charles S. Coates, Chappel Hill, Texas

The full membership of the University Development Board will be reported in the Regents' minutes as soon as the new appointees have drawn for their terms of service.

- VI. MEETING JULY 13, 1960. --On July 13, the Secretary of the Board is to certify to the Bond Counsel that an executed Notice of Special Meeting of Board of Regents of The University of Texas has been duly given to each member of the Board, and that each such member has signed the Consent to Special Meeting attached thereto, and that such executed Consents are on file in the Office of the Board of Regents. (This relates to the special meeting that has been scheduled for the issuance and the sale of Permanent University Bonds, Series 1960, dated July 1, 1960.)

**Platform  
Document**

MATERIAL SUPPORTING AGENDA  
COMMITTEE OF THE WHOLE  
JULY 1-3, 1960

PLATFORM DOCUMENT. At the May 13-14 Meeting, a proposed platform document titled Commitments was reviewed and modifications discussed. Final action was withheld, and individual members of the Board were asked to submit suggested changes by June 1. Three members responded to this request; copies of their letters were circulated to members of the Board. Also, discussions concerning the document took place in Central Administration. We now present a revised document and a revision of plans for use of the document, and request final action.

1. Use of document. We now recommend that the document be used almost exclusively with Citizens Study groups, and not be distributed in large quantities. It would be circulated, however, to those who request it and upon such occasions as civic club appearances by University representatives. Printing would be neat but inexpensive.

This recommendation is based upon judgment that this type of document would have low popular impact now, nearly two years after the peak of attention to Committee of 75 findings. Contemplated is a subsequent document of different character which would have fresh news character.

2. Changes. Few changes may be apparent in the current draft. It is felt to be unwise to depart very far from the actual words of the Committee of 75 and the statements adopted by the Board of Regents on April 16-18, 1959. For these reasons, language is not entirely satisfactory.

However, we think the changes made are important ones and should meet the objections raised:

- (a) Board members seemed most concerned about the inflexible and semi-legal connotations of "Commitments." We have changed the title, deleted quotations labeled "commitments" and modified wording to eliminate flavor of absolute and final decisions having been made.
- (b) Changes in wording have been made to meet, we hope, all the specific objections raised by members of the Board, with one exception perhaps. We did not feel we had the authority to change basic policy on "Financing the Program" without specific action by the Regents. We hope our wording meets most of the objections raised, however.
- (c) Changes in headings have been used to tie the document together a little better, we think.

The revised document follows and we request final approval or disapproval of it for the purposes stated in (1) above.



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PROSPECT:

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A platform for The University of Texas  
issued by the Board of Regents in  
response to The Report of the Committee  
of 75

The University of Texas System

The Main University - Austin

Texas Western College - El Paso

M. D. Anderson Hospital and Tumor Institute - Houston

Dental Branch - Houston

Postgraduate School of Medicine - Houston

Medical Branch - Galveston

Southwestern Medical School - Dallas

PROSPECT  
A Platform Document  
of  
The University of Texas

On December 6, 1958, the Committee of 75 made its eagerly-awaited report to the Board of Regents of The University of Texas. That report constituted a challenge of tremendous significance to all Texans. The Board of Regents studied the report, accepted the challenge, and decided to submit to the people of Texas a platform for greatness based upon the recommendations of the Committee of 75. This document is that platform.

## I. THE CHALLENGE TO TEXANS

We foresee in the years ahead:

A world whose needs for the highest intellectual and spiritual accomplishments will be increasingly multiplied.

An economy in Texas and the Southwest dependent for its vitality upon technological processes of high order.

A rapidly growing total population in Texas, 50 per cent larger in 1975 than in 1955, and a population for Texas higher education institutions in 1975 more than doubled the 1955 enrollment.

A Texas economy which will provide a gross state product in 1975 more than double that of 1955--an economy able to support higher education at a level commensurate with the needs at that time.

A supply of able Texas students for a university of the first class which will be equal to the supply available anywhere.

The need for an informed and understanding citizenry which will not only accept but demand the responsibility of maintaining an outstanding system of public education in this great state.

## II. A MISSION TO MEET THE CHALLENGE

In a coordinated and effective state-supported system of higher education, what is the mission of The University of Texas? What shall be the scope and caliber of the service rendered by this institution which is the state university for the entire State of Texas?

Two major premises underlie answers to the foregoing questions:

1. In origin, in development, and in responsibility, this is The State University of Texas, singled out to discharge a unique role. The Constitution of the State of Texas envisioned a comprehensive system of public education. That same Constitution enjoined the Legislature to establish The University of Texas as a university of the first class. Through the years, as public education has grown and expanded, the unique capstone position of The University of Texas has become recognized and established. Realistic planning must incorporate this capstone concept of The University's role in the Texas system of public education.
2. The University of Texas is a coordinated system of geographically separated component units. Each unit has important functions to perform, but always as a part of a whole university. The University of Texas operates on many campuses, but it operates as one university.

The Mission of The University of Texas. Seventy-five years ago a university opened its doors in response to a constitutional mandate. That mandate was for the establishment of "a university of the first class...styled 'The University of Texas.'"

First-class universities do not spring forth full-blown with the dedication of buildings or the announcement of courses. That beginning in 1883 represented aspiration rather than accomplishment. It was an act of faith--faith in a system of democratic education productive of the cultivated mind which is "the guardian genius of democracy"; faith, also, in future generations of Texans who would see that the dream came true, whose talents and energies would be devoted to making the vision become a reality.

What is a university of the first class? Definitions differ, and each generation writes its own. It is clear, however, that our forefathers conceived of The University of Texas as the capstone of an educational system which would bring about "...a general diffusion of knowledge...essential to the preservation of the Liberties and rights of the people." Their hopes and aspirations for The University of Texas and their vision of its future greatness are well expressed in the words of John Masefield:

There are few earthly things more splendid than a university.

...wherever a university stands, it stands and shines;

...wherever it exists, the free minds of men, urged on to full and fair inquiry, may still bring wisdom into human affairs.

To be a member of one of these great societies must ever be a glad distinction.

The mission of The University of Texas is to measure up--by acceptable standards--to the responsibilities of its maturity, to the many challenges of its future. It must be "first class," not third or even second class. It must be representative of the best in Texas tradition while shunning the limitations of provinciality. It must become a depository of the accumulated learning of the ages, a community of scholars--teachers who can teach and students who have a yearning for the truth that makes men free. It must be a place where men and women may equip themselves for service in the learned professions and in the arts and sciences, where new frontiers of knowledge may be explored freely and new truths discovered and proclaimed in an atmosphere of mutual confidence and respect for the rights and responsibilities of true scholarship, where in addition to the tools necessary for survival in a shrinking and troubled world may be developed the broadness of mind, the tolerance of spirit, and the strength of character that make survival worthwhile.

A mission "of the first class," then, is a dedication to ends that are important and strategic for the people. To achieve some of these ends, the people will call upon all colleges and universities which they support. The University of Texas must carry its share of the responsibility of achieving such ends, working in harmony and coordination with other units of higher education. Other ends will require certain colleges and universities to make specialized contributions. Responsibility for specialized contributions will rest especially upon The University of Texas because of its unique position and its great potential for service.

The mission of The University of Texas is to be a potent instrument for capitalizing upon the promise of the future, simply because it is The University of Texas. No other institution can fill the place reserved by the people for The University.

Defining mission in general terms is not enough. The people of the State, their representatives who conduct the government, and the authorities who direct The University of Texas need to identify in some detail the obligations to be discharged. The Committee of 75 suggests the following items of high priority.

1. To Become a Major Center of Learning and Scholarship

The University should become one of this nation's truly great universities. As such, it should make highly significant contributions to the diffusion and advancement of knowledge and to the promotion of scholarly inquiry. In order to render such service, The University must attract to its faculty, and itself produce, eminent scholars who will lead in pushing back the frontiers of knowledge.

The University must always retain as a crucial part of its mission the function of translating scholarships into (a) education for its students, and (b) research accomplishments of value to society. As a great university, it

must further scholarly inquiry into the full range of human experience, selecting for special attention those fields which its personnel and material resources give it peculiar competence to pursue. It should identify itself with the whole fraternity of scholars and with the major streams of intellectual thought.

While The University of Texas must have as its field the world of learning, it should make a unique contribution to scholarship and higher education in its ways of dealing with matters closely related to this state and region.

## 2. To Render Service to the Individual Student

A dominating mission of The University should be to serve as a center for learning by students. The caliber of that learning will be affected both by the students who attend and by the services provided.

The University should have a general obligation to provide high standard academic and professional programs of education which will equip its graduates to compete on equal terms with the graduates of any university, and its doors should be open to all students properly qualified to pursue its program with success. In addition, The University should assume a special obligation to serve adequately those students who are of outstanding intellectual capacity and who are prepared to do college work of the highest order. In selecting its students, The University should, of course, cooperate with official statewide plans for higher education.

The University should afford to each student the opportunity to develop his capacities, extend his knowledge, and acquire those habits of thought which will enable him to build a good life for himself and to make an effective and valuable contribution to society. While The University must concentrate its attention upon the intellectual development of each individual, it should not neglect the personal, civic, moral, and aesthetic aspects which support and complete that intellectual development. To achieve these ends:

The University must provide a common core of learning for all students and the opportunity for suitable and varying specializations. It should be obligated to provide for all students, regardless of their specializations, those higher educational experiences which will make them at home in the world of culture, prepare them for intelligent and dynamic discharge of their privileges of citizenship in the modern world, give them intellectual, aesthetic, and ethical groundings for their personal lives, and foster their mental and physical health. Further, The University should provide professional education and specialization opportunities of high quality in keeping with the demands of the economy, the prudent investment of its resources, and its position as the capstone of the State's system of higher education. In all of these educational provisions, it should take into special account the need for unusual opportunities for students with exceptional ability.

The University can be and should be concerned with the moral and spiritual welfare of its students. Such concern is best discharged by the exemplification of high ideals in the day-to-day conduct of faculty and administrative personnel; by providing a climate which emphasizes the importance of moral and spiritual development; and by affording opportunity to religious groups to conduct their own programs under their own control for ministering to the religious needs of students.

The University should provide a well-balanced program of intercollegiate and intramural athletics, physical education, and health education in order to give students the interests, skills, and stamina necessary for the enjoyment of physical activity.

For graduate students of requisite intellectual ability, The University has a very special obligation to provide opportunities for scholarly inquiry and highly advanced training in a wide variety of fields. For such students, it must offer the faculty and facilities for the high level pursuit of knowledge.

Adults not enrolled as regular students should also be served by The University with suitable opportunities for continuing their education. A large share of such continuation education may be financed from non-public funds, of course, and it should be provided without weakening the educational opportunities for regularly enrolled students. Continuation education, nevertheless, constitutes an important obligation of the state university.

### 3. To Promote the Cause of Education in Texas

As the capstone of the Texas system of higher education, The University has a special obligation to work for the development of an adequate and efficient total system of public higher education in Texas. Its mission is not to be found apart from that system, but within it. It should cooperate actively with the Legislature, the Texas Commission on Higher Education, and the other state-supported colleges. Similar cooperation should be extended to institutions of higher learning operating under private auspices.

Because of the constitutional mandate to develop a university of the first class, the Board of Regents of The University System has the responsibility of bringing to the attention of the people of Texas, the Legislature, and the Texas Commission on Higher Education those missions which should be performed by The University and the support required to discharge these missions. With the necessary support provided, the Board of Regents has an obligation to develop a university of the first class as its most important contribution to the cause of education in Texas.

In promoting the cause of education, The University should be prepared to assist other institutions of higher education through the preparation of teachers and other professional personnel for colleges and by placing its various resources at their disposal through cooperative arrangements. The University should also assist the high schools of the state in designing and operating programs of education which will produce graduates who can meet high academic expectations. In many other ways, The University should be prepared to champion and to point to ways of achieving a total educational program for Texas adequate to meet the demands placed upon it.

### 4. To Render Economic, Civic, and Cultural Service

The University of Texas is an instrumentality for realizing upon the economic, civic, and cultural potential of our state and its people. Through the education it provides for students, it must enhance the employment of those potentials. Through research and public service it must make important contributions to the state's economic development, civic achievements, and cultural attainments.



While the advancement of economic and social development in our state must be a primary concern of those who plan and execute the programs of The University of Texas, it must at all times be remembered that a truly great university will tolerate no geographical boundaries. The University of Texas must find its proper place in the community of scholars which comprises the great universities of the world. And in the fullness of time, it must make its own contribution to that enduring body of knowledge and culture which transcends all nations and all peoples and which guides our civilization in its long, slow march toward a better world.

### III. A UNIVERSITY TO FULFILL THE MISSION

#### A. Indicators of Greatness

Greatness of a university is measured by the greatness of its achievements. Achievements, however, extend over long ranges of time and are difficult to measure at any one instant. History has demonstrated a close relationship between the existence of certain characteristics today and the achievement of great ends tomorrow. These characteristics are indicators of greatness. They can become the means to greatness.

##### 1. Size

The institution should be large enough to meet the demands for its services. In enrollment, in physical facilities, in volume of research, and in quantity of direct public service, effectiveness must not be handicapped by too-limited access to the university's offerings.

##### 2. Scope

The program of the institution must be broad enough to encourage all significant fields of teaching and research. It must extend upward into graduate levels and professional education, and afford sufficient variety of specializations to meet the needs it is established to serve.

##### 3. Quality

The quality of a university may be tested by examining

- the importance and worthwhileness of its objectives;
- the degree to which its faculty, administrative officers, and students are dedicated to those objectives;
- the competence of its leadership;
- the adequacy of its means for achieving its end, namely:
  - a distinguished faculty,
  - a qualified student body,
  - a satisfactory physical plant.
- the achievements made in intellectual and cultural development of its students in general education and in specialization;
- the productivity from its research programs;
- the effectiveness of its direct services to adults.

##### 4. Comparative Standing

Some universities have earned, through their achievements, general recognition of their greatness. Comparisons between provisions within The University of Texas and provisions in such eminent institutions can throw light upon prospects for long-range achievements.

## 5. Financial Support

Greatness is not achieved by adequate financial support alone, but it is not attained without such support. Close correspondence exists between the level of financial support and the long-range level of achievement by a university.

### B. 75th Year Status of The University of Texas

Indicators of greatness were used by the Committee of 75 to look at The University of Texas in its seventy-fifth year. They reported:

#### 1. In Total

Within the brief span of 75 years, the people of Texas have produced an institution eminent in its region, one generally recognized as among the best seventeen state universities in the nation, and one giving evidence of continuing its upward climb.

Candidly, however, The University of Texas is not yet "a university of the first class" as envisioned at the time The University was founded and as necessitated by the future mission of The University. It does not yet occupy the position it should occupy--one of eminence and distinction among the truly great universities of this country.

"The Committee of 75 makes these statements without qualification or reservation, because it strongly believes that clear, unflinching recognition of the present situation is the cornerstone upon which a truly outstanding university may be built in future years..."Outstanding" means a program which has national recognition...to which other colleges and universities will look for leadership, new ideas, and inspiration--comparatively speaking, among the ten best programs in the United States."

The University has several "outstanding" programs at the present time, and the vast majority of its individual programs are of quality definitely superior to that of typical state universities and most private colleges. Eminence is no empty dream with such foundations already laid.

#### 2. More Specifically

In size of enrollment, The University of Texas in general meets the criterion stated. Its offerings are available to those who should have access to them.

At the Main University and Texas Western, faculty and facilities have kept up reasonably well with rapid enrollment increases.

At Southwestern Medical School and the Dental Branch, enrollments and facilities are in desirable balance.

At the Medical Branch in Galveston, the achievement of high quality for the Medical School is seriously hampered by enrollments much too large for available facilities and clinical material.

Graduate enrollments in The University have shown commendable increases, but are still too small to meet the needs of the future. The same statement can be made with respect to the volume of high-level research endeavor.

Total size of continuation and adult education enrollments is satisfactory, but a few important segments of the public are insufficiently reached by The University's valuable resources.

In scope of offerings, the total University measures up well. Most important broad fields of learning are covered, and the present array of specializations is generally sufficient to meet existing needs of the economy and of students. A few important deficiencies--for example, in the nuclear sciences--do exist. Some over-proliferation of course offerings in a few areas is suspected, but the total picture is one of wise concentration of resources upon the important and the essential.

In quality, peaks of excellence rise at intervals in a range that is "superior" to "outstanding" but valleys of only a "satisfactory" level occur. It is doubtful that any segment of The University of Texas is below-average in quality.

-Objectives held by the faculty and administration are commendable ones, definitely tending toward quality of the highest order.

-Dedication by faculty and students to increasingly-high objectives is already noteworthy, steadily growing.

-Leadership of The University appears to be both adequate and dynamic.

-Many faculty members of real distinction are present, but the proportions of distinguished and truly eminent faculty members are still too small to attain the quality of results so certainly needed.

-Insufficient numbers of highly promising younger faculty members are being recruited and retained against outside competition.

-Physical facilities are fairly adequate. Research equipment is much needed. Physical plant at the Medical Branch is decidedly inadequate to meet the needs of a top-quality institution.

-The undergraduate programs are satisfactory but still fall short of the quality level necessary for the building of

a distinguished university. Average ability-level of students is high for this region, but proportion of unusually-able students is too low.

-The graduate program is of quality equal to the average in superior universities, but too few instructional departments rank among the top 20 in the nation, and the percentage of outstanding work is too small for a university with the mission envisioned for The University of Texas.

-The research program falls short of satisfactory levels; while improving, it constitutes one of the greatest gaps the people have allowed to develop between their needs and the service performed by their state university.

In comparative standing among the nation's best universities, a few University of Texas units rank satisfactorily near the top. Most divisions rank between tenth and twentieth, and some are even lower. These are rigorous standards of comparison, it must be remembered, employed because of the challenge of the future to the people of Texas.

In financial support The University of Texas falls far short of the criterion of greatness. In every comparative index of funds available to the major universities, The University of Texas is low. The University of Texas has not yet received the support from public funds which would enable it to attain "outstanding" quality levels.

-Yet, evidence collected indicates that the State of Texas can provide such support with no greater tax effort than is already being made in competitive states.

-The backbone of financial support is the biennial appropriations by the Legislature from general revenue. These determine the basic levels of quality which can be attained.

-Financial support from income of the Permanent University Fund (called the Available Fund) provides all buildings for University of Texas component units. Available Fund income not used for buildings can be used to purchase quality above basic levels, provided it is not appropriated to substitute for General Revenue in meeting basic needs.

In 1955-56, \$1.6 million of Available Fund money was appropriated by the Legislature to substitute for General Revenue. In 1957-58, this was reduced to \$700,000. For 1959-61, the Legislature freed the Available Fund completely from appropriation in lieu of General Revenue.

In summary, the 75th Year picture of The University of Texas is one of a system which has already gone beyond the ordinary and the average, one which is capable of attaining the highest aspirations, one which has significant distances to go in some areas to reach those aspirations, but one which has greatness with its reach.

### 3. Significant Developments, 1958-1960

Even prior to completion of the Committee of 75 Report, some developments were already under way in keeping with the tenor and spirit of the recommendations made. Since the Report was submitted on December 6, 1958, other actions have been taken which seem to constitute progress toward the levels envisioned.

1. In 1959-60, the number of faculty members added kept pace with increased enrollments. New buildings and equipment contracted for will also keep pace with immediate enrollments--but only at the same levels existent in 1957-58.
2. Volume of research endeavor has shown considerable upturn; a few new and very promising projects of considerable magnitude have been launched.
3. At the Main University, work in the nuclear sciences has been strengthened and plans for erection of a major particle accelerator are in preparation.
4. Throughout The University, departments have consolidated their course offerings, reduced total number of different courses by 10 to 40 per cent.
5. Constant progress toward higher academic standards, by both faculty and students, has been notable. Introduction of "honors" and other special programs has met with high favor.
6. A concerted effort to improve actual classroom teaching has been launched, and the movement seems to be gathering momentum.
7. Announcement of construction of a new Undergraduate Academic Center and Library at the Main University has aroused wide-spread enthusiasm.
8. Several new faculty members of great distinction were secured in 1958-59 and 1959-60 as a result of extraordinary efforts to attract such people. However, less than 50 per cent of the positions open were actually filled and several much-needed people could not be attracted with the offers made.
9. The University was unusually successful in its quest for promising beginning faculty members in 1958-59, but was less successful in 1959-60, and is encountering real difficulties in securing such individuals for 1960-61.
10. The Regents have established a special Excellence Fund of \$1,000,000 per year (from Available Fund Income) and this has been devoted to research endeavors, specialized equipment, and program enrichment. While less than one-fourth the size needed, this Fund has purchased some permanent progress.

11. The 56th Legislature freed the Available Fund entirely from appropriation for basic operation; provided 10 per cent more from General Revenue; recognized the need for physical plant rehabilitation at the Medical Branch.
12. Salaries for a very few key academic people were moved up in 1959-60 to competitive status with those existent in other major universities; average faculty salary increase was in the \$500 range. However, other competitive universities moved further. For example, among the 15 state university members of the Association of American Universities, the Main University average salary for an Associate Professor was \$1,087 below the third-ranked university in 1958-59; \$1,182 behind in 1959-60. The Main University in 1959-60 stood 15th in the Instructor category, 14th in Assistant Professors; 15th in Associate Professors, and 9th in Professors.
13. Something approaching 50 per cent of the ground earlier lost in acquiring major library research collections was made up between 1958-60. The Available Fund was used for some purchases, and private donors made possible some magnificent additions.
14. The 1959-60 year saw a decided upturn in enrollment of highest-ability students. Vigorous attention is being devoted to a continuation of this trend.
15. The search for top faculty talent is the most intensive in The University's history. This includes unusual efforts to hold those already on the faculty and to attract new persons. Several key positions remain vacant because of refusal to settle for less than outstanding ability.
16. Several divisions of The University System have undertaken thorough-going improvements in their curricula. This is especially noteworthy at the Graduate School level.
17. The Ex-Students' Association has developed rapidly, is becoming increasingly effective.
18. The volume of news coverage of academic affairs and accomplishments tripled between 1957 and 1960, continues to increase.
19. A gratifying, although proportionately small, increase in financial support from Texas business and industry has occurred.

20. The Board of Regents and The University Development Board have laid the groundwork for a much expanded and more vigorous effort to cultivate private fund support for excellence in The University System. However, only modest increases have yet occurred; no major benefaction has been received.
21. Acting under a directive from the Board of Regents, the administration spent 1959-60 in formulating a long-range building plan for The University System. The instructions were for economy in new construction, retaining much of the Available Fund for purchase of program excellence.

#### 4. The Necessary Status

Realistically, what status shall the people of Texas seek for their state University?

The Committee of 75 said, "The University should become one of the truly great educational centers in this country and make significant contributions to the advancement and dissemination of knowledge and to the development of scholarly attainments."

The key ingredient in this new status? Over and over again, the Committee of 75 said, "a substantially higher quality level...quality comes first."

And the Regents wrote, "Agreeing that the crucial issue confronting The University is one of improving its quality of performance, the Regents commit themselves to seek, and demand, quality of high order. Emphasis is to be upon performance, and the levels to be sought are those of the nation's best universities."

Do the people of Texas need a state university of the first class, when first class is defined in terms of academic quality and exacting standards of performance? The answer of the Committee of 75, carefully weighed, is that "the challenge to achieve first class status for The University is basically a challenge to the enlightened self-interest of the people themselves...The appeal is to their basic concern for the highest opportunities for their own young people, for a social order enlightened and strengthened by knowledge, for an economic system based upon the creative operation of trained minds, and for a way of life which satisfies mankind's highest aspirations. These concerns define the stake which the people have in a university of the first class, styled The University of Texas."



#### IV. THE ROAD TO FULFILMENT

##### A. A Plan for Eminence

The Committee of 75 and the Board of Regents could not stop with setting a goal. They had to prepare, for submission to the people and for action, plans for reaching that goal. This they did in a series of recommendations and policies touching upon many facets of The University's operation, always realizing that changing conditions in the future may dictate changes in policy to meet those conditions.

##### 1. Size, Scope and Quality

The Guiding Principle. Sheer size alone is not an enemy of quality. Bigness and excellence can go hand in hand. However, size has a negative effect on quality when faculty and facilities do not keep pace with a student enrollment and other demands. Future size and scope of The University should be controlled when necessary to achieve the desired levels of quality. Growth should be envisioned and planned for, but quality comes first.

Size of Enrollment. Within the limits of available faculty and financial resources, student enrollments in The University System are to expand in size in keeping with the increased demands for higher education.

Main University. An orderly growth to accommodate the expected increase in suitably-qualified applicants.

Texas Western. Growth to accommodate the demand in its region.

Southwestern Medical School. Present enrollment is the optimum, and should be maintained.

The Dental School. Only minor increases are possible without overcrowding.

The Medical Branch at Galveston. Present Medical School enrollment is too large for facilities. It should be reduced from 160 per class to 80 to 100 per class.

Emphasis on Undergraduate Education. Whatever else The University shall do in the future, it must be certain that a first class educational program is established and maintained for undergraduates. The undergraduate program is the heart of the Main University, and it should be brought to a substantially higher quality level as rapidly as possible.

Scope of Undergraduate Offerings. The University should seek to perform its mission without unnecessarily enlarging the number of its offerings. Major attention should be concentrated on an increased core of basic liberal education for all students. Training for specific vocations and professions should be given second priority, and the scope of professional curricula should be kept conservatively narrow. This does not mean that no new professional schools or curricula should be added, but that need for and academic implications of new offerings should be examined thoroughly.

Graduate Programs. The University of Texas should become one of the nation's top centers for graduate study. While reasonably comprehensive in total scope, the program should be concentrated particularly upon achieving outstanding eminence in ten or twelve specializations diffused among the humanities, the social sciences, and the natural sciences. To meet the needs of the future, enrollments in highest-level graduate study should increase sharply but quality should never be sacrificed in an effort to increase quantity.

Professional Education. The University program should provide a framework within which topflight professional education can take place. Professional curricula should emphasize broad principles and fundamental learnings, and at the same time guarantee development of professional practitioners who will rank among the very best.

Research. The most dramatic single change in The University during the next 25 years should occur in the character and quality of its achievements in the field of research. The quantity of research should be greatly enlarged and the scope of research activities expanded to take advantage of the qualifications and scholarly interests of faculty members. Quality should be raised to superior and outstanding.

Personal Services to Students. The University does have the obligation to provide services conducive to all-around personal development, as well as academic achievement, by students. It should not, however, extend the scope of personal services to include health care beyond that essential to protection and other welfare activities which are the responsibility of parents and the individual student.

Direct Public Service and Continuation Education. The University has a major obligation to share its resources of knowledge and manpower with the citizens of the state. The scope of public service and continuation activities should be somewhat expanded, and such activities should reflect in quality the major concerns of The University--the production and dissemination of new knowledge, the provision of genuine higher education, the services of research, and professional education.

## 2. Development of Faculty

The Guiding Principle. The most important single goal for The University of Texas in the years ahead is to build a truly eminent and distinguished faculty. The University will need to recruit recognized top scholars to join those already on its faculty, and to attract the services of younger men and women with high promise. Simultaneously, steps must be taken to make sure that The University does not continue to lose top scholars from its faculties. Continuing administrative attention must be given to encouraging, guiding, and recognizing the professional growth of the younger members of the faculty who have the potential for excellence. To these positive steps should be added a firm program for the elimination of the unsatisfactory. In the absence of outstanding faculties, all other efforts to achieve a status of eminence will fail.

Salary Levels. The University of Texas must pay proper salaries or find itself losing ground, rather than gaining it. Salaries must move decidedly above present ceilings, and must stay competitive in a market which offers increasingly attractive remuneration to those with the talents sought by The University.

The Committee of 75 Report suggested: "Bold departures from precedent are indicated. These departures should lead to the establishment of salaries which stand as dramatic symbols of the importance...the people of this state attach to excellence in education... Concretely, we recommend establishing salaries for professors of world-wide renown which would be equal to those available to them in other leading universities or in industry. In 1958, such men commanded salaries of \$25,000 and more in some universities and \$40,000 and more in industry. Not many faculty members would reach these levels at The University of Texas. All members of the faculty, however, would know that outstanding excellence in teaching and scholarship would be as well recognized here as at any other center of learning in the world."

Working Environment. The conditions under which faculty members serve should undergo decided improvement if The University is to join the company of the best and most productive universities. Improvements should be sought in

- the academic climate,
- the provision of tools and assistants,
- office arrangements,
- provisions of face-to-face communication with scholars of the world,
- allocations of time for research,
- consultantship opportunities,
- average teaching loads.

The University of Texas does not compare favorably with other major universities in many aspects of the working environment it is able to afford its faculty members. Recent advances in this regard must continue vigorously if it is to recruit, hold, and gain the full benefits from a distinguished faculty.

Emphasis Upon Teaching. In the pursuit of knowledge through the practice of scholarship and research, the prime responsibility of the faculty must remain that of teaching exceedingly well the students who enroll in The University of Texas.

- Every possible administrative effort should be put forth to improve actual classroom teaching.
- In recruiting new faculty members, individuals with unusual prowess in teaching should be sought.
- Rewards and recognition for outstanding teaching performance should be as frequent and as significant as rewards for other performances.
- Faculty members should give constant attention to revision of their courses and to securing the best results possible.
- Individualized assistance to students should be a prominent feature of The University's program.

Some superior teaching exists in The University of Texas, but there are also disturbing indications of departures from excellence in some areas. The University should find its unique claim to top status in the years ahead in being an institution where superior and excellent teaching performance is practically universal.

### 3. Quality of Student Body

The Guiding Principle. The University of Texas should never become an institution for a select few highly-endowed students, but it should take positive steps to assure a student body of increasingly high quality. The caliber of the student body is second in importance only to distinction of faculty.

- . The University must have more truly topflight students, those whose intellectual capacities are at the very top of the range, dispersed throughout its classes.
- . It must have students who can pursue successfully programs of high quality.
- . It must avoid burdening classes with disproportionately large numbers of disinterested or low-ability individuals.

Three lines of action are contemplated:

Admissions Requirements. So far as possible within financial and faculty resources, admission to The University's undergraduate divisions is to remain open to all those who give reasonable promise of pursuing its programs with success. However, admissions policies should turn aside those who have little or no chance of meeting minimum levels of performance. (This could mean denying admission to high school graduates with low scores on present admission examinations.) Such admissions policies are helpful to those admitted and will avoid waste of time and effort by those eliminated.

In graduate and professional schools, factors of high cost justify setting admission standards which will make the prognosis of success almost certain. In the medical schools, particularly, it is highly desirable to raise the average ability levels of those admitted and to admit at least a few out-of-state students of superior attainments.

Academic Standards. Maintenance of high in-course standards is to be the major reliance for bringing and holding the student body to the desired quality level. In the long run, the reputation for high intellectual standards will be the best device for screening prospective applicants.

Attraction of Gifted Students. Concrete steps should be taken to attract reasonable numbers of gifted students

- by organized efforts to place information about The University before candidates;
- by providing competitive scholarship funds;
- by prizes and other academic recognition;
- by providing low-cost housing for graduate students;
- by graduate fellowships sufficient to provide living stipends and compete successfully with financial aids offered in other major universities;
- by exceptional study opportunities.

Out-of-state and foreign students should be welcomed at The University of Texas.

#### 4. Physical Facilities

The Guiding Principle. "Brains are more important than bricks." The physical plant for The University of Texas' system must, of course, be adequate, but every reasonable economy must be practiced in order to channel Available Fund dollars into excellence of program.

- . Private donors should be challenged with the opportunities to provide buildings and equipment for units of The University System.

-In so doing, they secure double returns from their investment--the services rendered by the structure itself and the contributions to excellence made by the Available Fund expenditures they release.

-The Board of Regents is anxious to expend every Available Fund dollar freed from necessary plant construction for additions to excellence.

- . The Board of Regents will base all physical plant additions upon a long-range, carefully drawn plan for meeting essential needs.
- . However, it is clear that sizeable expenditures for physical plant must be made as an integral and essential part of the drive for excellence.

Special Priorities. In order to overcome current deficiencies and place The University squarely on the road to eminence, unusual attention and expenditures should be devoted to:

Library Collections, particularly those essential to developing unique opportunities for advanced scholarly inquiry. A minimum of 15 million dollars will be needed for such additions by 1970.

Research Equipment. The University lags far behind other major universities in its provision of new research tools, such as computers and nuclear investigative apparatus. This lag should be overcome promptly in the key fields of scientific inquiry.

Space for Research. At each of the medical units as well as at The Main University, additional space in which to do research is essential if scholar-scientists are to be added to the faculties and if really meaningful, pioneering inquiries are to go forward.

#### 5. Administration

The Guiding Principle. The development of The University of Texas in the next 25 years will require continuous leadership and administrative direction of the highest order.

The Board of Regents. Although charged by statute with responsibility for every aspect of the operation of The University System, the Board of Regents will need to attach the highest priority to its functions of policy formulation, long-range planning, and careful evaluation of both the rate and character of progress toward the goals of eminence.

Administrative Officers. An excellent team of administrators must be maintained. The team should be sufficiently large to handle with dispatch the efficient management of the complex enterprise which The University System must be. The team should be chosen with the expectation that they will give dynamic and positive leadership to a forward-moving program.

Internal Organization. While care must be taken to preserve a proper degree of participation and control by the faculties, the present cumbersomeness of academic decision-making and the burdening of teachers with administrative chores should be reduced.

Management. The present excellent status of business and fiscal management should be continued.

## 6. Relationship With Other State Agencies and the Public

Texas Commission on Higher Education. The Commission deserves, needs, and is entitled to the full cooperation of The University of Texas in achieving the purposes for which it was established. Its positive interest in having The University become truly outstanding in the role assigned can be expected to continue. The University's interest in cooperating with the Commission and the other state-supported colleges and universities to produce an efficient system of higher education should likewise continue. University authorities have a particular obligation to keep before the Commission the information, plans, proposals and viewpoints pertinent to the "capstone concept" for The University of Texas.

Other Texas Colleges. Any effort on the part of The University of Texas to dominate the higher education scene in Texas would be unwise. The University should make clear its support of a statewide higher education system of high quality, and be ready to labor as a co-worker with other colleges toward this end. When it is asked to assume leadership, it should do so.

The Legislature. Frank, concise, and accurate budgeting by The University is the first essential for satisfactory relationships with the Legislature. Before each legislative session, members of the legislature should be acquainted, by members of the Ex-Students' Association and others, with the facts behind the legislative requests to be made by The University. No pressure tactics should be contemplated or tolerated. The University will always need the interest and assistance of many friends in creating understanding and appreciation of its objectives and opportunities, but its greatest asset will be confidence in its integrity and candor in making presentations to the Legislature. Information and genuine service should be the foundation of good relationships with the Legislature.

Public Understanding. This is essential to the further attainment of greatness. The University has an obligation to foster public understanding.

- . by telling the people constantly, by a variety of means, how the needs of the state may be met by their state university;
- . by seeking the advice and counsel of citizens in developing The University's programs;

- . by asking citizens to study The University and reach their own conclusions regarding its roles and caliber;
- . by giving the people full accounts of the trusteeship being exercised by those responsible for University affairs.

Public understanding should not be left to chance but should be programmed as an important and essential part of The University's operations.

#### 7. Financing the Program

The Guiding Principle. The improvements in program quality envisioned will require a major increase in financial support, but an increase well within the abilities of Texans to provide. This means:

- A. General Revenue appropriations by the Legislature to provide for basic operations at a superior level.
  - . It is assumed that the Legislature will support all state colleges at this level, enabling each to discharge its assigned functions at a quality level commensurate with the needs and financial ability of the state.
  - . Neither preferential nor discriminatory treatment for The University is implied. The Legislative appropriations to The University should finance its program and role at the same high-quality level as that chosen for all other colleges, with full recognition of the expenditure-levels necessary to enable The University of Texas to discharge its assigned role and scope.
- B. Income from student tuition and fees can and should be expected to increase as enrollment increases and as legislation may direct higher rates.
- C. *Byrd issued*  
~~Available Fund income~~ can take care of the essential building needs for the present component units of The University System.
- D. Use of the University Available Fund to add program excellence is the real hope of financing a university of the first class.
  - . All proposals to spend University Available Fund or Permanent University Fund monies in lieu of General Revenue appropriations for basic current support are to be opposed vigorously.
  - . Every reasonable economy in the building program is to be practiced in order to conserve the Available Fund for excellence uses.
- E. Legislative appropriations for the medical units and Dental Branch must be adequate to support superior levels of attainment.
  - . Available Fund income may not be spent for program purposes at these institutions. Their excellence is dependent directly upon support from General Revenue.

- F. To complete the financial underwriting of eminence, The University should expect and should seek dramatic increases in support from private and industrial sources.
- . Donors will be investing in excellence, not survival.
  - . Donors will reap rich returns.
  - . No state university has yet attained eminence without major benefaction from individuals, foundations, and industries. Surely Texans will find it possible and profitable to assure eminence for a university whose potentials are as great as those existent anywhere.

## B. A Strategy of Accomplishment

Hopes, dreams, arguments--these can describe a university of the first class. Only careful planning and realistic application of effort can achieve it. The road upward is a long one, a difficult one. Strategy for conquering it must be realistic as well as bold and optimistic. Here are some elements of that strategy:

### 1. A Selective Approach

The University of Texas can accomplish more toward raising the over-all quality of its program by placing great emphasis on carefully selected divisions than it can by generalized effort to raise all divisions to highest levels of performance.

The University should seek to place about 30 per cent of its programs in the "outstanding" (eminent) category and 30 per cent in the nationally-superior category.

In effect, this means giving unusual backing to some programs in order to move them quickly into the top echelon. However, it should be remembered that no program division is to be permitted to be inferior in its comparative standing.

In selecting the particular divisions to be brought to the superior or outstanding quality levels, the following criteria are recommended:

The strategic importance of the field to the economic and cultural development of the region.

The opportunity which The University of Texas has to become outstanding in the field in question.

The present status of the program with respect to quality.

The extent to which development of a given program might result in unnecessary duplication of educational opportunities readily available elsewhere in Texas.

### 2. Internal Actions to Promote Excellence

Achievement of excellence requires positive actions by the faculty, the administration, and the Board of Regents to place emphasis on priority items. The Board of Regents adopted the following platform in April, 1959:



"It shall be the policy of the Board of Regents to make provisions for successful recruitment of truly outstanding new faculty members."

"Administrative attention shall be concentrated upon promoting the professional growth of faculty members, and securing truly excellent classroom and individualized teaching."

"The Excellence Fund program shall be continued, and expanded both in size and scope as soon as possible."

"It shall be the policy of the Board of Regents and the administration to give high priority to master planning for year-by-year progress, and to periodic appraisals of the progress made."

"Programs of graduate education and programs of research are to be moved forward as rapidly as possible."

"Public service and continuation education programs are to be supported more adequately and improved in caliber and scope."

"The instructional program of each professional school should be thoroughly re-studied and revised toward improvement in the next two to five years."

### 3. External Actions to Create a Climate in Which Excellence Will Flourish.

- A. The Committee of 75 said that "informed and convinced citizens of the state" hold the key to what levels shall be reached by higher education in Texas and by The University of Texas. Citizens should be led to discover
- . the meaning of true excellence in higher education;
  - . the rewards of excellence and the penalties of mediocrity;
  - . the requirements for the attainment of excellence;
  - . the ways in which they can contribute to excellence.
- B. The Ex-Students' Association should become increasingly potent
- . through decided increases in membership;
  - . through increased dedication to work for a high-quality University of Texas;
  - . by stressing the values of excellence and giving open support to the achievement of excellence;
  - . by presenting the cause of The University in civic and legislative circles.
- C. All component institutions should keep the public informed on progress being made toward achievement of the objectives of eminence. Nothing succeeds like success.

- D. Friends of The University should be enlisted in vigorous efforts to impress Texas philanthropic foundations, businesses, and individuals with the wisdom of providing gifts and grants to produce a center for research and teaching which will be equal to any found anywhere.

The essence of strategy is positive and dynamic leadership emanating from The University itself--leadership which will continue to advocate, and to press toward achieving, the highest goals.

The University of Texas stands on the threshold of true greatness. The Committee of 75 has tried as best it could to chart a way to achieve that goal. The Board of Regents is committed and dedicated to following that way. Our hope and expectation is that the people of Texas, having the means at their disposal, may also have the desire and the wisdom to achieve for The University a position of eminence.

4

MATERIAL SUPPORTING THE AGENDA

Volume VII

September 1959 - August 1960

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

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

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

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

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



THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

Attachment Nos. ....

To Minutes of the Board of Regents

Meeting Date: July 1-3, 1960

Meeting No.: 589

Name: Office Copy

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\* Of the 20 easements, 8 are renewals and 12 are new. Of the 12 new easements, 8 are pipe line, 2 are power line, 1 is a church site, and 1 is cathodic protection.

\*\* This is for information and will not appear as a part of the regular Minutes.

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PERMANENT UNIVERSITY FUND - INVESTMENT MATTERS.--

REPORT OF PURCHASES OF SECURITIES.--The following purchases of securities have been made for the Permanent University Fund since the meeting of May 13, 1960. We ask that the Board ratify and approve these transactions:

PURCHASE OF SECURITIES

CORPORATE BONDS

Date of Purchase	Security	Par Value of Bonds Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
5/20/60	Pennsylvania Electric Co. 5% First Mtge. Bonds, dated 5/1/60, due 5/1/90	\$ 250,000	100.625 Net	\$ 251,562.50	4.96%
6/7/60	Northwestern Bell Telephone Co. 4-7/8% Debentures, dated 6/1/60, due 6/1/98	500,000	101.304 Net	506,520.00	4.80
6/10/60	Baltimore Gas & Electric Co. 4-7/8% First Refunding Mtge. S. F. Bonds, dated 6/1/60, due 6/1/80	500,000	101.602 Net	508,010.00	4.75
Total Corporate Bonds Purchased		<u>\$1,250,000</u>		<u>1,266,092.50</u>	<u>4.81</u>

COMMON STOCKS

Date of Purchase	Security	Number of Shares Purchased	Market Price	Total Principal Cost*	Indicated Current Yield on Cost**
5/10/60	Wisconsin Electric Power Company Common Stock	904	32.25 plus 10 rights	29,154.00	5.58
5/10/60	Eastman Kodak Company Common Stock	400	109-3/4	44,099.92	1.63
5/10/60	The Southern Company Common Stock	1,100	46-1/8(800) 46 (300)	51,162.48	3.01
5/12/60	Allied Chemical Corporation Common Stock	900	48-3/8(400) 48-1/2(400) 48-1/4(100)	43,963.89	3.68
5/12/60	Federated Department Stores, Inc. Common Stock	700	67-7/8(300) 67-3/4(300) 67 (100)	47,707.91	2.93
5/17/60	Houston Lighting & Power Company Common Stock	700	78-1/2	55,277.95	2.03
5/17/60	International Business Machines Corporation Capital Stock	100	464	46,475.00	0.65
5/17/60	Texaco Inc., Capital Stock	700	68 (300) 67-3/4(300) 67 (100)	47,745.44	3.81

\*Includes brokerage commissions paid.

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



COMMON STOCKS (Continued)

<u>Date of Purchase</u>	<u>Security</u>	<u>Number of Shares Purchased</u>	<u>Market Price at Which Purchased</u>	<u>Total Principal Cost*</u>	<u>Indicated Current Yield on Cost**</u>
5/19 & 20/60	Ford Motor Company Common Stock	700	69-1/2(100) 69 (100) 68-3/4(200) 68-5/8(100) 69-5/8(100) 69-1/4(100)	\$ 48,671.36	4.31%
5/19, 20, & 23/60	C. I. T. Financial Corporation Common Stock	900	53-1/8(100) 52-3/4(300) 52-5/8(200) 52-7/8(100) 52-1/2(100) 53 (100)	47,898.51	4.89
5/24/60	Continental Illinois National Bank & Trust Co. of Chicago Common Capital Stock	200	110 Net	22,000.00	3.64
5/24/60	Security First National Bank (L. A.) Common Stock	300	62-1/2 Net	18,750.00	2.56
5/27/60	First City National Bank of Houston Common Capital Stock	500	42-1/2 Net	21,250.00	2.35
6/1/60	General Foods Corporation Common Stock	400	121-1/2	48,804.60	2.29
6/6 & 8/60	Armco Steel Corporation Common Stock	800	64-3/4(200) 64-1/2(600)	52,013.66	4.61
6/6, 7, 8 & 9/60	The Bendix Corporation Common Stock	800	69 (500) 68-3/8(300)	55,379.52	3.47
6/6, 7, & 9/60	Norfolk & Western Railway Company Common Stock	400	99 (200) 99-1/2(100) 100-1/2(100)	39,995.80	4.90
6/8, 9, & 10/60	Shell Oil Company Common Stock	1,700	36-1/2(700) 36-3/8(400) 36-1/4(400) 36-3/4(200)	62,582.79	2.99
6/8 & 9/60	Smith Kline & French Laboratories Common Stock	900	63-1/2(400) 63-1/4(100) 63 (300) 62-1/2(100)	57,282.88	1.96
6/10/60	Caterpillar Tractor Company Common Stock	1,900	28-1/4	54,304.47	3.50
6/10/60	Florida Power & Light Company Common Stock	900	65 (400) 64 (500)	58,409.00	1.48
6/10, 13, 14 & 15/60	Oklahoma Gas & Electric Company Common Stock	1,500	32-1/4(400) 31-7/8(400) 31-3/4(100) 32-3/8(400) 32-1/8(200)	48,726.04	3.45

\*Includes brokerage commissions paid.  
 \*\*Yield at present indicated dividend rate.

COMMON STOCKS (Continued)

<u>Date of Purchase</u>	<u>Security</u>	<u>Number of Shares Purchased</u>	<u>Market Price per Share Which was Purchased</u>	<u>Total Principal Cost*</u>	<u>Indicated Current Yield on Cost**</u>
6/14/60	Bank of America National Trust & Savings Association Common Capital Stock	500	42-7/8 Net	\$ 21,437.50	4.43%
6/14/60	Connecticut General Life Insurance Company Capital Stock	100	354 Net	35,400.00	0.68
	Total Common Stocks Purchased	<u>18,004</u>		<u>1,058,492.72</u>	<u>3.06</u>
	Total Corporate Securities Purchased			<u>\$2,324,585.22</u>	<u>4.01%</u>

\*Includes brokerage commissions paid.

\*\*Yield at present indicated dividend rate.

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - PROPOSED CONTINUATION OF INVESTMENT ADVISER SERVICES OF LIONEL D. EDIE & COMPANY, INC., FOR 1960-61 FISCAL YEAR.--The Staff Investment Committee is of the opinion that the advisory services of the Lionel D. Edie & Company, Inc., should be continued for the 1960-61 fiscal year. Accordingly, it is recommended by the Land and Investment Committee that the Endowment Officer be authorized to execute a renewal contract with the Edie firm for a period from September 1, 1960, through August 31, 1961, at the same annual rate of \$7,500.00, payable quarterly at the end of each quarter after performance of the work called for under the contract, as required by the State Comptroller.

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - PROPOSED SUCCESSOR FOR MEMBER OF INVESTMENT ADVISORY COMMITTEE WHOSE TERM EXPIRES ON AUGUST 31, 1960.-- Pursuant to action of the Board of Regents in September, 1958, the four members of the Investment Advisory Committee for the Permanent University Fund investment program were placed on a rotation system with the term of one member expiring on each August 31. To take the place of Mr. Donald D. James whose term expires as of August 31, 1960, it is recommended by the Staff Investment Committee and concurred in by the Land and Investment Committee that Mr. \_\_\_\_\_,

be appointed to the Investment Advisory Committee for a four-year term beginning on September 1, 1960, and ending on August 31, 1964.

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - PROPOSED AMENDMENTS TO POLICIES GOVERNING INVESTMENT IN CORPORATE SECURITIES.--It is recommended that the following amendments be approved by the Board of Regents to Section I, under "Policies Governing Investment in Corporate Securities," page 2 of the Policies Governing Permanent University Fund Investment Program:

Add immediately after the first paragraph of Section I, which includes the table showing the percentage distribution of securities, the following amendments:

"Exceptions to the above provision, regarding exclusive purchase of corporate securities until the distribution is 50% in corporate securities, are approved as follows:

"Temporary investment in United States Treasury Bills is authorized when a large amount of cash is received (for example, from bonus payments on mineral leases or from bond maturities), with the object of earning some income pending orderly investment of the funds in corporate securities. Such purchases of Treasury Bills are to be made at the discretion of the Staff Investment Committee.

"Exchange of United States Treasury securities held by the Fund into refunding offers made by the Treasury Department is authorized, provided that those Treasury securities maturing prior to 1965 are not to be exchanged for Treasury securities with maturities extending beyond 1965."

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - REPORT ON SWITCHING PROGRAM FOR HOLDING OF NONMARKETABLE TREASURY SECURITIES AUTHORIZED JUNE 13, 1959, AND RECOMMENDATION RE CONTINUATION OF THE PROGRAM.--At the June 13, 1959, meeting of the Board of Regents, the Endowment Officer was authorized to carry out a switching program up to a total of \$30,000,000 par value of the \$67,700,000 par value of the nonmarketable 2-3/4% Treasury Bonds, Investment Series B, due 4/1/80-75, held by the Permanent University Fund. The program approved was to exchange the 2-3/4s into marketable 1-1/2% Treasury Notes, the latest then being due 4/1/64, and to sell the notes and to use the net proceeds for reinvestment in a like par amount of either the Treasury 3-1/4s of 5/15/85 or the Treasury 3-1/2s of 2/15/90, the timing of such exchanges and sales and the reinvestment securities to be determined by the Staff Investment Committee. On October 3, 1959, the Board of Regents authorized continuation of the program with exchange into the 1-1/2s due 10/1/64, and subsequent sale and reinvestment as originally approved. At present, a total of \$15,000,000 par value of the nonmarketable 2-3/4s has been switched out into the 3-1/4s of 1985, with an average improvement in yield of one-half of one per cent. It is recommended that the Board again authorize continuation of the switching program as originally approved, with exchange into the latest issue of 1-1/2% Treasury Notes into which the nonmarketable 2-3/4s may be exchanged, subsequent sale and reinvestment in either the 3-1/4s of 1985 or the 3-1/2s of 1990.

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - RECOMMENDED CHANGES IN DIVERSIFICATION PATTERNS.--The following table reports the present industry percentage allocations for common stocks, as approved by the Board of Regents in November, 1959, and the recommended changes in such allocations. It is recommended that the Board approve the proposed percentage allocation changes as shown in the table:

PROPOSED CHANGES IN INDUSTRY PERCENTAGE ALLOCATIONS  
(Dollar Allocations Based on \$150,000,000 in Common Stocks)

Corporations by Industry Groups	% of Total Common Stocks		Dollar Group Allocation	
	Present	Recommended	Present	Recommended
<b>A. INDUSTRIALS</b>				
<u>Group I</u> . . . . .	( 24.5%)	( 25.0%)	(\$ 36,750,000)	(\$ 37,500,000)
1. Food & Household . . . . .	6.0	6.0	9,000,000	9,000,000
2. Chemical Products . . . . .	5.0	5.0	7,500,000	7,500,000
3. Containers . . . . .	2.0	2.0	3,000,000	3,000,000
4. Paper Products . . . . .	3.0	3.0	4,500,000	4,500,000
5. Retail Trade . . . . .	3.0	3.0	4,500,000	4,500,000
6. Tobacco Products . . . . .	1.5	1.5	2,250,000	2,250,000
7. Drugs . . . . .	4.0	4.5	6,000,000	6,750,000
<u>Group II</u> . . . . .	( 22.0%)	( 23.0%)	(\$ 33,000,000)	(\$ 34,500,000)
1. Air Transport . . . . .	-0-	-0-	-0-	-0-
2. Building Materials . . . . .	4.5	5.0	6,750,000	7,500,000
3. Electrical - Electronic . . . . .	4.5	5.0	6,750,000	7,500,000
4. Office Equipment . . . . .	3.0	3.0	4,500,000	4,500,000
5. Petroleum Products . . . . .	8.0	8.0	12,000,000	12,000,000
6. Synthetic Fibres . . . . .	-0-	-0-	-0-	-0-
7. Tires & Rubber . . . . .	2.0	2.0	3,000,000	3,000,000
<u>Group III</u> . . . . .	( 12.0%)	( 11.0%)	(\$ 18,000,000)	(\$ 16,500,000)
1. Autos & Auto Parts . . . . .	2.5	2.5	3,750,000	3,750,000
2. Machinery & Equipment . . . . .	2.5	2.0	3,750,000	3,000,000
3. Metals - Nonferrous . . . . .	2.0	1.5	3,000,000	2,250,000
4. Steel & Iron . . . . .	5.0	5.0	7,500,000	7,500,000
<u>Group IV (Miscellaneous)</u> . . . . .	( 4.0%)	( 4.5%)	(\$ 6,000,000)	(\$ 6,750,000)
TOTALS - INDUSTRIALS . . . . .	<u>62.5</u>	<u>63.5</u>	<u>93,750,000</u> (78 Cos.)	<u>95,250,000</u> (76 Cos.)
<b>B. PUBLIC UTILITIES</b>				
1. Light & Power . . . . .	21.0	22.0	31,500,000	33,000,000
2. Gas Service & Transmission . . . . .	2.0	-0-	3,000,000	-0-
3. Telephone . . . . .	<u>2.0</u>	<u>2.0</u>	<u>3,000,000</u>	<u>3,000,000</u>
TOTALS - PUBLIC UTILITIES . . . . .	<u>25.0</u>	<u>24.0</u>	<u>37,500,000</u> (32 Cos.)	<u>36,000,000</u> (28 Cos.)
C. RAILS . . . . .	<u>2.0</u>	<u>2.0</u>	<u>3,000,000</u> (3 Cos.)	<u>3,000,000</u> (3 Cos.)
<b>D. FINANCIAL CORPORATIONS</b>				
1. Banks . . . . .	5.5	5.5	8,250,000	8,250,000
2. Insurance - Fire & Casualty . . . . .	1.5	1.5	2,250,000	2,250,000
3. Insurance - Life . . . . .	1.5	1.5	2,250,000	2,250,000
4. Finance Companies . . . . .	<u>2.0</u>	<u>2.0</u>	<u>3,000,000</u>	<u>3,000,000</u>
TOTALS - FINANCIAL CORPORATIONS . . . . .	<u>10.5</u>	<u>10.5</u>	<u>15,750,000</u> (29 Cos.)	<u>15,750,000</u> (29 Cos.)
TOTALS . . . . .	<u>100.0%</u>	<u>100.0%</u>	<u>\$150,000,000</u> (142 Cos.)	<u>\$150,000,000</u> (136 Cos.)

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - RECOMMENDED CHANGES IN APPROVED LIST OF CORPORATIONS FOR BOND, PREFERRED STOCK, AND COMMON STOCK PURCHASES.--It is recommended that the deletion of the following corporations from the list approved by the Board of Regents on November 14, 1959, for the purchase of bonds, preferred stocks, and common stocks for the account of the Permanent University Fund be approved by the Board of Regents. It is further recommended that the Endowment Officer be authorized to sell the holdings in common stocks of those corporations approved for deletion, the timing of such sales to be subject to the discretion of the Staff Investment Committee with the understanding that the Staff Committee is to take as much time as necessary to sell on strength in the market on a dollar averaging basis for each common stock to be sold:

A. INDUSTRIAL CORPORATIONS --

Group III

Machinery & Equipment:

Link-Belt Company

Metals - Nonferrous:

Phelps Dodge Corporation

B. PUBLIC UTILITY CORPORATIONS --

Gas Service and Gas Transmission:

Consolidated Natural Gas Company

El Paso Natural Gas Company

Pacific Lighting Corporation

United Gas Corporation

The table beginning on the page following is presented for information. It presents the weightings currently approved by the Staff Investment Committee for common stock purchases within the industry groups, with dollar allocations to each company, based on the above recommended changes in industry percentage allocations, the above recommended deletions of corporations from the approved list, and assuming a total of approximately \$150,000,000 in common stocks at such time when the Permanent University Fund is in balance with 50% in corporate securities and 50% in government securities.

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*Shall this be  
distributed  
publicly?*

PERMANENT UNIVERSITY FUND COMMON STOCK PORTFOLIO  
 STAFF INVESTMENT COMMITTEE CURRENT WEIGHT AND DOLLAR ALLOCATIONS  
 (Based on Proposed Changes in Industry Percentage Allocations,  
 Proposed Deletions from Approved List of Corporations, and  
 Assuming \$150,000,000 in Common Stocks)

Corporations by Industry Groups	Current Weighting within Industry Group	Company Dollar Allocations
<u>A. INDUSTRIALS</u>		
<u>GROUP I:</u>		
<u>1. FOOD &amp; HOUSEHOLD:</u>		
Borden . . . . .	2	\$ 947,000
Coca-Cola . . . . .	2	947,000
Corn Products . . . . .	3	1,421,000
General Foods . . . . .	4	1,896,000
National Biscuit . . . . .	2	947,000
National Dairy Products . . . . .	3	1,421,000
Procter & Gamble . . . . .	3	<u>1,421,000</u>
Total - Food & Household . . . . .		<u>9,000,000</u>
<u>2. CHEMICAL PRODUCTS:</u>		
Allied Chemical . . . . .	1	750,000
American Cyanamid . . . . .	1	750,000
Dow Chemical . . . . .	2	1,500,000
E. I. du Pont . . . . .	3	2,250,000
Monsanto Chemical . . . . .	1	750,000
Union Carbide . . . . .	2	<u>1,500,000</u>
Total - Chemical Products . . . . .		<u>7,500,000</u>
<u>3. CONTAINERS:</u>		
American Can . . . . .	0	300,000*
Continental Can . . . . .	4	1,200,000
Owens-Illinois Glass . . . . .	5	<u>1,500,000</u>
Total - Containers . . . . .		<u>3,000,000</u>
<u>4. PAPER PRODUCTS:</u>		
Crown Zellerbach . . . . .	0	250,000*
International Paper . . . . .	3	1,481,000
Kimberly-Clark . . . . .	2	988,000
Scott Paper . . . . .	3	1,481,000
Union Bag-Camp Paper . . . . .	0	<u>300,000*</u>
Total - Paper Products . . . . .		<u>4,500,000</u>
<u>5. RETAIL TRADE:</u>		
Federated Department Stores . . . . .	3	1,350,000
Kroger . . . . .	2	900,000
J. C. Penney . . . . .	2	900,000
Sears, Roebuck . . . . .	3	<u>1,350,000</u>
Total - Retail Trade . . . . .		<u>4,500,000</u>
<u>6. TOBACCO PRODUCTS:</u>		
American Tobacco . . . . .	1	563,000
R. J. Reynolds Tobacco . . . . .	3	<u>1,687,000</u>
Total - Tobacco Products . . . . .		<u>2,250,000</u>
<u>7. DRUGS:</u>		
American Home Products . . . . .	4	2,076,000
Merck . . . . .	2	1,039,000
Parke, Davis . . . . .	2	1,039,000
Pfizer . . . . .	2	1,039,000
Smith Kline & French . . . . .	3	<u>1,557,000</u>
Total - Drugs . . . . .		<u>6,750,000</u>
TOTAL - GROUP I . . . . .		<u>37,500,000</u>

\*Total currently held by Fund, purchased prior to November 14, 1959, when zero weight was assigned to the company.

PERMANENT UNIVERSITY FUND COMMON STOCK PORTFOLIO  
(Continued)

Corporations by Industry Groups	Current Weighting within Industry Group	Company Dollar Allocations
<u>A. INDUSTRIALS (Continued)</u>		
<u>Group II:</u>		
1. <u>AIR TRANSPORTATION:</u> . . . . .		<u>-0-</u>
2. <u>BUILDING MATERIALS:</u>		
Armstrong Cork . . . . .	3	\$ 1,250,000
Johns-Manville . . . . .	3	1,250,000
Otis Elevator . . . . .	4	1,667,000
Pittsburgh Plate Glass . . . . .	3	1,250,000
U. S. Gypsum . . . . .	5	<u>2,083,000</u>
Total - Building Materials. . . . .		<u>7,500,000</u>
3. <u>ELECTRICAL - ELECTRONIC:</u>		
Bendix . . . . .	1	750,000
General Electric . . . . .	4	3,000,000
McGraw-Edison. . . . .	1	750,000
Minneapolis-Honeywell. . . . .	2	1,500,000
Westinghouse Electric. . . . .	2	<u>1,500,000</u>
Total - Electrical - Electronic . . . . .		<u>7,500,000</u>
4. <u>OFFICE EQUIPMENT:</u>		
Addressograph-Multigraph . . . . .	3	1,350,000
I. B. M. . . . .	6	2,700,000
National Cash Register . . . . .	1	<u>450,000</u>
Total - Office Equipment. . . . .		<u>4,500,000</u>
5. <u>PETROLEUM PRODUCTS:</u>		
Continental Oil. . . . .	3	1,385,000
Gulf Oil . . . . .	4	1,846,000
Phillips Petroleum . . . . .	1	462,000
Shell Oil. . . . .	3	1,385,000
Sinclair Oil . . . . .	2	923,000
Socony-Mobil . . . . .	1	462,000
Standard Oil - California. . . . .	3	1,385,000
Standard Oil - New Jersey. . . . .	4	1,846,000
Texaco . . . . .	5	<u>2,306,000</u>
Total - Petroleum Products. . . . .		<u>12,000,000</u>
6. <u>SYNTHETIC FIBRES:</u> . . . . .		<u>-0-</u>
7. <u>TIRES &amp; RUBBER:</u>		
Firestone. . . . .	2	1,000,000
B. F. Goodrich . . . . .	1	500,000
Goodyear . . . . .	3	<u>1,500,000</u>
Total - Tires & Rubber. . . . .		<u>3,000,000</u>
TOTAL - GROUP II . . . . .		<u>34,500,000</u>

PERMANENT UNIVERSITY FUND COMMON STOCK PORTFOLIO  
(Continued)

Corporations by Industry Groups	Current Weighting within Industry Group	Company Dollar Allocations
<b>A. INDUSTRIALS (Continued)</b>		
<u>Group III:</u>		
1. <u>AUTOS &amp; AUTO PARTS:</u>		
Ford Motor. . . . .	2	\$ 750,000
General Motors. . . . .	5	1,875,000
Libbey-Owens-Ford Glass . . . . .	3	<u>1,125,000</u>
Total - Autos & Auto Parts . . .		<u>3,750,000</u>
2. <u>MACHINERY &amp; EQUIPMENT:</u>		
Caterpillar Tractor . . . . .	3	1,286,000
Excello . . . . .	2	857,000
Ingersoll-Rand. . . . .	2	857,000
Link-Belt . . . . .	Delete	<u>-0-</u>
Total - Machinery & Equipment. .		<u>3,000,000</u>
3. <u>METALS - NONFERROUS:</u>		
Alcoa . . . . .	2	1,050,000
American Smelting & Refining. . . . .	0	150,000*
Kennecott Copper. . . . .	2	1,050,000
Phelps Dodge. . . . .	Delete	<u>-0-</u>
Total - Metals - Nonferrous. . .		<u>2,250,000</u>
4. <u>STEEL &amp; IRON:</u>		
Armco Steel . . . . .	2	1,154,000
Bethlehem Steel . . . . .	3	1,730,000
Inland Steel. . . . .	2	1,154,000
Republic Steel. . . . .	2	1,154,000
U. S. Steel . . . . .	4	<u>2,308,000</u>
Total - Steel & Iron . . . . .		<u>7,500,000</u>
TOTAL - GROUP III . . . . .		<u>16,500,000</u>
<u>Group IV:</u>		
<u>MISCELLANEOUS:</u>		
Corning Glass . . . . .	1	964,000
Eastman Kodak . . . . .	2	1,929,000
Minnesota Mining & Manufacturing. . .	2	1,929,000
National Lead . . . . .	1	964,000
General American Transportation . . .	1	<u>964,000</u>
TOTAL - GROUP IV. . . . .		<u>6,750,000</u>
TOTAL - INDUSTRIALS. . . . .		<u>95,250,000</u>

\*Total currently held by fund, purchased prior to November 14, 1959, when zero weight was assigned to the company.



PERMANENT UNIVERSITY FUND COMMON STOCK PORTFOLIO  
(Continued)

Corporations by Industry Groups	Current Weighting within Industry Group	Company Dollar Allocations
<b>B. PUBLIC UTILITIES</b>		
1. <u>LIGHT &amp; POWER:</u>		
American Electric Power . . . . .	2	\$ 1,435,000
Baltimore Gas & Electric . . . . .	2	1,435,000
Carolina Power & Light . . . . .	2	1,435,000
Central & South West . . . . .	2	1,435,000
Cincinnati Gas & Electric . . . . .	1	718,000
Cleveland Electric Illuminating . . . . .	2	1,435,000
Commonwealth Edison . . . . .	2	1,435,000
Consumers Power . . . . .	1	718,000
Detroit Edison . . . . .	1	717,000
Florida Power & Light . . . . .	3	2,152,000
Gulf States Utilities . . . . .	2	1,435,000
Houston Lighting & Power . . . . .	3	2,152,000
Ohio Edison . . . . .	1	717,000
Oklahoma Gas & Electric . . . . .	2	1,435,000
Pacific Gas & Electric . . . . .	2	1,435,000
Philadelphia Electric . . . . .	2	1,435,000
Potomac Electric Power . . . . .	1	717,000
Public Service - Colorado . . . . .	1	717,000
Public Service - Indiana . . . . .	1	717,000
Public Service Electric & Gas . . . . .	1	717,000
Southern California Edison . . . . .	2	1,435,000
Southern Company . . . . .	2	1,435,000
Texas Utilities . . . . .	3	2,152,000
Utah Power & Light . . . . .	1	717,000
Virginia Electric & Power . . . . .	3	2,152,000
Wisconsin Electric Power . . . . .	1	717,000
Total - Light & Power . . . . .		<u>33,000,000</u>
2. <u>GAS SERVICE &amp; GAS TRANSMISSION:</u>		
Consolidated Natural Gas . . . . .	Delete	-0-
El Paso Natural Gas . . . . .	Delete	-0-
Pacific Lighting . . . . .	Delete	-0-
United Gas . . . . .	Delete	-0-
Total - Gas Service & Trans. . . . .		<u>-0-</u>
3. <u>TELEPHONE:</u>		
American Telephone & Telegraph . . . . .	5	2,143,000
General Telephone & Electronics . . . . .	2	857,000
Total - Telephone . . . . .		<u>3,000,000</u>
TOTAL - PUBLIC UTILITIES . . . . .		<u>36,000,000</u>
<b>C. RAILS</b>		
Atchison, Topeka & Santa Fe . . . . .	1	1,000,000
Norfolk & Western . . . . .	1	1,000,000
Union Pacific . . . . .	1	1,000,000
TOTAL - RAILS . . . . .		<u>3,000,000</u>

PERMANENT UNIVERSITY FUND COMMON STOCK PORTFOLIO  
(Continued)

Corporations by Industry Groups	Current Weighting within Industry Group	Company Dollar Allocations
<u>D. FINANCIAL CORPORATIONS</u>		
1. <u>BANKS:</u>		
Bankers Trust . . . . .	2	\$ 471,000
Bank of America . . . . .	3	708,000
Chase Manhattan . . . . .	3	708,000
Chemical Bank New York Trust . . . . .	3	708,000
Continental Illinois . . . . .	3	708,000
First City National Bank of Houston . . . . .	2	471,000
First National Bank of Boston . . . . .	2	471,000
First National Bank of Chicago . . . . .	3	708,000
First National Bank in Dallas . . . . .	1	234,000
First National City Bank of New York . . . . .	3	708,000
Marine Midland . . . . .	1	234,000
Mellon National Bank & Trust . . . . .	2	471,000
National Bank of Detroit . . . . .	2	471,000
Republic National Bank of Dallas . . . . .	3	708,000
Security First National Bank (L. A.) . . . . .	2	<u>471,000</u>
Total - Banks . . . . .		<u>8,250,000</u>
2. <u>INSURANCE - FIRE &amp; CASUALTY:</u>		
Continental Casualty . . . . .	4	450,000
Federal Insurance . . . . .	4	450,000
Hartford Fire . . . . .	3	338,000
Insurance Co. of North America . . . . .	3	338,000
St. Paul Fire & Marine . . . . .	3	337,000
U. S. Fidelity & Guaranty . . . . .	3	<u>337,000</u>
Total - Insurance - Fire & Cas. . . . .		<u>2,250,000</u>
3. <u>INSURANCE - LIFE:</u>		
Aetna Life . . . . .	1	450,000
Connecticut General Life . . . . .	1	450,000
Lincoln National Life . . . . .	1	450,000
National Life & Accident . . . . .	1	450,000
Travelers Insurance . . . . .	1	<u>450,000</u>
Total - Insurance - Life . . . . .		<u>2,250,000</u>
4. <u>FINANCE COMPANIES:</u>		
C. I. T. Financial . . . . .	1	1,000,000
Commercial Credit . . . . .	1	1,000,000
Household Finance . . . . .	1	<u>1,000,000</u>
Total - Finance Companies . . . . .		<u>3,000,000</u>
TOTAL - FINANCIAL CORPORATIONS . . . . .		<u>15,750,000</u>
TOTAL - ALL CORPORATIONS . . . . .		<u>\$150,000,000</u>

PERMANENT UNIVERSITY FUND--LAND MATTERS.--

LEASES AND EASEMENTS.--The Land and Investment Committee has given consideration to the following applications for various leases and easements on University Lands. All are at the standard rates, unless otherwise stated, are on the University's standard forms, with grazing leases carrying provision for renewal for an additional five years at negotiated terms, and all have been approved as to form by the University Land and Trust Attorney and as to content by the Endowment Officer. The Land and Investment Committee recommends that the Board approve these applications and authorize the Chairman of the Board to execute the instruments involved:

PIPE LINE EASEMENT NO. 1475, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY.--This application for a pipe line easement covers 186.9 rods of  $4\frac{1}{2}$ -inch line at \$0.50 per rod for a 10-year period beginning May 1, 1960 and ending April 30, 1970, located in Section 12, Block 10, and Section 11, Block 13, Andrews County. Consideration of \$93.45 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1476, SINCLAIR OIL AND GAS COMPANY, ANDREWS COUNTY (RENEWAL OF NO. 458).--This application for a pipe line easement covers 160 rods of  $2\frac{1}{2}$ -inch line at \$0.25 per rod for a 10-year period beginning August 1, 1960 and ending July 31, 1970, located in Section 13, Block 13, Andrews County. Minimum consideration of \$50.00 has been received.

PIPE LINE EASEMENT NO. 1477, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY (RENEWAL OF NO. 469).--This application for a pipe line easement covers 410.5 rods of 7-inch line at \$1.00 per rod for a 10-year period beginning November 1, 1960 and ending October 31, 1970, located in Sections 5 and 6, Block 13, Andrews County. Consideration of \$410.50 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1478, TEXAS-NEW MEXICO PIPE LINE COMPANY, CRANE COUNTY.--This application for a pipe line easement covers 466 rods of  $4\frac{1}{2}$ -inch line at \$0.50 per rod for a 10-year period beginning April 1, 1960 and ending March 31, 1970, located in Sections 20 and 29, Block 30, Crane County. Consideration of \$233.00 for the 10-year period has been received.

POWER LINE EASEMENT NO. 1479, TEXAS ELECTRIC SERVICE COMPANY, CRANE COUNTY (RENEWAL OF NO. 464).--This application for a power line easement covers 2,504.97 rods of electric distribution lines at \$0.50 per rod for a 10-year period beginning July 1, 1960 and ending June 30, 1970, located in Sections 3, 10, 15, 22, 23, 26, 27, 34, and 35, Block 31, Crane County. This is a renewal of lines under Easement No. 464, together with new lines which have been installed. Consideration of \$1,252.49 for the 10-year period has been received.

POWER LINE EASEMENT NO. 1480, TEXAS ELECTRIC SERVICE COMPANY, ANDREWS COUNTY (RENEWAL OF NO. 465).--This application for a power line easement covers 247.03 rods of electric distribution lines at \$0.50 per rod for a 10-year period beginning July 1, 1960 and ending June 30, 1970, located in Sections 2 and 6, Block 10, Andrews County. The number of rods of line under this easement is based on a re-survey and differs from the number of rods under Easement No. 465, of which this is a renewal.

POWER LINE EASEMENT NO. 1481, TEXAS ELECTRIC SERVICE COMPANY, ANDREWS COUNTY.--This application for a power line easement covers 1,515.88 rods of electric transmission lines at \$0.50 per rod for a 10-year period beginning June 1, 1960 and ending May 31, 1970, located in Sections 5, 8, 17, 20, 28 and 29, Block 13, Andrews County. These lines will serve a sub-station under Easement No. 1474. Consideration of \$757.94 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1482, TRANSWESTERN PIPE LINE COMPANY, WARD COUNTY.--This application for a pipe line easement covers 1,858.60 rods of 8-inch line at \$1.00 per rod for a 10-year period beginning June 1, 1960 and ending May 31, 1970, located in Sections 3, 9, 14, 17, 22, 24 and 29, Block 16, Ward County. Consideration of \$1,858.60 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1483, PHILLIPS PIPE LINE COMPANY, ANDREWS COUNTY.--This application for a pipe line easement covers 120.4 rods of 4½-inch line at \$0.50 per rod for a 10-year period beginning June 1, 1960 and ending May 31, 1970, located in Section 1, Block 11, Andrews County. Consideration of \$60.20 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1484, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY.--This application for a pipe line easement covers 68.4 rods of 2-3/8 - inch line and 495.3 rods of 3½-inch line at \$0.25 per rod, 249.7 rods of 4½-inch line at \$0.50 per rod, and 353.0 rods of 6-5/8 - inch line at \$0.75 per rod. These lines are located in Sections 33, 34, 39, 40, and 41, Block 9, Andrews County, for a 10-year period beginning June 1, 1960 and ending May 31, 1970. Consideration of \$530.52 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1485, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY.--This application for a pipe line easement covers 21.085 rods of 4½-inch line at \$0.50 per rod for a 10-year period beginning July 1, 1960 and ending June 30, 1970, located in Section 26, Block 1, and Sections 40 and 46, Block 9, Andrews County. Minimum consideration of \$50.00 for the 10-year period has been received.

POWER LINE EASEMENT NO. 1486, EL PASO NATURAL GAS COMPANY, HUDSPETH COUNTY.--This application for a power line easement covers 432.163 rods of power line at \$0.50 per rod for a 10-year period beginning July 1, 1960 and ending June 30, 1970, located in Sections 16 and 17, Block J, Hudspeth County. Consideration of \$216.08 for the 10-year period has been received. This line will serve a cathodic protection unit under Easement No. 1487.

CATHODIC PROTECTION UNIT EASEMENT NO. 1487, EL PASO NATURAL GAS COMPANY, HUDSPETH COUNTY.--This application for an easement covers a site in the SW/4 of NE/4 and NW/4 of SE/4 of Section 16, Block J, Hudspeth County, for the location of a cathodic protection unit for a 10-year period beginning July 1, 1960 and ending June 30, 1970, at a total consideration of \$50.00, which has been received. This Unit will be served by lines under Easement No. 1486.

POWER LINE EASEMENT NO. 1488, TEXAS ELECTRIC SERVICE COMPANY, ANDREWS, CRANE, UPTON AND WARD COUNTIES.--This application for a power line easement covers 2,186.97 rods of electric distribution lines at \$0.50 per rod for a 10-year period beginning June 1, 1960 and ending May 31, 1970, located in Section 27, Block 1, Sections 3, 4, 9, 22 and 27, Block 4, Sections 27, 33, 34 and 35, Block 9, Section 22, Block 12, Sections 29, 31 and 36, Block 13, and Section 11, Block 14, Andrews County; Sections 28, 29, 32, 42 and 43, Block 30, and Sections 7, 8, and 18, Block 31, Crane County; Section 37, Block 30, Crane and Upton Counties and Section 16, Block 16, Ward County. Consideration of \$1,093.49 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1489, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY.--This application for a pipe line easement covers 345.1 rods of 4½-inch line at \$0.50 per rod for a 10-year period beginning June 1, 1960 and ending May 31, 1970, located in Section 13, Block 1, Section 9, Block 2 and Section 10, Block 13, Andrews County. Consideration of \$172.55 for the 10-year period has been received.

MICROWAVE STATION SITE EASEMENT NO. 1490, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY (RENEWAL OF NO. 454).--This application covers a 25' by 50' tract in Section 3, Block 48, Reagan County, for use as the location of a microwave station to be used in connection with the operation of lessee's pipe lines for a period of 10 years beginning October 6, 1960 and ending October 5, 1970. Consideration of \$100.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1491, GULF REFINING COMPANY, CRANE COUNTY (RENEWAL OF NO. 455).--This application for a pipe line easement covers 180.25 rods of 4½-inch line at \$0.50 per rod for a 10-year period beginning July 1, 1960 and ending June 30, 1970, located in Section 3, Block 31, Crane County. Consideration of \$90.13 for the 10-year period has been received.

CHURCH SITE EASEMENT NO. 1492, BAKERSFIELD HOLINESS CHURCH, PECOS COUNTY.--This application for a church site easement to the Bakersfield Holiness Church covers a one-acre tract in the NW/4 of SW/4, Section 31, Block 16, Pecos County, for a 10-year period beginning July 1, 1960 and ending June 30, 1970. No consideration is involved in this easement.

PIPE LINE EASEMENT NO. 1493, MAGNOLIA PIPE LINE COMPANY, ANDREWS COUNTY (RENEWAL OF NO. 463).--This application for a pipe line easement covers two 8-inch lines, each 1,237 rods in length and one 10-inch line 1,237 rods in length, at \$1.00 per rod; and one 12-inch line 1,237 rods in length at \$1.50 per rod. These lines are located in Sections 1, 2 and 12, Block 1, and Sections 4 and 9, Block 2, Andrews County, for a 10-year period beginning November 1, 1960 and ending November 1, 1970. Consideration of \$5,566.50 for the 10-year period has been received.

CALICHE PERMIT NO. 172, RUMBAUGH, INC., ANDREWS COUNTY.--This application for a caliche permit provides for the removal of 729 cubic yards of caliche from Block 9, Andrews County, at the rate of \$0.25 per cubic yard. Consideration of \$182.25 has been received.

CALICHE PERMIT NO. 173, MONTEREY OIL COMPANY, ANDREWS COUNTY.--This application for a caliche permit provides for the removal of 1,016 cubic yards of caliche from Block 13, Andrews County, at the rate of \$0.25 per cubic yard. Consideration of \$254.00 has been received.

CALICHE PERMIT NO. 174, W. A. (BILL) FARMER CONSTRUCTION COMPANY, ANDREWS COUNTY.--This application for a caliche permit provides for the removal of 390 cubic yards of caliche from Block 11, Andrews County, at the rate of \$0.25 per cubic yard. Consideration of \$97.50 has been received.

CALICHE PERMIT NO. 175, CAGE BROTHERS CONSTRUCTION COMPANY, REAGAN COUNTY.--This application for a caliche permit provides for the removal of 3,524 cubic yards of topping rock from Block 11, Reagan County, at the rate of \$0.25 per cubic yard. Consideration of \$881.00 has been received.

AMENDMENT OF SALT WATER DISPOSAL EASEMENT NO. 1090, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY.--The Board of Regents on May 30, 1958, authorized Phillips Petroleum Company to use as a salt water disposal site a 10-acre tract in the NE/4 of Section 37, Block 4, Andrews County, the location of Phillips' University "CC" Well No. 17 which serves as the disposal and injection well. Easement No. 1090 covering this authorization provides for disposal and injection into the Devonian formation only of salt water, brines and other waste products produced from oil and/or gas wells owned or operated by Phillips on University lands. Because of insufficient porosity and permeability, injection of salt water into the Devonian formation has not been feasible, and Phillips requests that certain provisions of Easement No. 1090 be amended to permit injection of salt water and other waste products into formations above the top of the Devonian formation (12,400' approximate depth) but below the Grayburg formation (4,900' approximate depth), written approval to be secured from the Geologist-in-Charge of University Lands for injection into formations other than the San Andres and the Devonian.

RELEASE OF 3.38 ACRES FROM EASEMENT NO. 186 (PYOTE AIR FORCE BASE, U. S. GOVERNMENT LEASE NO. W781-Eng-1437) FOR USE IN CONSTRUCTION OF INTERSTATE HIGHWAY NO. 20, WARD COUNTY.--At the request of the Texas Highway Department, the United States Government has released, for use in construction of Interstate Highway No. 20, 3.38 acres leased under Easement No. 186, which easement after subsequent supplemental agreements constitutes a portion of the acreage formerly used by the Government for the Pyote Air Force Base. Release by the Government of this 3.38-acre tract is covered by Supplemental Agreement No. 6.

REVISION OF SECTION (b) OF SURFACE GEOLOGY SURVEY PERMIT FORM.--

It is recommended that Section (b) of the University's Surface Geology Survey Permit form be revised so that data required to be submitted under that provision shall be sent to University Lands-Geology, P. O. Box 553, Midland, Texas, instead of University Lands-Geology, Austin, Texas.

CANCELLATION OF WATER CONTRACT NO. 82, PAN AMERICAN PETROLEUM CORPORATION, PECOS COUNTY.--On June 13, 1959, the Board of Regents authorized Pan American Petroleum Corporation to drill a water well in the SE/4 of Section 12, Block 18, Pecos County, for operation of a pilot waterflood project in a small area of the Taylor Link Field. Since Pan American has abandoned all efforts to install the proposed waterflood project, it is advisable that the authorization granted Pan American be withdrawn, which was identified as Water Contract No. 82 in the Regents' docket of October 3, 1959.

MINERAL LEASE NO. 2, B. H. MANSELL BRINE SALES, CRANE COUNTY.--

B. H. Mansell Brine Sales, a partnership of Midland, requests a lease for the purpose of brine production on approximately  $2\frac{1}{4}$  acres in the N/2 of the N/2 of Section 4, Block 31, University Lands, Crane County. Royalty to the University will be at the rate of 2 cents per barrel of brine or  $12\frac{1}{2}\%$  of sale price of the brine at lessee's loading dock, whichever is greater, with minimum royalty of \$100 per month to be paid during the term of the lease. Payment of \$300 is being made by the lessee to cover minimum royalty, or to apply on total royalty due, for the first three months of the lease. The lease will remain in effect for 1 year without right of relinquishment by the lessee, thus providing for payment of at least \$1,200 to the University before lessee has the right to drop it. Thereafter, the lease will remain in full force and effect so long as production of brine is at a rate sufficient for the University's royalty to amount to a minimum of \$100, or until the lease is relinquished by the lessee. Effective date of the lease will be August 1, 1960.

The lessee will have the right under the lease to drill for and produce water from the leased premises in amounts needed for production of the brine and will pay the University royalty of 10 cents per 1,000 gallons of water so produced.

It is recommended that the Board of Regents accept this proposal and authorize execution of the lease by the Chairman when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

GASOLINE PLANT EASEMENT NO. 1494, PHILLIPS PETROLEUM COMPANY, ECTOR COUNTY (RENEWAL OF NO. 451).--This application covers a tract of 51.6 acres in Section 1, Block 35, Ector County, for the location of a casinghead gasoline plant, as well as housing for employees engaged in operation and other activities of the plant. This easement is for a period of 10 years beginning July 1, 1960 and ending June 30, 1970 at a total consideration of \$5,160.00, payable at the rate of \$516.00 by July 1 during the term of the lease. Consideration of \$516.00 for the first year has been received.

TRUST AND SPECIAL FUNDS -- INVESTMENT MATTERS.--

REPORT OF PURCHASES, EXCHANGE AND SALES OF SECURITIES.--The following purchases, exchange and sales of securities have been made for the Trust and Special Funds since the meeting of May 31, 1960. We ask that the Board ratify and approve these transactions:

PURCHASE OF SECURITIES

<u>Date</u>	<u>Security</u>	<u>Principal Cost</u>
5/10/60	22 Shares Wisconsin Electric Power Company Common Stock, purchased at 32.25 plus 10 rights per share (Funds Grouped for Investment)	\$ 709.50
	22 Shares Ditto (Hogg Foundation: Varner Properties)	709.50
	10 Shares Ditto (E. D. Farmer International Scholarship Fund)	322.50
5/17/60	\$600,000 par value U. S. 4-3/4% Treasury Notes of Series C-1960, dated 8/1/59, due 8/15/60, purchased at 100.296875 Net to yield 3.55% to maturity (Temporary Investments - Proceeds from Sale of Permanent University Fund Bonds)	601,781.25
	\$320,000 par value U. S. 4-3/8% Treasury Certificates of Indebtedness of Series B-1961, dated 5/15/60, due 5/15/61, purchased at 100.109375 Net to yield 4.30% to maturity (Archer M. Huntington Museum Fund)	320,350.00
6/3/60	\$3,000 par value U. S. 2-1/2% Treasury Bonds dated 2/15/54, due 11/15/61, purchased at 98.3125 Net to yield 3.74% to maturity (Murray Case Sells Foundation Student Loan Fund)	2,949.38
	\$28,000 par value U. S. 4% Treasury Notes of Series A-1961, dated 8/1/57, due 8/1/61, purchased at 100.25 Net to yield 3.77% to maturity (Ford Foundation Grant for School of Law)	28,070.00

PURCHASE MADE BY THE SEALY & SMITH FOUNDATION  
(Recommended by Staff Investment Committee)

6/15/60	\$6,000 par value Baltimore Gas & Electric Company 4-7/8% First Refunding Mortgage Sinking Fund Bonds, due June 1, 1960, purchased at 101.602 Net to yield 4.75% to maturity (Special Fund under Joint Control of The Sealy and Smith Foundation for the John Sealy Hospital and the Board of Regents of The University of Texas)	\$6,096.12
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EXCHANGE OF SECURITIES

<u>Date</u>	<u>Security</u>	<u>Book Value</u>
5/16/60	730 Shares Tennessee Gas Transmission Company Common Stock received in exchange for 2,000 Shares Fifteen Oil Company Capital Stock at rate of 0.365 Shares Tennessee Gas Transmission Company Common Stock for each share Fifteen Oil Company Capital Stock held. (Hogg Foundation: Ima Hogg Scholarship in Mental Hygiene)	\$29,000.00(1)
	(1) Book value of 2,000 Shares Fifteen Oil Company Capital Stock sent in for exchange.	

SALES OF SECURITIES

<u>Date</u>	<u>Security</u>	<u>Net Proceeds</u>
4/11/60	58/100ths fractional Share The Chase Manhattan Bank Capital Stock, received in 2% Stock dividend (Hogg Foundation: W. C. Hogg Estate Fund)	\$ 34.66
5/10/60	200 rights to subscribe for Wisconsin Electric Power Company Common Stock, sold at 0.5318 (William Heuermann Fund for Cancer Research)	106.36

RECOMMENDATION RE SALE OF COMMON STOCKS HELD IN VARIOUS TRUST AND SPECIAL FUNDS IF COMPANY DELETED FROM APPROVED LIST FOR PERMANENT UNIVERSITY FUND.--The Board of Regents has had a recommendation submitted at the current meeting for approval of the deletion of six companies from the list of companies approved for common stock purchases for the Permanent University Fund. It is recommended that the following common stocks held by various trust and special funds of those companies approved for deletion from the Permanent University Fund approved list be authorized for sale by the Endowment Officer, the timing of such sales to be subject to the discretion of the Staff Investment Committee with the understanding that the Staff Committee is to take as much time as necessary to sell on strength in the market each common stock to be sold:

<u>Fund in Which Held</u>	<u>No. Shs. Held</u>	<u>Common Stocks of</u>
Funds Grouped for Investment	683	El Paso Natural Gas
Hogg Foundation: W. C. Hogg Estate	2,087	Ditto
Hogg Foundation: Varner Properties	400	Ditto
McLaughlin: Reserve for Depletion	400	Ditto
Will C. Hogg Memorial Scholarships	280	Ditto
Wilbur S. Davidson Educational Fund	200	Ditto
Funds Grouped for Investment	140	Pacific Lighting
Hogg Foundation: W. C. Hogg Estate	600	Ditto
Hogg Foundation: Varner Properties	350	Ditto
Rosalie B. Hite End. for Cancer Res.	75	Ditto
Hogg Foundation: W. C. Hogg Estate	700	Phelps Dodge
Hogg Foundation: Varner Properties	200	Ditto
E. D. Farmer International Scho.	100	Ditto
McLaughlin: Reserve for Depletion	100	Ditto
Wilbur S. Davidson Educational Fund	100	Ditto
Funds Grouped for Investment	100	United Gas Corporation



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

THOMAS FREDERIC BUSH SCHOLARSHIP FUND - AMENDMENT TO AGREEMENT.--

An amendment dated June 29, 1959 to the original agreement dated August 4, 1941 with Mrs. Mary Adelaide Bush, individually and as Independent Executrix of the Estate of Thomas F. Bush, deceased, establishing the Thomas Frederic Bush Scholarship Fund was executed by Mrs. Bush and the Board of Regents to cover additional gift of stock worth approximately \$10,000 to the Fund and to liberalize some of the scholarship provisions.

It has now been brought to Mrs. Bush's attention that wording of the agreement as it now stands setting out second priority to the son or daughter of a duly ordained "rector" unduly limits the use of the Fund. Mrs. Bush has executed and presented to the University for execution on behalf of the Board of Regents an agreement amending the provision as to scholarships by substituting "clergyman" for "rector" in the second priority. This instrument has the effect of striking sub-paragraph (b) of Paragraph 8 in the agreement and substitutes the following:

"(b) The applicant must be of the Caucasian race, and the son or daughter of a duly ordained Clergyman of the Protestant Episcopal Church engaged in the ministry of said Church within the state of Texas; however, within this group of eligible applicants priority shall be given (other factors being equal) first, to a son or daughter of the Rector of St. Paul's Episcopal Church, Waco, Texas, if any, and second, to the son or daughter of a duly ordained Clergyman engaged in the work of the Episcopal Church within the Diocese of Texas, if any."

It is recommended that the Board of Regents agree to the amendment and authorize the execution of the instrument, when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer, by its Chairman.

SALE AND GIFT OF STOCK BY MRS. WILLIAM H. FRANCIS, JR. FOR W. H. FRANCIS, JR. CHAIR - LAW SCHOOL.--The University has received through Dean Keeton and Mrs. Francis' attorney, certificates for 1,400 shares of Standard Oil Company (New Jersey) Common Stock from Mrs. William H. Francis, Jr., with a proposal that the University pay Mrs. Francis \$7,000 for this stock worth approximately \$57,000 with the result that a gift of approximately \$50,000 is being made to the University for the endowment of a chair in the Law School in memory of the late William H. Francis, Jr. Mr. Francis was a graduate of our Law School with highest honors, Class of 1938, and a member of the Board of Trustees of the University of Texas Law School Foundation at the time of his death. The University is to receive, in addition to this gift, approximately \$25,000 from the William H. Francis Foundation in the near future as an addition to the Endowment Account.

It is contemplated that the chair will be awarded to a Professor of Taxation but can be awarded to any appropriate member of the Law School faculty by the Board of Regents. Recommendations as to the award will be submitted by the Dean of the Law School after consultation with a partner of the firm of Vinson, Elkins, Weems and Searls of Houston and a partner of the firm of Turner, White, Atwood, McLane and Francis of Dallas.

The \$7,000 to be paid to Mrs. Francis is to be realized from sale of part of the 1,400 shares of stock.

A similar transaction and gift was approved by the Board of Regents at its January, 1960 meeting (Southwestern Medical School Docket).

It is recommended that the Board of Regents accept this proposal and gift from Mrs. Francis and approve sale of the necessary shares of stock and payment of \$7,000 to Mrs. Francis.

POLICY RE ACCEPTANCE OF GIFTS WITH INCOME RESERVED.--Other universities and colleges are soliciting and accepting gifts with income reserved, and possibilities in this field have been discussed by the Land and Investment Committee of the Board of Regents, by the University Development Board, and by the University staff. It is believed desirable that the Board of Regents adopt a policy regarding the solicitation and acceptance of such gifts. If it is the desire of the Board that such gifts be solicited and accepted, the following, approved as to legality by the University's attorney, is offered as a policy governing such gifts:

#### POLICY

It is the preference of the Board of Regents that arrangements covering such gifts for the benefit of the University be made with corporate fiduciaries. However, if the donor for reasons prefers to make such gift direct to the Board of Regents, with income reserved, the Board of Regents will accept such gifts that come within the policy statements below. Legal and tax advice will be the responsibility of the donor through private practitioners, with cooperation from the University attorney and other members of the staff.

A. Gifts of real estate or other tangible property, where income therefrom is reserved by the donor, are not to be sought and are to be accepted only when the donor agrees that such property may be sold by the University and proceeds invested at the discretion of the University in securities. Proposed gifts of mineral interests, with income reserved, will be considered by the Board of Regents under the terms of each proposal.

1. Reasons. The University is not in position to manage real estate; it is sound policy for the University to restore real property to tax rolls; management costs are too expensive and unpredictable for the University to assume.

B. With few exceptions, gifts of securities with income reserved are to be sought and accepted under the following conditions:

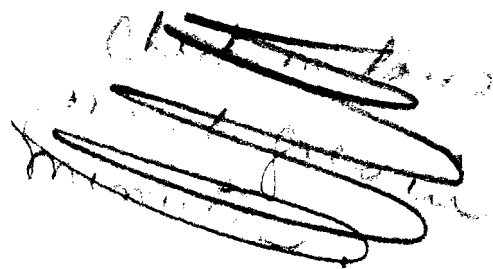
1. Donor may specify that income is to be paid to one beneficiary for his life, or to one or more beneficiaries successively for a total fixed term of not more than 20 years. The University will not guarantee income.
2. A suitable administrative fee is to be assessed against income.
3. The University will accept gifts with minimum value of approximately \$25,000. In case of proposed installment giving, minimum value will be determined by total of proposed installments. (Smaller amounts involve too much bookkeeping and other expense).
4. Full title to the fund and full discretion in investment and management of the fund are to pass to the University at termination of reserved income period.
5. Gifts may stipulate any one of the following:
  - (a) The specific securities donated are to be held intact by the University throughout the reserved income period.

- (b) Donated securities are to be sold at market and reinvested in University-selected tax-exempt securities, with income therefrom to beneficiary.
- (c) At the discretion of the Board of Regents, donated securities, or proceeds from sale, are to be invested in a Grouped Fund account, or handled as separate fund for investment. If placed in Grouped Fund, beneficiary's income to be pro-rata of Grouped Fund's income.

Obligations undertaken by the University. If the foregoing policies are adopted, University will have to assume certain burdensome and perhaps controversial obligations.

1. In theory, at least, a public agency will be rendering some investment service to a private individual. The University benefits thereby, but the donor benefits likewise.
2. The University will become to some extent a competitor of the trust departments of banks, etc.
3. The University probably will have to prepare and file Fiduciary Income Tax returns on each account.
4. The University will assume considerable management, accounting, and other fiscal duties.

Advantages to the University. This style of giving is being widely publicized. Right now, it has outstanding advantages for the donor. Appeals for large donations can be more successful, perhaps, when securities rather than cash are involved.



TRUST AND SPECIAL FUNDS--REAL ESTATE MATTERS.--

HOGG FOUNDATION: W. C. HOGG MEMORIAL FUND - WEST COLUMBIA MINERAL PROPERTIES.--The University has been asked to sign a letter, along with Miss Ima Hogg and Mrs. Alice N. Hanszen, to Gulf Oil Corporation for salt water disposal in connection with its Mays lease in the West Columbia Field, Brazoria County, Texas, through facilities operated by Texaco Inc. on properties in the Geo. Tennille League, Abstract No. 131 and the Josiah H. Bell One and One-Half League, Abstract No. 40, also in Brazoria County, although the Mays lease is one in which Hogg Foundation has no interest. Texaco has given its consent. The University, as well as Miss Hogg and Mrs. Hanszen, is to receive \$50.00 consideration for the permission granted. The letter has already been signed by the two ladies and it is recommended that the Chairman of the Board of Regents be authorized to sign the letter for transmittal to Gulf Oil Corporation, after approval as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

HAMAH SMITH CALLAWAY ESTATE - REPORT ON CLOSING OF SALE OF PROPERTY, CANCELLATION OF PARKING LOT LEASE, AND RECOMMENDATION FOR ESTABLISHMENT OF ENDOWMENT FUND.--The offer of the Texas State Teachers Association for the purchase of property known as 1206 Guadalupe Street, Austin, which came to the University under the will of Mrs. Hamah Smith Callaway, widow of Dr. Morgan Callaway, was accepted by the Board of Regents at its meeting of March 12, 1960. The total purchase price was \$61,750 net (no sales commission involved) with earnest money of \$3,000 tendered with the offer. The sale was closed on May 31, 1960.

At the request of the lessee of the property, Mr. Joe Lundell, and by agreement with the purchaser, the parking lot lease to Mr. Lundell was cancelled at the close of business on May 31, 1960. The Cancellation and Release was signed on behalf of the University by the Endowment Officer and executed copy has been furnished the Secretary of the Board of Regents. Ratification of such cancellation and release is recommended.

It is further recommended that the proceeds of the sale, \$61,750, plus the \$1,140.68 in Account No. 77845 (the sum remaining from proceeds of demolition and parking lease less expenses of taxes, appraisal, survey, abstract and miscellaneous expenses) be added to Funds Grouped for Investment at the next quarterly addition date. The use of the income from the fund, to be known as the Morgan and Hamah Smith Callaway Fund, will be determined by the Board of Regents at a later date after staff recommendations through appropriate channels. The property was devised to the Board of Regents by Mrs. Callaway for use (or the proceeds therefrom) in connection with University activities in Austin.

*Official*

EXHIBIT "A"

LAND AND INVESTMENT COMMITTEE

Date: July 2, 1960

Time: 11:00 a. m.

Place: Main Building, Room 205

Members: Mr. Johnson, Chairman  
Mr. Bryan  
Mr. McNeese  
Mr. Thompson

Attached are the following in the order as listed:

1. Detailed Agenda for the Land and Investment Committee
2. Supplementary Data on Funds Grouped for Investment (Listed on Agenda as Item II, A. 3. \*)
  - a. Recommendations re Additions (For Action of Committee only)
  - b. Review

LAND AND INVESTMENT COMMITTEE

July 1, 1960

I. PERMANENT UNIVERSITY FUND

A. INVESTMENT MATTERS:

1. Report of Purchases of Securities.
2. Permanent University Fund Investment Program - Proposed Continuation of Investment Advisory Services of Lionel D. Edie & Company, Inc., for 1960-61 Fiscal Year.
3. Permanent University Fund Investment Program - Proposed Successor for Member of Investment Advisory Committee Whose Term Expires August 31, 1960.
4. Permanent University Fund Investment Program - Proposed Amendments to Policies Governing Investment in Corporate Securities.
5. Permanent University Fund Investment Program - Report on Switching Program for Holding of Nonmarketable Treasury Securities Authorized June 13, 1959, and Recommendation Re Continuation of Program.
6. Permanent University Fund Investment Program - Recommended Changes in Diversification Patterns.
7. Permanent University Fund Investment Program - Recommended Changes in Approved List of Corporations for Bond, Preferred Stock, and Common Stock Purchases.

B. LAND MATTERS:

1. Pipe Line Easement No. 1475, Phillips Petroleum Company, Andrews County.
2. Pipe Line Easement No. 1476, Sinclair Oil and Gas Company, Andrews County (Renewal of No. 458).
3. Pipe Line Easement No. 1477, Phillips Petroleum Company, Andrews County (Renewal of No. 469).
4. Pipe Line Easement No. 1478, Texas-New Mexico Pipe Line Company, Crane County.
5. Power Line Easement No. 1479, Texas Electric Service Company, Crane County (Renewal of No. 464).
6. Power Line Easement No. 1480, Texas Electric Service Company, Andrews County (Renewal of No. 465).
7. Power Line Easement No. 1481, Texas Electric Service Company, Andrews County.
8. Pipe Line Easement No. 1482, Transwestern Pipe Line Company, Ward County.
9. Pipe Line Easement No. 1483, Phillips Pipe Line Company, Andrews County.
10. Pipe Line Easement No. 1484, Phillips Petroleum Company, Andrews County.
11. Pipe Line Easement No. 1485, El Paso Natural Gas Company, Andrews County.
12. Power Line Easement No. 1486, El Paso Natural Gas Company, Hudspeth County.
13. Cathodic Protection Unit Easement No. 1487, El Paso Natural Gas Company, Hudspeth County.
14. Power Line Easement No. 1488, Texas Electric Service Company, Andrews Crane, Upton and Ward Counties.
15. Pipe Line Easement No. 1489, Phillips Petroleum Company, Andrews County.
16. Microwave Station Site Easement No. 1490, Humble Pipe Line Company, Reagan County (Renewal of No. 454).
17. Pipe Line Easement No. 1491, Gulf Refining Company, Crane County (Renewal of No. 455).
18. Church Site Easement No. 1492, Bakersfield Holiness Church, Pecos County.
19. Pipe Line Easement No. 1493, Magnolia Pipe Line Company, Andrews County (Renewal of No. 463).
20. Caliche Permit No. 172, Rumbaugh, Inc., Andrews County.
21. Caliche Permit No. 173, Monterey Oil Company, Andrews County.
22. Caliche Permit No. 174, W. A. (Bill) Farmer Construction Company, Andrews County.
23. Caliche Permit No. 175, Cage Brothers Construction Company, Reagan County.

24. Amendment of Salt Water Disposal Easement No. 1090, Phillips Petroleum Company, Andrews County.
25. Release of 3.38 Acres from Easement No. 186 (Pyote Air Force Base, U. S. Government Lease No. W781-Eng-1437) for Use in Construction of Interstate Highway No. 20, Ward County.
26. Revision of Section (b) of Surface Geology Survey Permit Form.
27. Cancellation of Water Contract No. 82, Pan American Petroleum Corporation, Pecos County.
28. Mineral Lease No. 2, B. H. Mansell Brine Sales, Crane County.
29. Gasoline Plant Easement No. 1494, Phillips Petroleum Company, Ector County (Renewal of No. 451).

C. DISCUSSION MATTERS:

1. Highway Right-of-Way Matter - Pyote, Texas

## II. TRUST AND SPECIAL FUNDS

### A. INVESTMENT MATTERS:

1. Report of Purchases, Exchange and Sales of Securities.
2. Recommendation Re Sale of Common Stocks Held in Various Trust and Special Funds if Company Deleted from Approved List for Permanent University Fund.
- \* 3. Funds Grouped for Investment - Review and Recommendation Re Additions.

### B. GIFT, ESTATE AND BEQUEST MATTERS:

1. Thomas Frederic Bush Scholarship Fund - Amendment to Agreement.
2. Sale and Gift of Stock by Mrs. William H. Francis, Jr. for W. H. Francis, Jr. Chair - Law School.
3. Policy Re Acceptance of Gifts With Income Reserved.

### C. REAL ESTATE MATTERS:

1. Hogg Foundation: W. C. Hogg Memorial Fund - West Columbia Mineral Properties.
2. Hamah Smith Callaway Estate - Report on Closing of Sale of Property, Cancellation of Parking Lot Lease, and Recommendation for Establishment of Endowment Fund.

\*For action by Land and Investment Committee only. For information to other members.



July 2, 1960

To the Members of the Regents' Land and Investment Committee  
The University of Texas

Subject: FUNDS GROUPEd FOR INVESTMENT

Gentlemen:

It is recommended that the following additions, representing income being reinvested and new money and funds being transferred, made to the "Funds Grouped for Investment" as of June 1, 1960, be approved, pursuant to the policy adopted by the Committee on July 9, 1948:

Lillian Barkley Scholarship Fund (\$1,232.30 already in Grouped)	\$ 11.30
The Accounting Education Fund (College of Business Administration Foundation) (\$13,338.79 already in Grouped)	128.00
Emma Dallenbach Clark Fellowship in Psychology (\$10,014.45 already in Grouped)	103.35
John Wallace Dallenbach Fellowship in Psychology (\$35,628.33 already in Grouped)	396.75
Kate J. Decherd Bible Scholarships (\$2,524.92 already in Grouped)	123.22
Advisory Council - Various Donors (Fine Arts Foundation) (\$469.14 already in Grouped)	55.59
Donna Dellinger Memorial Scholarship Fund (Fine Arts Foundation) (\$3,137.78 already in Grouped)	300.00
Department of Drama Ex-Students Scholarship Fund (Fine Arts Foundation) (\$1,380.98 already in Grouped)	16.18
Mary E. Gearing Bequest for the Child Welfare and Parent Education Foundation (\$5,479.20 already in Grouped)	243.71
Hal P. Bybee Memorial Fund (Geology Foundation) (\$30,198.95 already in Grouped)	5.00
Robert H. Cuyler Memorial Scholarship (Geology Foundation) (\$4,189.15 already in Grouped) Common stock on hand 5/31/60 transferred at market close 5/31/60 - last business day of quarter 20 shares Standard Oil Company (New Jersey) Capital Stock at 40-1/2	810.00
Frederick W. Simonds Memorial Scholarship (Geology Foundation) (\$2,840.00 already in Grouped) Common stock on hand 5/31/60 transferred at market close 5/31/60 - last business day of quarter 40 shares Standard Oil Company (New Jersey) Capital Stock at 40-1/2	1,620.00
German Play Scholarship Fund - Various Donors (\$923.00 already in Grouped)	130.00
Interfraternity Council - Panhellenic Council Trust Fund (\$38,864.42 already in Grouped)	2,667.62
Kappa Epsilon Scholarship Fund (\$867.29 already in Grouped)	10.04
Panhellenic Scholarship Fund (\$19,193.11 already in Grouped)	806.89

FUNDS GROUPED FOR INVESTMENT  
(Continued)

Various Donors (Pharmaceutical Foundation) (\$5,008.44 already in Grouped)	\$ 249.98
Alma Jacobs House Piner Fund (\$5,344.83 already in Grouped)	48.75
Lee Lytton Smith Scholarship (\$3,100.00 already in Grouped)	500.00
Spain-Leff Memorial Scholarship (\$3,230.00 already in Grouped)	100.00
Jack G. Taylor Endowment Fund (\$1,125.09 already in Grouped)	11.24
The Robert Cantrell Feamster Foundation (Medical Branch) (\$2,053.86 already in Grouped)	18.68
C. D. Belding Memorial Fund (Texas Western College) (\$3,147.00 already in Grouped)	500.00
Other additions to Funds Grouped on June 1, 1960	<u>\$8,856.30</u>

It is recommended that the above additions be approved.

Respectfully submitted

\_\_\_\_\_  
Wm. W. Stewart, Endowment Officer

APPROVED:

\_\_\_\_\_  
J. C. Dolley, Vice President for Fiscal Affairs

Recommendation Approved:

LAND AND INVESTMENT COMMITTEE

\_\_\_\_\_  
Chairman

\_\_\_\_\_  
Member

\_\_\_\_\_  
Member

\_\_\_\_\_  
Member

FUNDS GROUPED FOR INVESTMENT  
As of May 31, 1960

Par Value or No. Shs.	Description	Book Value 5/31/60	Current Yield		Current Mkt. Price 5/31/60*	Current Mkt. Value 5/31/60*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>FIXED INCOME SECURITIES</u>									
1. U. S. Government Bonds:									
					(1)				
\$ 10,000	U. S. 2-1/2% Treasury Bonds, due 3/15/65-70	\$ 9,031.20	3.84%	4.04%	85.875	\$ 8,587.50	0.59%	0.47%	\$ 346.88
20,000	U. S. 2-1/2% Treasury Bonds, due 12/15/67-72	17,928.06	3.68	3.87	85.125	17,025.00	1.18	0.93	659.38
12,000	U. S. 3-7/8% Treasury Bonds, due 11/15/74	12,237.51	3.67	3.88	96.3125	11,557.50	0.80	0.63	448.64
24,500	U. S. 3-1/4% Treasury Bonds, due 6/15/78-83	24,564.01	3.23	3.70	87.375	21,406.88	1.61	1.16	792.79
15,000	U. S. 3% Treasury Bonds, due 2/15/95	15,008.40	3.00	3.53	84.9375	12,740.63	0.98	0.69	449.76
<u>81,500</u>	TOTAL U. S. GOVERNMENT BONDS	<u>78,769.18</u>	<u>3.42</u>	<u>3.78</u>		<u>71,317.51</u>	<u>5.16</u>	<u>3.88</u>	<u>2,697.45</u>
2. Corporate Bonds:									
<u>Industrial Corporations Bonds--</u>									
10,000	Allied Chemical & Dye Corp. 3-1/2% Debs., due 4/1/78	9,832.60	3.65	3.93	91-1/2 (2)	9,150.00	0.64	0.50	359.30
15,000	Aluminum Company of America 4-1/4% S. F. Debs., due 1/1/82	15,088.00	4.20	4.37	96-3/4	14,512.50	0.99	0.79	633.50
10,000	General Electric Company 3-1/2% Debs., due 5/1/76	10,064.96	3.44	3.77	91-3/4	9,175.00	0.66	0.50	345.94
10,000	General Motors Corporation 3-1/4% Debs., due 1/1/79	10,123.12	3.15	3.62	88	8,800.00	0.66	0.48	318.52
15,000	National Steel Corporation First Mtge. Bonds 3-7/8% Series, due 11/1/86	14,778.99	3.99	4.30	91-1/2 (2)	13,725.00	0.97	0.74	589.59
8,000	The Procter & Gamble Company 3-7/8% S. F. Debs., due 9/1/81	7,940.23	3.94	4.19	93-1/4 (3)	7,460.00	0.52	0.40	312.78
30,000	Sears, Roebuck & Company 4-3/4% S. F. Debs., due 8/1/83	30,958.33	4.47	4.56	101-1/8	30,337.50	2.03	1.65	1,384.22
25,000	Standard Oil Company (Indiana) 4-1/2% Debs., due 10/1/83	25,293.75	4.40	4.55	97-3/4	24,437.50	1.66	1.33	1,112.50
10,000	United States Steel Corporation 4% S. F. Debs., due 7/15/83	10,047.00	3.96	4.25	93-3/4	9,375.00	0.66	0.51	398.00
<u>133,000</u>	Total Industrial Corporations Bonds	<u>134,126.98</u>	<u>4.07</u>	<u>4.30</u>		<u>126,972.50</u>	<u>8.79</u>	<u>6.90</u>	<u>5,454.35</u>

As of May 31, 1960

(Continued)

Par Value or No. Shs.	Description	Book Value 5/31/60	Current Yield		Current Mkt. Price 5/31/60*	Current Mkt. Value 5/31/60*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
2. Corporate Bonds (Continued):									
Public Utility Corporations Bonds--									
\$ 10,000	American Tel. & Tel. Company 2-3/4% Debs., due 10/1/75	\$ 9,961.25	2.79%	3.51%	79	\$ 7,900.00	0.65%	0.42%	\$ 277.50
5,000	Ditto 5% Series N Debs., due 11/1/83	5,424.88	4.28	4.49	103-3/8	5,168.75	0.36	0.28	231.92
50,000	Boston Edison Company First Mtge. Bonds, 5-1/4% Series G, due 10/1/89	50,595.90	5.15	4.99	104-1/2 (2)	52,250.00	3.31	2.84	2,604.80
10,000	Commonwealth Edison Company 4-5/8% S. F. Debs., due 1/1/2009	9,951.00	4.66	4.77	97-1/4 (2)	9,725.00	0.65	0.53	463.50
10,000	Consolidated Edison Company of New York, Inc., First & Rfdg. Mtge. 3-1/2% Series I Bonds, due 2/1/83	10,172.96	3.37	4.10	83-1/2	8,350.00	0.67	0.46	342.48
5,000	Ditto 5% Series N Bonds, due 10/1/87	5,514.25	4.19	4.49	103 (2)	5,150.00	0.36	0.28	231.30
15,000	Consolidated Natural Gas Company 5% Debs., due 9/1/82	16,192.05	4.30	4.56	102 (3)	15,300.00	1.06	0.83	697.02
9,000	Consumers Power Company First Mtge. Bonds 4-3/4% Series, due 10/1/87	9,767.80	4.09	4.42	100-1/2	9,045.00	0.64	0.49	399.58
5,000	Dallas Power & Light Company First Mtge. 3-1/8% Bonds, due 2/1/86	5,029.64	3.08	3.98	78 B(4)	3,900.00	0.33	0.21	155.11
52,000	Ditto 5-1/4% Series, due 12/1/89	53,190.80	5.06	4.95	104-1/2 (2)	54,340.00	3.49	2.96	2,690.12
5,000	Duquesne Light Company First Mtge. 3-5/8% Bonds, due 9/1/83	5,075.67	3.51	4.14	86 B(4)	4,300.00	0.33	0.23	178.03
10,000	Gulf States Utilities Company First Mtge. 3-1/8% Bonds, due 12/1/82	8,406.56	4.54	4.88	78-1/4 (4)	7,825.00	0.55	0.43	381.78
10,000	Houston Lighting & Power Company First Mtge. Bonds, 3-1/4% Series, due 3/1/86	10,099.84	3.19	4.12	78 B(4)	7,800.00	0.66	0.43	321.16
15,000	New England Tel. & Tel. Company 3-1/8% Debs., due 12/15/88	15,276.00	2.99	3.93	77-1/2B(4)	11,625.00	1.00	0.63	457.25
5,000	Ditto 3-1/4% Debs., due 11/15/91	4,211.24	4.56	4.87	77 B(4)	3,850.00	0.28	0.21	187.54
12,000	New York Tel. Company Rfdg. Mtge. 4-1/8% Bonds, Series K, due 7/1/93	12,287.43	3.96	4.45	91 (2)	10,920.00	0.80	0.59	486.42
48,000	Northern Illinois Gas Company First Mtge. Bonds, 5% Series, due 6/1/84	48,336.63	4.94	4.97	100 B(4)	48,000.00	3.17	2.61	2,386.26
30,000	Ohio Edison Company First Mtge. Bonds, 4-1/2% Series, due 4/1/89	29,563.84	4.62	4.84	94 B(4)	28,200.00	1.94	1.53	1,365.04
30,000	Ohio Power Company First Mtge. Bonds, 4-5/8% Series, due 4/1/89	29,890.96	4.65	4.75	97-5/8 (3)	29,287.50	1.96	1.59	1,391.26
5,000	Oklahoma Gas & Electric Company First Mtge. Bonds 4-1/2% Series, due 1/1/87	5,084.78	4.36	4.70	94-1/2B(4)	4,725.00	0.33	0.26	221.86

As of May 31, 1960  
(Continued)

Par Value or No. Shs.	Description	Book Value		Current Yield		Current	Current	% of Total		Estimated
		5/31/60		Book	Market	Mkt. Price 5/31/60*	Mkt. Value 5/31/60*	Book	Market	Annual Income
<b>2. Corporate Bonds (Continued):</b>										
<b>Public Utility Corporations Bonds (Continued)--</b>										
\$ 5,000	Pacific Gas & Electric Company First & Rfdg. Mtge. Bonds 2-7/8% Series T, due 6/1/76	\$ 5,096.36		2.71%	3.39%	81-3/8 (3)	\$ 4,068.75	0.33%	0.22%	\$ 137.91
10,000	Ditto 3-3/8% Series U, due 12/1/85	8,651.64		4.50	4.72	82-1/2 (2)	8,250.00	0.57	0.45	389.36
5,000	Ditto 3-3/8% Series Z, due 12/1/88	4,774.96		3.70	4.41	80 B(4)	4,000.00	0.31	0.22	176.51
10,000	Ditto 5% Series BB, due 6/1/89	10,418.90		4.66	4.76	102 (2)	10,200.00	0.68	0.56	485.80
10,000	The Pacific Tel & Tel. Company 2-7/8% Debs., due 10/1/86	9,791.71		3.02	3.94	75 (3)	7,500.00	0.64	0.41	295.36
5,000	Ditto 3-5/8% Debs., due 8/15/91	4,566.56		4.27	4.62	84-1/2 (4)	4,225.00	0.30	0.23	195.01
15,000	Philadelphia Electric Company First & Rfdg. Mtge. Bonds, 3-1/8% Series, due 4/1/85	14,473.00		3.38	4.12	79-1/4 (2)	11,887.50	0.95	0.65	489.83
5,000	Public Service Electric & Gas Company First & Rfdg. Mtge. Bonds 3-1/4% Series, due 10/1/83	4,980.26		3.28	3.69	88-1/2B(4)	4,425.00	0.33	0.24	163.34
5,000	Ditto 4-3/8% Series, due 11/1/86	5,206.17		4.05	4.54	93 B(4)	4,650.00	0.34	0.25	210.97
20,000	Ditto 4-5/8% Series, due 8/1/88	20,238.83		4.53	4.69	97-3/4 (2)	19,550.00	1.33	1.06	916.62
60,000	Southern Bell Tel. & Tel. Company 4-5/8% Debs., due 12/1/93	60,763.64		4.53	4.65	98-3/4 (2)	59,250.00	3.98	3.22	2,752.54
10,000	Southern California Edison Company First & Rfdg. Mtge. 3-5/8% Bonds, Series G, due 4/15/81	9,755.98		3.82	4.23	88 (2)	8,800.00	0.64	0.48	372.24
25,000	Ditto 4-5/8% Bonds, Series K, due 9/1/83	25,766.10		4.36	4.56	98-1/2 (2)	24,625.00	1.69	1.34	1,123.65
15,000	Southwestern Bell Tel. Company 3-1/8% Debs., due 5/1/83	13,575.38		3.91	4.57	77-1/2B(4)	11,625.00	0.89	0.63	530.69
10,000	Texas Electric Service Company First Mtge. Bonds 3-1/4% Series, due 5/1/82	9,424.92		3.73	4.31	81-1/2B(4)	8,150.00	0.62	0.44	351.14
10,000	Ditto 3-1/4% Series, due 3/1/85	10,177.00		3.12	3.97	80 B(4)	8,000.00	0.67	0.44	317.92
10,000	Texas Power & Light Company 3-1/8% First Mtge. Bonds, due 10/1/84	10,201.39		2.98	3.88	78-1/2B(4)	7,850.00	0.67	0.43	304.28
5,000	West Penn Power Company First Mtge. Bonds, 3-1/4% Series O, due 4/1/82	4,340.00		4.44	4.72	81-1/2B(4)	4,075.00	0.28	0.22	192.50
10,000	West Texas Utilities Company First Mtge. Bonds, 3-7/8% Series E, due 1/1/88	10,124.88		3.78	4.45	86 B(4)	8,600.00	0.66	0.47	383.04
5,000	Wisconsin Electric Power Company 3-7/8% First Mtge. Bonds, due 4/15/86	5,010.92		3.86	4.39	88 B(4)	4,400.00	0.33	0.24	193.33
<u>591,000</u>	Total Public Utility Corporations Bonds	<u>591,372.08</u>		<u>4.30</u>	<u>4.61</u>		<u>551,792.50</u>	<u>38.75</u>	<u>30.01</u>	<u>25,451.97</u>
<u>724,400</u>	TOTAL CORPORATE BONDS	<u>725,499.06</u>		<u>4.26</u>	<u>4.55</u>		<u>678,765.00</u>	<u>47.54</u>	<u>36.91</u>	<u>30,906.32</u>

As of May 31, 1960  
(Continued)

Par Value or No. Shs.	Description	Book Value 5/31/60	Current Yield		Current Mkt. Price 5/31/60*	Current Mkt. Value 5/31/60*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<b>3. Preferred Stocks:</b>									
140 Shs.	The American Tobacco Co. 6% Cum. Pfd.	\$ 19,475.15	4.31%	4.98%	120-1/2	\$ 16,870.00	1.27%	0.92%	\$ 840.00
70 "	Dallas Power & Light Co. \$4.24 Pfd.	7,175.00	4.13	5.16	82 B(4)	5,740.00	0.47	0.31	296.00
100 "	E. I. duPont de Nemours & Co. \$3.50 Cum. Pfd.	10,068.63	3.48	4.45	77-3/4 (2)	7,775.00	0.66	0.42	350.00
150 "	General Motors Corporation Pfd. \$3.75 Series	14,306.00	3.93	4.86	77-1/8	11,568.75	0.94	0.63	562.50
TOTAL PREFERRED STOCKS		51,024.78	4.01	4.88		41,953.75	3.34	2.28	2,048.50
TOTAL FIXED INCOME SECURITIES		855,293.02	4.17	4.50		792,036.26	56.04	43.07	35,652.27
<b><u>EQUITY INCOME SECURITIES</u></b>									
<b>4. Common Stocks:</b>									
<b><u>Financial Corporations Common Stocks--</u></b>									
200 Shs.	C. I. T. Financial Corporation	11,038.96	4.71	4.91	53	10,600.00	0.72	0.58	520.00
300 "	Chemical Bank New York Trust Company	16,225.00	4.44	4.17	57.3125(2)	17,193.75	1.06	0.93	720.00
204 "	First National City Bank of New York	13,831.25	4.42	3.76	79.4375(2)	16,205.25	0.91	0.88	612.00
Total Financial Corporations Common Stocks		41,095.21	4.51	4.21		43,999.00	2.69	2.39	1,852.00
<b><u>Industrial Corporations Common Stocks--</u></b>									
432 Shs.	Allied Chemical Corporation	11,045.75	7.04	3.48	51-3/4	22,356.00	0.72	1.22	777.60
200 "	American Can Company	8,597.62	4.65	5.10	39-1/4	7,850.00	0.56	0.43	400.00
100 "	American Home Products Corporation	10,774.73	3.99	2.33	184-1/2	18,450.00	0.71	1.00	430.00
200 "	American Smelting & Refining Company	10,553.26	3.79	3.97	50-3/8	10,075.00	0.69	0.55	400.00
500 "	Bethlehem Steel Corporation	20,537.78	5.84	5.39	44-1/2	22,250.00	1.35	1.21	1,200.00
416 "	The Borden Company	11,844.27	5.27	3.15	47-5/8	19,812.00	0.78	1.08	624.00
600 "	Bristol-Myers Company	5,193.99	10.40	1.64	54-3/4	32,850.00	0.34	1.79	540.00
300 "	Colgate-Palmolive Company	5,590.55	7.51	4.01	34-7/8	10,462.50	0.37	0.57	420.00
200 "	Continental Can Company, Inc.	3,511.50	10.25	4.26	42-1/4	8,450.00	0.23	0.46	360.00
271 "	Continental Oil Company (Delaware)	15,231.50	3.02	4.07	41-3/4	11,314.25	1.00	0.61	460.70
385 "	The Dow Chemical Company	12,640.73	4.26	1.55	90-1/2	34,842.50	0.83	1.89	539.00
150 "	E. I. duPont de Nemours & Company	14,836.11	7.08	3.38	207-1/4	31,087.50	0.97	1.69	1,050.00
900 "	General Electric Company	32,388.41	5.56	2.24	89-3/8	80,437.50	2.12	4.37	1,800.00
200 "	General Foods Corporation	3,854.13	14.53	2.30	121-1/2	24,300.00	0.25	1.32	560.00
840 "	General Motors Corporation	13,938.01	12.05	4.60	43-1/2	36,540.00	0.91	1.99	1,680.00

As of May 31, 1960  
(Continued)

Par Value or No. Shs.	Description	Book Value 5/31/60	Current Yield		Current Mkt. Price 5/31/60*	Current Mkt. Value 5/31/60*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<b>4. Common Stocks (Continued):</b>									
<b>Industrial Corporations Common Stocks (Continued)--</b>									
100 Shs.	The Goodyear Tire & Rubber Company	\$ 3,661.32	2.46%	2.24%	40-1/8	\$ 4,012.50	0.24%	0.22%	\$ 90.00
1,912 "	Gulf Oil Corporation	33,200.40	5.76	3.59	27-7/8	53,297.00	2.18	2.90	1,912.00
40 "	International Business Machines Corporation	17,018.25	0.71	0.60	504	20,160.00	1.12	1.10	120.00
400 "	The International Nickel Company of Canada, Ltd.	7,859.00	8.65	3.11	54-3/4	21,900.00	0.52	1.19	680.00
200 "	Libby-Owens-Ford Glass Company	7,817.78	7.16	5.37	52-1/8	10,425.00	0.51	0.57	560.00
388 "	Monsanto Chemical Company	10,135.57	3.83	2.45	40-7/8	15,859.50	0.66	0.86	388.00
200 "	National Biscuit Company	8,753.31	5.48	4.00	60	12,000.00	0.57	0.65	480.00
276 "	National Dairy Products Corporation	11,287.76	4.89	3.74	53-1/2	14,766.00	0.74	0.80	552.00
200 "	Owens-Illinois Glass Company	5,694.16	8.78	2.39	104-3/4	20,950.00	0.37	1.14	500.00
870 "	Phillips Petroleum Company	25,490.82	5.80	4.02	42-1/4	36,757.50	1.67	2.00	1,479.00
600 "	R. J. Reynolds Tobacco Company	20,937.94	6.30	3.36	65-1/2	39,300.00	1.37	2.14	1,320.00
312 "	Standard Oil Company of California	13,448.07	4.64	4.98	40-1/8	12,519.00	0.88	0.68	624.00
820 "	Standard Oil Company (New Jersey)	35,597.11	5.18	5.56	40-1/2	33,210.00	2.33	1.81	1,845.00
400 "	Sterling Drug, Inc.	12,890.06	5.59	3.19	56-3/8	22,550.00	0.85	1.23	720.00
221 "	Texaco Inc.	16,846.07	3.41	3.89	66-7/8	14,779.38	1.10	0.80	574.60
350 "	Union Carbide Corporation	26,429.30	4.77	2.69	133-3/4	46,812.50	1.73	2.54	1,260.00
212 "	United States Steel Corporation	16,714.22	3.81	3.84	78-1/8	16,562.50	1.10	0.90	636.00
400 "	Westinghouse Electric Corporation	6,213.32	7.73	2.02	59-3/8	23,750.00	0.41	1.29	480.00
	<b>Total Industrial Corporations Common Stocks</b>	<b>460,532.80</b>	<b>5.53</b>	<b>3.22</b>		<b>790,688.13</b>	<b>30.18</b>	<b>43.00</b>	<b>25,461.90</b>
<b>Public Utility Corporations Common Stocks--</b>									
366 Shs.	American Telephone & Telegraph Company	21,070.38	5.73	3.68	89-5/8	32,802.75	1.38	1.78	1,207.80
400 "	Baltimore Gas & Electric Company	8,182.76	4.89	3.81	26-1/4	10,500.00	0.54	0.57	400.00
400 "	The Cincinnati Gas & Electric Company	14,560.57	4.12	4.29	35	14,000.00	0.95	0.76	600.00
102 "	Commonwealth Edison Company	3,911.60	5.22	3.52	56-7/8	5,801.25	0.26	0.31	204.00
200 "	Consolidated Edison Company of New York, Inc.	11,501.25	5.22	4.81	62-3/8	12,475.00	0.75	0.68	600.00
100 "	Consumers Power Company	5,194.15	5.01	4.46	58-1/4	5,825.00	0.34	0.32	260.00
200 "	The Detroit Edison Company	7,670.50	5.21	4.62	43-1/4	8,650.00	0.50	0.47	400.00
683 "	El Paso Natural Gas Company	11,118.72	7.99	4.19	31	21,173.00	0.73	1.15	887.90
600 "	Ohio Edison Company	17,955.83	4.95	4.39	33-3/4	20,250.00	1.18	1.10	888.00
300 "	Pacific Gas and Electric Company	10,042.25	7.77	4.24	61-3/8	18,412.50	0.66	1.00	780.00
140 "	Pacific Lighting Corporation	5,944.25	5.65	4.97	48-1/4	6,755.00	0.39	0.37	336.00
300 "	Public Service Company of Indiana, Inc.	12,117.00	5.20	4.86	43-1/4	12,975.00	0.79	0.71	630.00
100 "	United Gas Corporation	3,650.00	4.11	5.22	28-3/4	2,875.00	0.24	0.16	150.00
242 "	Wisconsin Electric Power Company	8,714.26	5.00	4.82	37-3/8	9,044.75	0.57	0.49	435.60
	<b>Total Public Utility Corporations Common Stocks</b>	<b>141,633.52</b>	<b>5.49</b>	<b>4.29</b>		<b>181,539.25</b>	<b>9.28</b>	<b>9.87</b>	<b>7,779.30</b>

FUNDS GROUPED FOR INVESTMENT  
As of May 31, 1960  
(Continued)

Par Value or No. Shs.	Description	Book Value 5/31/60	Current Yield		Current Mkt. Price 5/31/60*	Current Mkt. Value 5/31/60*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
4. <u>Common Stocks (Continued):</u>									
<u>Railroad Corporations Common Stocks--</u>									
200 Shs.	Norfolk & Western Railway Company	\$ 15,203.76	6.45%	4.95%	99	\$ 19,800.00	1.00%	1.08%	\$ 980.00
406 "	Union Pacific Railroad Company	12,039.20	5.40	6.12	26-1/8	10,606.75	0.79	0.57	649.60
	<b>Total Railroad Corporations Common Stocks</b>	<u>27,242.96</u>	<u>5.98</u>	<u>5.36</u>		<u>30,406.75</u>	<u>1.79</u>	<u>1.65</u>	<u>1,629.60</u>
	<b>TOTAL COMMON STOCKS (TOTAL EQUITY INCOME SECURITIES)</b>	<u>670,504.49</u>	<u>5.48</u>	<u>3.51</u>		<u>1,046,633.13</u>	<u>43.94</u>	<u>56.91</u>	<u>36,722.80</u>
	<b>TOTAL SECURITIES</b>	<u>1,525,797.51</u>	<u>4.74</u>	<u>3.94</u>		<u>1,838,669.39</u>	<u>99.98</u>	<u>99.98</u>	<u>72,375.07</u>
	5. <u>Cash on Hand 5/31/60:</u>	<u>348.54</u>	<u>- 0 -</u>	<u>- 0 -</u>		<u>348.54</u>	<u>0.02</u>	<u>0.02</u>	<u>- 0 -</u>
	<b>FUND TOTAL</b>	<u>\$1,526,146.05</u>	<u>4.74%</u>	<u>3.94%</u>		<u>\$1,839,017.93</u>	<u>100.00%</u>	<u>100.00%</u>	<u>\$72,375.07</u>

\*Market close May 31, 1960, The Wall Street Journal, unless otherwise indicated.

- (1) Average of Bid-Ask, May 31, 1960, C. J. Devine & Company.
- (2) Average of Bid-Ask, May 31, 1960, The First Boston Corporation.
- (3) Market close or average of Bid-Ask, May 31, 1960, Salomon Bros. & Hutzler.
- (4) Bid price or average of Bid-Ask, May 31, 1960, Merrill Lynch, Pierce, Fenner & Smith, Inc.

$$\text{Unit Value} = \frac{\$1,839,017.93}{1,113,317} = \$1.651836745$$

MEC:am  
June 7, 1960



Attachment No. 2  
Docket

THE UNIVERSITY OF TEXAS  
BOARD OF REGENTS  
Austin 12, Texas

June 22, 1960

MEMORANDUM

Doctor Merton M. Minter,  
Chairman

Mr. J. Lee Johnson, III,  
Vice-Chairman

Mr. J. P. Bryan

Mrs. Charles Devall

Mr. Thornton Hardie

Mr. W. W. Heath

Mr. Wales H. Madden, Jr.

Mr. A. G. McNeese, Jr.

Mr. Joe C. Thompson

Mrs. Devall and Gentlemen:

Below is an outline of President Wilson's Docket for consideration at the July meeting. This outline is to enable you to pinpoint items in which you are particularly interested. There will be a separate communication about gifts.

	<u>Page No.</u>
I. <u>Central Administration</u> (This portion of the Docket includes items concerning any of the component institutions of the University.) (Pages C-1 through C-5)	
A. Budgetary Items (1959-60)	
1. Transfer of <u>\$7,103.68</u> - University Development Board	1
2. Appointment of Assistant Land and Trust Attorney ( <u>\$6,468.00</u> per year)	1
B. Budgetary Items (1960-61)	
1. Appointment of Mr. James S. Triolo as EXECUTIVE DIRECTOR - University Development Board	1
2. Increase of <u>\$360.00</u> per year in salary of Senior Geologist - This should be deleted since the 1960-61 budget carries this salary.	1

	<u>Page No.</u>
3. Graduate Faculty Membership (1)	2
4. Classified Personnel Pay Plan--Promotion	2
5. Transfers in Available University Fund	2
C. Transfer of Balances and Final Figures on Construction of	
1. New Engineering Building ( <u>\$1,358,062.35</u> ), Main University	2
2. Utility Tunnel on Twenty-Fourth Street ( <u>\$94,023.73</u> ), Main University	4
D. Furniture and Equipment for Whitis Dormitory ( <u>\$10,000.00</u> ) at 2500 Whitis Avenue	5
E. Military Leave (1)	5
F. Absence in Excess of Two Weeks (3) WAIVER OF REGENTS' RULE for two	5
II. <u>Main University</u> (Only items concerning the Main University are included.) (Pages M-1 through M-34, with Laboratory Fee Schedule, Pages 1 through 8)	
A. Budgetary Items (1959-60)	
<u>Academic Personnel</u>	
1. Leave of Absence (1) to accept Fulbright fellowship	1
2. Changes in Status (5)	1
All assigned at other places.	
3. ROTC Appointments (2) (Serve without salary from the University)--Effective August 1, 1960	
a. One is in Air Science.	2
b. One is in Naval Science.	2
4. Research Assignments for Summer 1960	
a. Research Institute (3 paid from Excellence Fund)	2
b. Bureau of Engineering Research (10 paid from Unused and/or Unallocated Salaries)	3

- c. Miscellaneous Areas (9) 3

All except two are part-time, and all are paid from grants at a monthly rate. These individuals usually have additional assignments.

- 5. Government Sponsored Research Projects Appointments and Changes of Status (29) 4

- a. One is deceased.
- b. Fifteen are full-time.
- c. Thirteen are part-time.

- 6. Transfers of Funds (10), Totaling Approximately \$85,000.00 6

B. Summer Session Budget (1960)

- 1. Resignations (28) 7

- 2. Changes in Status (8) 8

- a. Three are in the College of Arts and Sciences.
- b. One is in the College of Business Administration.
- c. Two are in the College of Education.
- d. Two are in the College of Engineering.

- 3. Appointments (23) 9

- 4. Payments from the John Charles Townes Foundation (\$4,500.00) 11

- a. One is for Salary Supplementation. (\$500)
- b. One is for Supervision of Law Review. (\$500)
- c. Five are for Research Grants.  
(four at \$500 and one at \$1,500)

- 5. Research Grant to Professor of Law from Ford Foundation \$3000.00 (out of Country) 11

- 6. Special Faculty Assignment (\$1,700.00) 11

Classified Personnel

C. Budgetary Items (1959-60)

- 1. Resignations (2) 11

- 2. Leave of Absence (1) 12
- 3. Change in Title (1) Assistant Director of Classified Personnel 12
- 4. Appointments (8) 13
- 5. Government Sponsored Research Appointments and/or Changes of Status (15) 13

All are paid from government grants at a monthly rate.

- 6. Auxiliary Enterprises--Leave of Absence (1) 14  
(This is Doctor John A. Crockett.)

D. Budgetary Items (1960-61)

Some of these are reassigned to other jobs.

Academic Personnel

- 1. Resignations (7) 14  
One is deceased.
- 2. Leaves of Absence (12)--All without Salary 15  
Three have other assignments from grant funds. Others are on research fellowships, out of country projects, and visiting professors in other states.
- 3. Salary Increases or Title Changes (7) 16  
All increases except one are paid from Salary Supplementation Fund.
- 4. Changes in Status (6) 17
- 5. Appointments (40) 17

Seven are without salary from the University. Salary range of others is from \$5,000 to \$16,000 plus \$1,000 for 1960-61 only from Salary Supplementation.

	<u>Page No.</u>
6. Government Sponsored Research Appointment and/or Change in Status (1)	21
7. Budget Errata (1960-61) (15)	21
E. Use of Textbooks Written by Faculty Members (2)	22
F. Outside and Additional Duties (1)	22
G. U. S. Research Contracts (24) Totaling Approximately <u>\$602,155.00</u>	23
1. Eight are modifications.	
2. Sixteen are original contracts.	
a. Two are with the Air Force.	
b. Ten are with the National Science Foundation.	
c. Four are with the Public Health Service.	
H. Miscellaneous Contracts (14)	26
These are U. S. Government contracts, interagency contracts, industry contracts, and contracts with individuals.	
I. Gifts and Grants	27

<u>Attention of</u>	<u>From Geographical Area</u>	<u>Item Numbers</u>
All Regents	1. Out of State	1, 2, 10, 12, 15, 17, 18, 19, 21, 22, 29, 33
Mr. McNeese	2. Houston	3, 6, 7, 8, 17, 20, 27, 32, 35, 37, 46
Doctor Minter	3. San Antonio	4, 31
Mr. Thompson	4. Dallas	5, 17, 24, 28, 39, 40, 42, 44
Mr. Bryan	5. Corpus Christi, Freeport, Orange	9, 14, 34, 38
Mr. Heath	6. Austin, Waco	11, 13, 16, 17, 20, 23, 25, 26, 27, 41
Mr. Johnson	7. Fort Worth	30, 36
Mr. Madden	8. San Angelo	46

J. FACULTY LEGISLATION	
1. Grades and Credits re Law School Catalogue	31
2. Requirements for Admission to College of Engineering and College of Fine Arts	32
3. Degree Requirements, College of Arts and Sciences and College of Engineering	32
K. Military Leaves (9)	32
L. Absences Approved by Executive Committee	33
M. Sale of University Property	33
N. Sale of University Property to a Staff Member	33
O. Revisions in the 1960-61 BUDGET of the Texas Union	34
P. Laboratory Fees Effective September, 1960 (Attachment Pages 1 through 8)	34
III. <u>Texas Western College</u> (Only items concerning Texas Western College are included.) (Pages W1- through W-6)	
A. Budgetary Items (1960-61)	
1. Government Sponsored Research Projects Appointments and/or Change of Status (2)	1
2. Transfer of Funds -- Matching Contribution for National Defense Student Loan Fund ( <u>\$300.00</u> )	1
3. Intercollegiate Athletics (Advertising Program)	1
B. Government Contracts (4) Totaling Approximately <u>\$116,000.00</u>	1
1. One is a modification.	
2. Three are original contracts.	
C. Summer Session Budget (1960)	2
<u>Academic Personnel</u>	
1. Resignations (2)	2

	<u>Page No.</u>
2. Changes in Status (11)	2
3. Appointments (4)	3
4. Appointments and/or Changes of Status (17) Schellenger Laboratory	3
D. Gifts (29) Totaling <u>\$20,545.00</u>	4
1. For scholarships <u>\$8,045.00</u>	
2. For endowment fund <u>\$500.00</u>	
3. For intercollegiate athletics <u>\$12,000.00</u>	
All donors are from El Paso except three which are from out of state but which have divisions in El Paso. (Attention of MR. HARDIE)	
E. Budgetary Items (1960-61)	
<u>Academic Personnel</u>	
1. Resignations (3)--All Assistant Professors	5
2. Leave of Absence (1)	5
3. Increase in Salary (1) and Changes in Titles (2)	6
4. Appointments (6)	6
F. Transfer of Funds from Cotton Estate to Cotton Trust Surplus <u>(\$11,500.00)</u>	6
IV. <u>Medical Branch</u> , (Only items concerning Medical Branch are included.) (Pages G-1 through G-8)	
A. Budgetary Items (1959-60)	
<u>Academic Personnel</u>	
1. Resignation (1)	1
2. Increases in Salary (2)	1
One previously approved by the Executive Com- mittee. Funds are to come for grants.	



	<u>Page No.</u>
3. Changes in Status (2)	1
One previously approved by Executive Committee.	
4. Appointments (7)	2
Two are paid from grant funds.	
5. Increase in Salary (1)	
Paid from grant funds.	
6. Appointments (4)	3
Three are paid from grant funds.	
7. Transfer of Funds	3
a. Installation of Water Still <u>\$3,500.00</u>	
b. Within Surgical Operating Suite <u>\$21,878.59</u>	
B. The James W. McLaughlin Fellowship Fund (4)	4
1. Three are new awards.	
2. One is a renewal.	
C. Reassignment of Duties (6)	5
1. Items 1, 2, and 6 require WAIVER of Advance Approval. No travel expense to the University is involved in any one of the three.	
2. Item 4: Vacation of three weeks is included.	
D. WAIVER OF NEPOTISM (2)	5
E. Government Contracts and Grants (13) Totaling Approximately <u>\$163,671.00</u>	6
1. Eight are modifications.	
2. Five are original contracts--all with U. S. P. H. S.	

F. Gifts and Grants (12)

7

<u>Attention of</u>	<u>From Geographical Area</u>	<u>Item Numbers</u>
All Regents	1. Out of State	2, 3, 4, 7, 8, 12
Mr. Heath	2. Austin	1
Mr. McNeese	3. Galveston, Houston	5, 6, 9, 10, 11

V. Dental Branch (Only items concerning the Dental Branch are included.) (Pages D-1 through D-3)

A. Budgetary Items (1959-60)

Academic Personnel

1. Resignations (2) 1  
Effective April 30 and January 1, 1960, respectively
2. Appointments (2) 1
  - a. One is an instructor.
  - b. One is a professor.
3. Transfer of Funds (3) \$9,000.00 1

B. Budgetary Items (1960-61)

Academic Personnel

1. Appointments (12) 2
  - a. One is a professor.
  - b. One is an associate professor.
  - c. One is an assistant professor.
  - d. One is an instructor.
  - e. Two are clinical professors.
  - f. Two are clinical associate professors.
  - g. Four are clinical instructors.

VI. M. D. Anderson Hospital and Tumor Institute (Only items concerning M. D. Anderson Hospital and Tumor Institute are included.) (Pages A-1 through A-3)

- A. Budgetary Items (1959-60)
  - 1. Appointments (3) 1  
     Effective April 1, 1960, April 12 and 21.
  - 2. Change in Status (1) 1  
     Decrease either in time or salary.
  - 3. Leave of Absence (1) 1
- B. Reassignment of Duties in Excess of Two Weeks (2) 2  
 Out of Country  
 Approved by Executive Committee.
- C. Government Contracts and Grants (4) Totaling Approximately \$24,392.00 2
  - 1. Two are modifications.
  - 2. Two are original contracts.
- D. Nongovernment Sponsored Contracts and Agreements (4) Totaling Approximately \$49,638.00 3
  - 1. Two are from American Cancer Society.
  - 2. One is from Damon Runyon Memorial Fund.
  - 3. One is from Robert A. Welch Foundation.
- E. Gifts (3) 3

<u>Attention of</u>	<u>From Geographical Area</u>	<u>Item Numbers</u>
Mr. McNeese	1. Houston	1
Doctor Minter	2. Premont	2
Mr. Madden	3. San Angelo	3

VII. Southwestern Medical School (Only items concerning Southwestern Medical School are included.) (Pages S-1 through S-10)

A. Budgetary Items (1959-60)

Academic Personnel

1. Resignation (1)--Assistant Professor	1
2. Changes in Salary (3)	1
Increases in each instance from grants	
3. Changes in Status (2)	2
4. Appointments (10)	2
Six without salary	
5. Transfer of Funds (3)-- <u>\$40,000.00</u> to Unallocated Accounts	3

Fellows

6. Resignation (1)	3
7. Appointments (6)	3
Two without salary	

B. Budgetary Items (1960-61)

Academic Personnel

1. Resignations (2)	4
One professor and chairman One assistant professor	
2. Leave of Absence (1)	4
3. Changes in Status (4)	
Three promotions (tenure)	
4. Reappointments (3)	5

- C. Departmental Reorganization 5  
     The Committee of the Whole approved this item at the March meeting.
- D. Laboratory Manuals Prepared by Faculty Members (5) 5  
     No royalties to authors
- E. Grant Refunds (12) Totaling Approximately \$3,061.80 6
- F. Government Contracts and Grants and Other Agreements (25) Totaling Approximately \$274,210.25 6
  - 1. Six are modifications.
  - 2. Ten are original contracts.
  - 3. Eight are nongovernment contracts.
- G. Gifts of More Than \$100 (6) 10

<u>Attention of</u>	<u>From Geographical Area</u>	<u>Item Numbers</u>
All Regents	1. Out of State	2, 3
Mr. Thompson	2. Dallas	1, 4, 5
Mr. McNeese	3. Houston	6

VIII. Postgraduate School of Medicine (Only items concerning the Postgraduate School of Medicine are included.) (Page P-1)

- A. Budgetary Items (1959-60)
  - Academic Personnel
  - Appointment (1)--Director of San Antonio Division Replaces Doctor Herman Wigodsky 1
- B. Gifts and Grants (2) Totaling Approximately \$821.58 1  
     Both are from Houston--Attention of MR. MCNEESE.

Betty Anne Thedford

Copy to: President Logan Wilson  
 Vice-President Lanier Cox  
 Vice-President J. C. Dolley  
 Vice-President L. D. Haskew  
 Vice-President H. H. Ransom