

The Material Supporting the Agenda includes all material submitted to the Regents ten days prior to the meeting but does not necessarily include items on the Supplementary Agenda since the Secretary often does not get this material until weeks after the meeting.

CONTENTS OF THIS VOLUME
1958-59

<u>Meetings Nos.</u>	<u>Dates</u>
574	September 19-20, 1958
575	October 24-25, 1958
	(This was practically assembled after the meeting as the material was not sent in in time to forward to the Regents-this accounts for awkward pagination)
576	Dec. 10-13, 1958
577	Jan. 10, 1959
578	March 13-14, 1959

(Meetings 579 through 582 were not in a condition they could be bound. Meeting 583 did not have any kind of material since it was to consider the budgets and all other items were presented at the meeting.)

Material Supporting Agenda

September 19-20, 1958

**THE BOARD OF REGENTS
of
THE UNIVERSITY OF TEXAS**



Name: Official Copy

FOR REGENTS' USE - NOTES

CALENDAR

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

September 19-20, 1958

President's Office, Main Building 101
Telephone GREENWOOD 6-8371

<u>Friday, September 19</u>			<u>Page No.</u>
10:00 a.m.	-	Meeting of the Buildings and Grounds Committee Regents Lockwood, (Mrs.) Devall, Johnson, and Hardie Main Building 104	2, 32
	-	Meeting of the Medical Affairs Committee Regents <u>Minter</u> , Sorrell, Bryan, and Thompson**	9, 40
12:00 Noon	-	Lunch*	
1:00 p.m.	-	Meeting of the Land and Investment Committee Regents Sorrell, Johnson, Bryan, and Thompson Main Building 205	(Separate Volume)
	-	Meeting of the Academic and Developmental Affairs Committee - Regents (Mrs.) Devall, Lockwood, Minter, and Hardie**	2, 13
3:00 p.m.	-	Meeting of the Committee of the Whole* (To consider special items and items referred by the standing committees)	9, 42
4:00 p.m.	-	Meeting of the Committee of the Whole* (With administrative heads individually)	
<u>Saturday, September 20</u>			
9:00 a.m.	-	Meeting of the Board of Regents*	11, 48

* President's Office, Main Building 101

** President's Office, Conference Room, Main Building 101M

AGENDA

STANDING COMMITTEES
AND
COMMITTEE OF THE WHOLE
September 19, 1958

Page No.

I. Standing Committees

A.	<u>Academic and Developmental Affairs Committee</u>	13
	(Regents (Mrs.) Devall, Lockwood, Minter, and Hardie)	
	1. Medical Examinations, Christian Science Students	14
	2. Progress Report re Atomic Energy Act	19
	3. Provisions of National Defense Act for Education	19
B.	<u>Buildings and Grounds Committee</u>	32
	(Regents Lockwood, (Mrs.) Devall, and Hardie)	
	1. Central Administration	
	New Consulting Architect - Ratification of Signing of Contract	
	2. Main University	
	a. Underground Steam System	
	Approval of Plans and Specifications for Three Expansion Chambers to Replace Expansion Devices	34
	b. Laboratory Theater Building for Drama Department	
	Approval of Final Plans and Specifications	34
	c. Experimental Science Building - West End	
	Ratification of Award of Contracts for Com- pletion of Unfinished Areas of Third and Fourth Floors	34
	d. Chemistry Building	
	(1) Ratification of Award of Contract for Replacement of Floors (Floor Coverings)	35
	(2) Ratification of Award of Contract for Replacement of Elevator	36
	e. Petroleum Engineering Building	
	Approval of Plans and Specifications for Remodeling of Attic and Installation of Elevator	36
	f. Undergraduate Library and Academic Center	
	Authorization to Instruct New Consulting Architect to Proceed with Preliminary Plans	37

g.	English Building	
	Report on Repairs of Ceiling	39
h.	Chemistry Building	
	Possible Approval of Preliminary Plans for Addition	39
i.	Texas Union Building Project	
	Possible Additional Appropriation for Expansion	39
3.	Medical Branch	
	Galveston State Psychopathic Hospital Building and Negro Hospital Building	
	Ratification of Approval of Pre- liminary Plans for Repair and Remodeling	37
4.	Texas Western College	
	Student Union Building	
	(a) Ratification of Award of Contract for Bookstore Casework and Issuance of Purchase Orders for Bookstore Furniture and Equipment	38
	(b) Approval of Inscription on Plaque for Addition to	38
5.	M. D. Anderson Hospital and Tumor Institute	
	Proposed Parking Lot on South Side of M. D. Anderson Hospital	39
6.	Southwestern Medical School	
	Removal of Temporary Buildings from Old Campus	39
C.	<u>Land and Investment Committee</u> (Pages refer to separate bound volume) (Regents Sorrell, Johnson, Bryan, and Thompson)	
1.	Permanent University Fund	
a.	Investment Matters	
	(1) Report of Purchases, Sales and Exchange of Securities	1
	(2) Permanent University Fund Investment Program - Recommended Changes in Approved List of Security Dealers and Brokers	9
	(3) Permanent University Fund Investment Program - Recommended Reappointment of Investment Advisory Committee on Rotation Basis	9
	(4) Permanent University Fund Refunding Bonds, Series 1958 - Report on Exchange of 1949 Bonds and Delivery of 1958 Bonds	10

b. Land Matters		Page No.*
(1)	Application for Pipe Line Easement No. 1099, El Paso Natural Gas Company, Andrews County, Texas	11
(2)	Application for Business Site Easement No. 1100, Sam Douglas, Reagan County, Texas	11
(3)	Application for Pipe Line Easements	11
	(a) No. 1101, Magnolia Pipe Line Company, Andrews County, Texas	
	(b) No. 1102, El Paso Natural Gas Company, Andrews County, Texas	11
	(c) No. 1103, Phillips Petroleum Company, Andrews County, Texas	11
(4)	Application for Microwave Station Easement No. 1104, El Paso Natural Gas Company, Hudspeth County, Texas	11
(5)	Application for Pipe Line Easements	
	(a) No. 1105, Texas-New Mexico Pipe Line Company, Andrews County, Texas	11
	(b) No. 1106, Phillips Petroleum Company, Ector County, Texas (Renewal of Easement No. 354)	12
(6)	Application for Power Line Easements	
	(a) No. 1107, Texas Electric Service Company, Andrews County, Texas	12
	(b) No. 1108, Texas Electric Service Company, Ward County, Texas	12
(7)	Application for Pipe Line Easements	
	(a) No. 1109, Phillips Petroleum Company, Crane and Ector Counties, Texas (Renewal of Easement No. 353)	12
	(b) No. 1110, Phillips Petroleum Company, Reagan and Crockett Counties, Texas	12
(8)	Application for Business Site Easement No. 1111, Aaron-Baldwin Well Service, Inc., Ward County, Texas	12
(9)	Application for Camp Site Easement No. 1112, Phillips Petroleum Company, Ector County, Texas (Renewal of Easement No. 351)	12
(10)	Application for Pipe Line Easements	
	(a) No. 1113, Phillips Petroleum Company, Andrews County, Texas	13
	(b) No. 1114, Phillips Petroleum Company, Andrews and Crane Counties, Texas	13

* See separate volume.

- | | | |
|------|--|----|
| (c) | No. 1115 and No. 1116, El Paso Natural Gas Company, Andrews County, Texas | 13 |
| (11) | Application for Business Site Easement No. 1117, Western Oil Transportation Company, Inc., Reagan County, Texas | 13 |
| (12) | Application for Pipe Line Easement No. 1118, El Paso Natural Gas Company, Hudspeth County, Texas (Renewal of Easement No. 7) | 13 |
| (13) | Request for Substitution of Exhibits, Pipe Line Easement No. 1048, El Paso Natural Gas Company, Andrews County, Texas | 13 |
| (14) | Application for Material Source Easement No. 1119, Texas Highway Department, Crane County, Texas | 14 |
| (15) | Application for Pipe Line Easements | |
| (a) | No. 1120, Cabot Carbon Company, Ward County, Texas | 14 |
| (b) | No. 1121, El Paso Natural Gas Company, Andrews County, Texas | 14 |
| (c) | No. 1122, Phillips Petroleum Company, Ector, Crane, and Andrews Counties, Texas | 14 |
| (16) | Application for Power Line Easements | |
| (a) | No. 1123, Texas Electric Service Company, Andrews County, Texas | 14 |
| (b) | No. 1124, Texas Electric Service Company, Loving County, Texas | 14 |
| (17) | Application for Pipe Line Easements No. 1125, No. 1126, No. 1127, El Paso Natural Gas Company, Andrews County, Texas | 14 |
| (18) | Application for Power Line Easement No. 1128, Texas Electric Service Company, Crane and Ward Counties, Texas (Renewal of Easement No. 389) | 15 |
| (19) | Application for Grazing Leases | |
| (a) | No. 680-A to Darrell S. Warren - Assignment of Portion of Grazing Lease No. 680 to Harris G. Eastham, Jr., Pecos County, Texas | 15 |
| (b) | No. 680-B to L. D. Haren - Assignment of Portion of Grazing Lease No. 680 to Harris G. Eastham, Jr., Pecos County, Texas | 15 |

- | | | |
|------|--|--------|
| (20) | Application for Pipe Line Easements | |
| (a) | No. 1129, Texas-New Mexico Pipe Line Company, Andrews County, Texas (Renewal of Easement No. 400) | 15 |
| (b) | No. 1130, Continental Oil Company, Reagan County, Texas (Renewal of Easement No. 384) | 15 |
| (c) | No. 1131, Texas-New Mexico Pipe Line Company, Andrews County, Texas (Renewal of Easement No. 388) | 16 |
| (d) | No. 1132, Humble Pipe Line Company, Crockett County, Texas (Renewal of Easement No. 373) | 16 |
| (e) | No. 1133 and No. 1134, Humble Pipe Line Company, Reagan and Crockett Counties Texas (Renewal of Part of Easement No. 374) | 16 |
| (f) | No. 1135, No. 1136, and No. 1137, Humble Pipe Line Company, Crane County, Texas (Renewal of Part of Easement No. 375) | 16, 17 |
| (21) | Application for Telephone and Telegraph Easement No. 1138, Humble Pipe Line Company, Crane and Ector Counties, Texas (Renewal of Easement No. 376) | 17 |
| (22) | Application for Pipe Line Easements | |
| (a) | No. 1139 and No. 1140, Humble Pipe Line Company, Reagan County, Texas (Renewal of Part of Easement No. 377) | 17 |
| (b) | No. 1141 and No. 1142, Humble Pipe Line Company, Reagan and Crockett Counties, Texas (Renewal of Part of Easement No. 377) | 17, 18 |
| (c) | No. 1143, No. 1144, No. 1145, and No. 1146, Humble Pipe Line Company Upton County, Texas (Renewal of Part of Easement No. 378) | 18 |
| (d) | No. 1147 and No. 1148, Humble Pipe Line Company, Upton and Reagan Counties, Texas (Renewal of Part of Easement No. 378) | 19 |
| (e) | No. 1149, No. 1150, and No. 1151, Humble Pipe Line Company, Reagan County, Texas (Renewal of Part of Easement No. 379) | 19 |

*See separate volume.

	(f) No. 1152, Texas-New Mexico Pipe Line Company, Crane and Crockett Counties, Texas (Renewal of Easement No. 363)	20
(23)	Application for Plant Site Easement No. 1153, J. S. Patteson, Jr., Andrews County, Texas (Extension of Terminated Plant Site Easement No. 480 to Charleston Petroleum, Inc.)	20
(24)	Water Contracts	
	(a) Termination of No. 59, Charleston Petroleum, Inc., Andrews County, Texas	20
	(b) Ratification of No. 79, Hall & Stewart Drilling Company, Andrews County, Texas	20
	(c) Application for No. 80, J. E. Hill, Andrews County, Texas (Renewal of Water Contract No. 22)	20
(25)	Application for Caliche Permits	
	(a) No. 120, Mid-Texas Construction Company, Andrews County, Texas	21
	(b) No. 121, Frank Montgomery, Andrews County, Texas	21
	(c) No. 122, Hugh McMillan, Inc., Hudspeth County, Texas	21
(26)	Pyote Airfield Lease to U. S. Government (Easement No. 186) - Proposal for Release of Acreage and Amendment to Lease for Acreage Retained.	21
(27)	Proposal from David Ker for Business Site Easement out of Former Pyote Army Airfield Site, Block 16, University Lands, Ward County, Texas	22
(28)	Proposed Change in Requirements in Permit for Exploration for Oil and Gas with Geophysical Instruments on University Lands	22
(29)	Proposal from Kermit Dyche for Farming Lease, Pecos County, Texas	23
2.	Trust and Special Funds	
	a. Investment Matters	
	(1) Report of Purchases, Exchanges, Redemption and Sales of Securities	24
	(2) W. A. James Scholarship Fund - Recommendation re Sale of Peden Iron and Steel Company Common Stock	30

*See separate volume.

(3)	Hogg Foundation: W. C. Hogg Estate Fund; Olga Keith Weiss Fund - Recommendation re Exchange of Humble Oil & Refining Com- pany Capital Stock for Standard Oil Company (New Jersey) Capital Stock	30
(4)	Geology Foundation: Hal P. Bybee Fund - Recommendation re Sale of Reed Roller Bit Company Common Stock	30
b.	Gift, Bequest and Estate Matters	
(1)	M. D. Anderson Hospital and Tumor Institute - Report of Bequest from Mrs. Esther Slevin Stadtler, Deceased	31
(2)	M. D. Anderson Hospital and Tumor Institute - Report of Bequest from Mrs. Dorothy Calvert McLeod, Deceased	31
(3)	Report on Status of Estate of Mrs. Hattie E. Gaines, Deceased	31
(4)	Report of Bequest from Mr. Robert Maxey, Deceased	31
c.	Real Estate Matters	
(1)	Texas Western College - Cotton Estate Property	
(a)	Cancellation of Grazing Lease to Mr. L. Moody Bennett	33
(b)	Renewal of Grazing Lease to Mr. J. A. Neal	33
(2)	Hogg Foundation: Varner Properties - Report on Roofing Work on Mitchell Property (Bettes Building), Houston, Texas	33
(3)	E. D. Farmer International Scholarship Fund - Ratification of Sale of Jennings Avenue Property, Fort Worth, to John R. Dial, Ruby G. Reid, and R. W. Dial and Report of Closing	33
(4)	W. J. McDonald Observatory Fund - Offer from Mrs. Jennie P. Nobles to Purchase Tract of 50 Acres, N. C. Parks Survey, Lamar County, Texas	34
(5)	Doctor Walter Junius Hildebrand Scholarship Fund - Offer by Malcolm Gescheidle for Pur- chase of 299-Acre Tract in Gonzales County, Texas	35
(6)	Hogg Foundation: Varner Properties - Authority to File Supplement U Federal Income Tax Return for Fiscal Year Ended July 31, 1958	36
(7)	Murray Case Sells Estate: Ratification of Signa- ture on Release of Overriding Royalty on Two Leases in Scurry County, Texas	34

*See separate volume.

D.	<u>Medical Affairs Committee</u>	40
	(Regents Minter, Sorrell, Bryan, and Thompson)	
	Medical Branch	
	1. The Sealy and Smith Foundation Proposal	41
	(Action for the record)	
	2. James A. Hamilton Associates' Survey	41
	Approval of Immediate Plan for Record	
	3. Report of Conference with Texas State Board	41
	of Health	
II.	Committee of the Whole	42
A.	Items Referred by Standing Committees	
	1. Executive Committee	
	2. Academic and Developmental Affairs Committee	
	3. Buildings and Grounds Committee	
	4. Land and Investment Committee	
	5. Medical Affairs Committee	
	6. Board for Lease of University Lands	
B.	Special Items (Need Attention of Board as Committee	43
	of the Whole) - President Wilson	
	1. Establishment of Office of Fund Development	43
	2. Membership, Development Board	44
	3. Report on Preparation of Brochure on Health	46
	Professions Schools (Doctor Casberg)	
	4. Report, Joint Meeting with Texas Commission	46
	on Higher Education August 18, 1958	
	5. Students' Request re Boat Dock	46
	6. Interior Decorator, Texas Union Building	47

- C. Special Items (Emergency Matters Since Agenda was
Finally Approved - All Matters to be Cleared with
the President Prior to the Meeting)
1. Main University
 2. Texas Western College
 3. Medical Branch
 4. Southwestern Medical School
 5. Dental Branch
 6. M. D. Anderson Hospital and Tumor Institute
 7. Postgraduate School of Medicine

AGENDA

MEETING OF THE BOARD OF REGENTS
OFTHE UNIVERSITY OF TEXAS
AUSTIN, TEXASSeptember 20, 1958, 9:00 a.m.
President's Office, Main Building 101
Telephone GREENWOOD 6-8371

	<u>Page No.</u>
I. Approval of Minutes	48
A. June 21, 1958, as corrected	
B. July 23, 1958	
C. August 17, 1958	
II. Report of Committee of Whole (Chairman Jeffers)	48
III. Report of Standing Committees	
A. Executive Committee - Interim Actions	49
(Regents Johnson, Chairman; Lockwood, Minter, and Sorrell)	
1. Budgetary Items - Main University and Medical Branch	
2. Conference Authorized with Texas State Board of Health	
B. Academic and Developmental Affairs Committee	50
(Regent (Mrs.) Devall, Chairman)	
C. Buildings and Grounds Committee	50
(Regent Lockwood, Chairman)	
D. Land and Investment Committee	50
(Vice-Chairman Sorrell, Chairman)	
E. Medical Affairs Committee	50
(Regent Minter, Chairman)	
F. Board for Lease of University Lands	50
(Regents Johnson and Thompson)	

IV. Report of Special Committees

V. Special Items

A. Central Administration

1. Approval of Docket (Including out-of-state travel) 50
2. Interim Report on Travel Survey, The University of Texas System 50

3. *Membership, Career Development Board* 44

B. Main University

1. Small Class Report, Summer Session, 1958 50
2. Length of Summer School 60

3. *Salary Supplementation, Law Faculty* 75

C. Texas Western College

1. Presidency
 - a. Resignation, Doctor Holcomb 60
 - b. Appointment, Doctor Smiley 60
2. Small Class Report, Summer Session, 1958 60

D. Medical Branch

1. For the record, Organizational Chart, Medical Branch Hospitals 67
2. John Sealy Hospital: Renewal of Lease for Barber Shop and Beauty Parlor (Ratification) 74

3. *Revision, James W. McLaughlin Fellowship Fund* 85

Supplement to Agenda (not ready until meeting) 77

ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

Date: September 19, 1958

Time: 1:00 p. m.

Place: President's Office, Conference Room,
Main Building 101M

Members: Mrs. Devall, Chairman
Mr. Lockwood
Doctor Minter
Mr. Hardie

	<u>Page No.</u>
1. Medical Examinations, Christian Science Students	14
2. Progress Report re Atomic Energy Act	19
3. Provisions of National Defense Act for Education	19

Deliberations of Bd ~~Deliberations of the Board~~

A. Academic and Developmental Affairs Committee

1. Medical Examinations, Christian Science Students.--
During the month of August, Dean McCown and President Wilson conferred with Mr. David E. Sleeper of the Christian Science Committee on Publication for Texas concerning the exemption of Christian Scientist students from medical requirements at The University of Texas. This conference was followed by a written request from Mr. Sleeper (Page 18). President Wilson referred the request to Dean McCown for the proper individuals to make recommendation.

The Director and the Medical Staff of the Student Health Center have given careful study to the request as reflected in letter on Page 15.

Vice-President Ransom joins with Dean McCown in the recommendation of the Director and Medical Staff of the Student Health Center (1) that the continuation of the present medical requirement policies is absolutely essential to the maintenance of optimum health conditions among the student body; and (2) that this program, to be effective, must be administered without exception, since any exception might easily invalidate the entire student health program.

Recommendation of President Wilson:

Recommendation of the Board of Regents:

THE UNIVERSITY OF TEXAS
AUSTIN 12

September 2, 1958

STUDENT HEALTH CENTER

PRESIDENT'S OFFICE	
ACKNOWLEDGED.....	PM.....
SEP 4 - 1958	
REFER TO.....	
PLEASE ANSWER.....	
PLEASE READ AND RETURN.....	

Vice-President Harry H. Ransom
Main Building 101
The University of Texas

Dear Dr. Ransom:

I have given careful consideration to a recent communication addressed by Mr. David E. Sleeper to President Wilson requesting exemption for Christian Science students from all University medical requirements. In accordance with the request of President Wilson that the Health Center medical staff review University medical policies and present recommendations on the Sleeper letter, I am submitting the following statement.

Since 1909 the established policy of the University has been to require an entrance physical examination which includes vaccination against small pox of all new students, irrespective of academic status. In 1947 this examination was broadened to include a chest film. The entrance physical examination is in keeping with the recommendation of the American College Health Association and of the United States Public Health Service and is routinely observed in the majority of secondary schools over the nation. The membership of the American College Health Association, to which the Student Health Center belongs, is comprised of the health service staffs of some 275 of the leading colleges and universities throughout the United States and Canada and represents the best thought and most highly advanced techniques in college hebiatric practice.

The physical examination of new students at the University uncovers each year hitherto unsuspected cases of active tuberculosis, cardiac disease, and other potentially serious conditions. The medical history forms employed for recording the familial medical history of the student and the current physical and x-ray findings of the examining physician have been painstakingly thought out and are frequently revised to keep abreast of new advances in medicine and to inform the physician at a glance of the significant pathological conditions in the student's personal and family medical history.

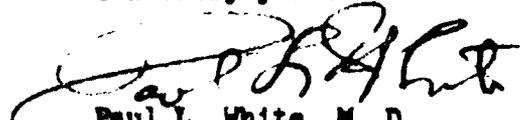
In addition to the medical role of the entrance physical examination, it plays an essential part in the programs of the departments of Physical Education, Physical Training, and Intramural Athletics, all of which refuse to admit students to classes without a health grade. This health grade is assigned by the Health Center on the basis of the examining physician's physical findings. Changes in health grades are also the sole prerogative of the Health Center medical staff and are made on the basis of changed physical findings. Students with temporary conditions which contraindicate physical training, for instance, must have a physician's order to avoid cutting out of the University.

Page 2

It should be borne in mind that under present policies the University accepts no responsibility for students with diseases or chronic conditions which pre-date enrollment. There are on record in the United States cases in which individual instructors have been sued for permitting students with physical conditions contraindicating certain physical activities to engage in athletic sports. Without a thorough medical examination the Health Center staff would have no means of determining a student's eligibility either for medical care of certain conditions or for participation in athletic contests.

A careful review by our medical staff of the Health Center physical examination and other medical requirement policies leaves us unanimously of the opinion (1) that continuation of the present program is absolutely essential to the maintenance of optimum health conditions among the student body; and (2) that this program, to be effective, must be administered without exception, since any exception might easily invalidate the entire student health program.

Sincerely yours



Paul L. White, M. D.
Director

FLW/rd

Comment and Recommendation, Dean of Student Services:

As a State-controlled university, we take pride in the fact that all student relations are uniformly administered and all students given equal treatment. In my opinion, we should continue to adhere strictly to this practice. There is, however, another aspect to this request for exemption of Christian Science students from medical requirements which is a matter of still greater concern to me. I feel that the University would be placed in an untenable position, should we admit a student without a physical examination and chest X-ray and should it be discovered that the student had tuberculosis. The parents of students who had been in close contact with the tubercular student would have a just and valid complaint against the University.

Another important reason against making an exception is that if we make an exception in case of one group of students, it will be used as a precedent for other groups seeking an exception.

In view of the foregoing, I am in complete agreement with the opinion of the Director and the Medical Staff of our Student Health Center and strongly recommend that no exception be made in the case of Christian Science students in the application of University medical requirements.



H. O. McCown
Dean of Student Services

THE UNIVERSITY OF TEXAS
OFFICE OF THE PRESIDENT
AUSTIN 12

August 6, 1958

Dean H. Y. McCown
Main Building 121

Dear Dean McCown:

You will recall our recent conference with Mr. David E. Sleeper. I am attaching a communication I have just received from him and should appreciate it if you would have the proper persons here at the University discuss this matter, make recommendation through Dr. Ransom, and have Mr. Sleeper's full statement, together with the opinion of your group about it, brought up through proper Main University channels for attention of the Board of Regents at one of their early meetings.

W

Logan Wilson

LW:bh
Attachment

cc: Dr. H. H. Ransom



CHRISTIAN SCIENCE COMMITTEE ON PUBLICATION
FOR TEXAS
TOWER PETROLEUM BUILDING
DALLAS 1, TEXAS

August 5, 1958

PRESIDENT'S OFFICE, U OF T	
ACKNOWLEDGED _____	FILE _____
REC'D AUG 6 - 1958	
REFER TO _____	_____
PLEASE ANSWER _____	_____
PLEASE READ AND RETURN _____	_____

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

Dear Dr. Wilson:

May I express my appreciation for the opportunity which you gave me recently to express my views on the reasons students of Christian Science seek to be exempt from the medical prerequisites expected of students entering The University of Texas.

To review some of the points mentioned, first I should like to emphasize that our requests for exemption from inoculation and physical examinations are sought on the basis of religious freedom. In Christian Science the prevention and cure of disease by prayer is as much a part of the practice of our religion as is the overcoming of sin. A Christian Scientist is expected to place his full reliance on God alone, through prayer, to maintain his health and well-being. Thus, physical examinations and the use of material remedies are not consistent with the practice of his religion.

On the surface, it might appear that Christian Scientists are radical religionists who are willing to sacrifice their health rather than use medicine. Such, however, is not the case. Adherents of this religion are just as interested as anyone else in preserving their health and prolonging their lives. But the Christian Scientist believes that his health and longevity are conditions of his relationship to God.

Does this not leave him exposed, then, to the ravages of disease and disability? Accumulated evidence of the practice of Christian Science shows that it does not. In fact, Christian Scientists have proved that scientific, systematic prayer is practical, efficient, and entirely safe for themselves, and those with whom they come in contact. I might add that we neither ignore diseases and disabilities nor our responsibilities to the community public welfare. We want to make our proper contribution to public welfare, but we ask that we be free to do so in our own way, and not be compelled to resort to the popular way which we cannot accept for ourselves.

CHRISTIAN SCIENCE COMMITTEE ON PUBLICATION
FOR TEXAS
TOWER PETROLEUM BUILDING
DALLAS 1, TEXAS

Christian Scientists readily endorse and observe ordinary sanitary regulations, and they comply with quarantine rules and regulations or other measures for the protection of the public when a contagious disease is prevalent. However, unless there is good reason to believe that they are affected with an ailment which may be harmful to others they feel that their right to the free exercise of their religion should be respected and that they should not be forced to submit to preventive medical requirements.

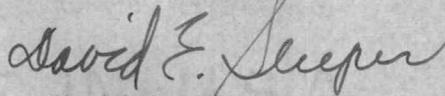
A thorough explanation of the reasons Christian Scientists urge that they be exempt from the compulsion to submit to inoculation and physical examinations would require a letter much longer than I feel it is proper to ask you to consider. But the foregoing are primary reasons.

I appreciate your willingness to review the subject of exemptions from the University's medical prerequisites. I am hopeful that you and the Board of Regents will decide that Christian Science students entering the University may be exempt from all medical requirements. But I assure you that if at this time it does not seem appropriate that all medical requirements be waived, possibly an area of agreement could be found through which such requirements could be minimized. For this purpose I shall be glad to review the requirements with some of your staff if you should like to have me do so.

I am attaching an "Application for Exemption" form for your consideration. This is a copy of a similar form which has been successfully used for several years at numerous colleges and universities throughout the country.

Thank you sincerely for your cordial interest in this subject.

Sincerely yours,



David E. Sleeper
Christian Science Committee on Publication
For Texas

APPLICATION FOR EXEMPTION

I hereby request that I be exempted from any physical examination, medical treatment, vaccination and immunization. I am making this request upon religious grounds.

Applicant

Street Address

City and State

WAIVER

In consideration of exemption from physical examination, I hereby release _____ and any of its employed personnel from all responsibility for any injury or disease that might result to the above named applicant while attending _____, because of a physical defect or infection which might have been discovered by such physical examination. Where communicable or contagious disease is involved I agree to follow the regular hospitalization practices of _____ with respect to the quarantine rules and regulations, or to remove myself from the college community.

Applicant

Parent or guardian

NOTE: If applicant is under twenty-one years of age, both applicant and parent or guardian will sign the waiver.

If applicant is over twenty-one years of age, signature of parent or guardian is not necessary.

CERTIFICATE OF CHURCH MEMBERSHIP

As Clerk of _____ Church of Christ, Scientist, _____,

I hereby certify that _____ is a member in good standing of this church, and that the applicant is a student of Christian Science.

Date

Clerk

Rogers Asks OK on Atomic Work at UT

Washington Bureau of The News

WASHINGTON — Rep. Walter Rogers of Pampa Saturday urged Congress to amend the Atomic Energy Act to permit the University of Texas and other state schools to operate nuclear reactors and carry on research and development in atomic energy.

Rogers said that changes in the law made in 1957 require organizations desiring to operate nuclear reactors to get a license. A license could not be issued unless immunity from liability and other requirements were met, including liability insurance.

The Panhandle Congressman pointed out the University of Texas would be barred because the State Constitution prohibits the state or its agents from paying for liabilities.

It would be impractical to amend the constitutions of Texas and other states in order for their colleges to obtain nuclear reactors, Rogers said. So he and other Congressmen have proposed exemption for non-profit educational institutions from the requirements.

THE UNIVERSITY OF TEXAS
OFFICE OF THE PRESIDENT
AUSTIN 12

August 25, 1958

OK
w

Memorandum

*This was not reported
to entire Board.*

To: President Wilson

From: L. D. Haske

Subject: Item for President's Docket to Regents

At its May meeting, the Board of Regents authorized us to communicate with members of the Congressional delegation from Texas, urging modification of the Atomic Energy Act to permit licensing of nuclear reactors to state-supported colleges and universities. We are gratified to report that members of Congress from Texas took a keen interest in this matter, are reputed to have furnished the key support which caused final action, and joined with others in passing an amendment to the Atomic Energy Act which meets our needs.



A. Academic and Developmental Affairs Committee
(Continued)

2. Progress Report re Atomic Energy Act.--
This will be an oral presentation.

P. 18c.

3. Provisions of National Defense Act for
Education.--On the following pages is a
summary of the National Defense Act which
will come up for discussion at the meeting.

*- This was
not reported
or discussed
at the Bd. Meeting.*

Uncle Sam Investing Billion for Education

By Congressional Quarterly
WASHINGTON — Memo to parents: Uncle Sam has just invested a billion dollars in your youngsters' education.

President Eisenhower closed the deal Sept. 2 when he signed the National Defense Education Act of 1958 into law. It is a history-making investment. It marks the first time the Federal Government decided that general education of the nation's youth was a gilt-edged investment it must make.

Commissioner Lawrence G. Derthick of the U.S. Office of Education, the man who will have the most to say about spending the billion over four years, told Congressional Quarterly that passage of the bill "is a milestone in the history of federal-state partnership on behalf of the nation's youth. The new act will open up many opportunities for increasing our vital reservoir of trained manpower, a reservoir we need to provide leaders in all fields from science to statesmanship."

But to take it down from the general to the specific, here is how the billion dollars may help your boy—or girl:

His first realization that something new has been added probably will come while he is in high school. The new law provides money for testing and guiding him. The tests will point out his strong and weak points. Would he be better and happier working a lathe or teaching school? The tests will help give the answer. Then the high school guidance counselor can prescribe courses to prepare him for the most suitable career. If his school has no guidance counselor, the law provides money to train one.

Suppose the guidance counselor suggests that your boy go to college but you don't have money to send him? The new law may be the answer. It puts federal money into college loan funds. Your boy can borrow up to \$5,000 from the fund and then pay it back over a 10-year period after he graduates. Interest on the loan is 3 per cent.

The new law also provides a way for him to work toward a doctor's degree, especially if he wants to go into college teaching. He can get federal money to cover living expenses while he is taking advanced courses.

Other parts of the law are designed to improve teaching at the elementary and high school levels. There is money authorized to buy laboratory equipment for high school physics and chemistry classes; machines for teaching

Spanish and other foreign languages; and electronic gadgets to perk up vocational courses.

State departments of education stand to benefit, too. They will get money for supervising teachers and telling them how to do their job better. It will be the department's job to decide which schools need the Federal money to buy equipment for teaching, science, math and foreign languages.

The law has two specific foreign language programs. One authorizes Derthick to pay colleges and universities for teaching modern languages that are not widely available but are needed by government and industry. The other provides money to set up courses in how to teach foreign languages. High school teachers will be paid for taking these language methods courses.

There was — and still is—opposition to these and other features of the new law. But in the eyes of those who fought for it, this federal investment in the nation's education will prove to be the wisest Uncle Sam ever made.

(Copyright, 1958, Congressional Quarterly, Inc.)



BREAKDOWN GIVEN ON TEXAS' SHARE

Congress Aug. 23 appropriated \$40 million to start its new billion dollar program of aid to general education.

From this total, Texas will receive \$344,690 for loans to college students; \$1,114,119 to buy science, math and language equipment; \$51,528 for loans to private schools so they can buy that type of equipment; \$303,440 to improve high school guidance programs and \$187,630 to add technical courses to its vocational educational curriculum.

Colleges and universities will decide what students will get its federal loan money. The state department of education will allocate the federal money for buying equipment and improving guidance programs. Colleges will have to contribute one dollar of their own into the loan fund for every nine federal dollars received. States will have to match the federal contributions dollar for dollar in the equipment and guidance programs.

**SUMMARY
OF
NATIONAL DEFENSE EDUCATION ACT OF 1958
(Prepared by The Texas Education Agency)**

H. R. 13247 85th Congress 2nd Session

Purpose of the Bill

1. To assist in the improvement and strengthening of our educational system at all levels.
2. To encourage able students to continue their education beyond high school.

TITLE I. General Provisions

1. Includes a statement of Congressional findings in regard to the need for the fullest development of the Nation's mental resources and technical skills in the interest of National security, and the need for additional and more adequate educational opportunities.
2. Reaffirms the principle of State and local responsibility and control of education, but emphasizes the need for Federal assistance for programs important to our defense.
3. Prohibits Federal control of education.
4. Defines the terms used in the bill.

TITLE II. Loans to Students in Institutions of Higher Education

This title provides for long-term, low interest loans to students in need thereof to pursue their courses of study in institutions of higher education.

The title provides for the authorization of \$47,500,000 for the fiscal year ending June 30, 1959, \$75,000,000 for the fiscal year ending June 30, 1960, \$82,500,000 for the fiscal year ending June 30, 1961, \$90,000,000 for the fiscal year ending June 30, 1962, and such sums for the fiscal year ending June 30, 1963 and each of the three succeeding fiscal years as may be necessary to enable students

who have received a loan for any school year ending prior to July 1, 1962, to continue or complete their education. Sums appropriated under this section for any fiscal year will be available for payment of Federal capital contributions which, together with contributions from the institutions will be used for the establishment and maintenance of student loan funds. The Federal contribution will be a maximum of 90 per cent of the capital funds and the institutional contribution a minimum of 10 per cent. The maximum Federal contribution to a single institution for any fiscal year is \$250,000. The program also provides for an institution to obtain Federal loans to finance its own capital share of the student loan fund.

Each loan program established at institutions of higher education upon their own application will be administered by the college or university in practically the same way that existing loan programs are administered at the present time. This procedure utilizes present machinery and also places the administration of the funds closer to the students who may need and apply for loans.

Special consideration will be given students (1) who have superior academic background and express a desire to teach in elementary and secondary schools and (2) who are academically talented in science, mathematics, engineering, or a modern foreign language.

Loans to college students cannot exceed \$1,000 for a single academic year nor a total of \$5,000 to any one student. Student loans are to be repaid over a ten-year period in equal annual installments or, upon request of the borrower, in graduated periodic installments, and will bear an interest rate of 3 per cent on the unpaid balance, principal and interest payments to begin one year after the student finishes school. No interest accrues before the date on which repayment of the loan begins. Liability for repayment will be canceled upon death or permanent and total disability of the borrower.

Fifty per cent of the loan will be canceled for service as a full-time teacher in a public elementary or secondary school at the rate of 10 per cent for each complete academic year of such service.

For any fiscal year ending prior to July 1, 1962, each State will be allotted an amount based on a formula reflecting the enrollment in institutions of higher education in the State as related to such enrollments in all of the States.

Amount authorized for Texas, 1958-59 - \$2,728,794

TITLE III. Financial Assistance for Strengthening Science, Mathematics, and Modern Foreign Language Instruction.

This title authorizes financial assistance to the States over a period of four fiscal years in establishing and maintaining a two-part program for strengthening science, mathematics, and modern foreign language instruction in public schools, both administered in accordance with a single State plan for accomplishing the purposes of the program.

First, there is authorized the appropriation of \$70 million for the fiscal year ending June 30, 1959, and for each of the three succeeding fiscal years for payments to State educational agencies for the acquisition of special equipment suitable for use in providing education in science, mathematics, and modern foreign languages in the elementary and secondary schools of the State, and for minor remodeling of laboratory or other space used for such equipment.

Secondly, there is authorized the appropriation of \$5 million for the fiscal year ending June 30, 1959, and for each of the three succeeding years for payments to State educational agencies for the expansion or improvement of State supervision and related services in the fields of science, mathematics, and modern foreign language instruction, and for the administration of the State plan.

The amounts appropriated for the acquisition of equipment and the remodeling of space will be allotted to the States on the basis of a formula reflecting relative school-age populations of the States and the relative income per school-age child.

The sums appropriated to strengthen State supervision and leadership in these subjects and for the administration of the State plan will be allotted to the States on the basis of school-age population, but in no case will be less than \$20,000 for any State for any fiscal year. In each instance not in excess

of two per cent of the appropriated amounts for each year will be reserved by the Commissioner to make payments to the Territories and possessions of the United States, according to their needs, for the purposes of this program and twelve per cent for loans to nonprofit private schools for the acquisition of equipment. The States' allotment for the acquisition of equipment and remodeling of space will be used to pay one-half of the amount expended by the States. The first year of the program the Commissioner will pay for the full amount of the State expenditures for supervisory and administrative services and 50 per cent of the cost for subsequent years.

Any State which desires to receive payments under this title is required to submit to the Commissioner of Education its plan setting forth principally (1) a program under which funds paid to the State from its allotment will be expended solely for local elementary and secondary school projects for acquisition of laboratory and other special equipment including audiovisual materials and equipment and printed materials (other than textbooks), suitable for use in providing education in science, mathematics, or modern foreign languages, for minor remodeling of laboratory and other space used for such materials or equipment; (2) principles for determining the priority of such projects in the State for assistance under this title and provides for undertaking such projects insofar as financial resources available therefor make possible, in the order determined by the application of such principles; (3) provides the opportunity for a hearing before the State educational Agency to any applicant for a project under this title; (4) the establishment of standards with assistance furnished under this title; (5) a program under which funds paid to the State from its allotment will be expended for (a) expansion or improvement of State supervisory and related programs in the fields of science, mathematics, and modern foreign languages, and (b) administration of the State plan; (6) provisions for administration of the program by the State educational agency, for necessary reports to the Commissioner, and for suitable fiscal control and accounting.

The Commissioner must approve any State plan and any modification thereof which complies with the provisions of the act.

Amount authorized for Texas - 1958-59

\$4,104,650 (acquisition of equipment)
 \$ 278,203 (State-level services)
 \$ 189,841 (loans to private schools)

TITLE IV. National Defense Fellowships

The purpose of the title for the expansion of graduate education is to provide additional fellowships in the graduate schools of institutions of higher education for those individuals who are principally interested in teaching in colleges and universities. The expressed aim of the program is, in addition, to "further the objective of increasing the facilities available in the Nation for the graduate training of college or university level teachers and of promoting a wider geographical distribution of such facilities throughout the Nation ***". The program provides for the award of 1,000 fellowships for the first year and 1,500 for each of the three succeeding years. Fellowships can be retained for two years following the initial year of award.

Fellowship holders will receive a stipend of \$2,000 for the first academic year of study following the baccalaureate degree, \$2,200 for the second such year and \$2,400 for the third such year. An additional amount of \$400 for each such year will be awarded for each dependent of the fellowship holder.

Fellowships are to be awarded by the graduate schools of universities following approval of the Commissioner of Education based upon a finding that the graduate program of the university has been expanded or is a new program. On the basis of such finding, the Commissioner shall pay to the institution the sum of not more than \$2,500 per academic year which is determined by the Commissioner to constitute that portion of the cost of a new graduate program or the expansion of an existing graduate program which is reasonably attributable to each fellowship authorized to be awarded by the approved institution.

Holders of fellowships will be required to maintain satisfactory academic standing and to devote essentially full time to study or research in the field in which the fellowship is awarded. Fellowship holders will not be permitted to engage in gainful employment or other than part-time employment by the institution in teaching, research, or similar activity.

Amount authorized for Texas - To be determined by contract.

TITLE V. Guidance, Counseling, Testing, Identification and Encouragement of Able Students

The program authorized by Title V is twofold. Appropriation of \$15 million for the fiscal year ending June 30, 1959, and for each of three succeeding fiscal years are authorized for grants to the States to enable the State educational agency in accordance with a State plan, to establish, maintain, and improve programs of testing, counseling, and guidance in the secondary schools of the State. The Federal grants, allotted to the States on the basis of relative school-age populations, will equal the full cost of the State's programs for the first year and fifty per cent of the cost of the programs for each of the three succeeding years. No State's allotment will be less than \$20,000 for any fiscal year. Not in excess of two per cent of the total appropriation will be reserved by the Commissioner for the use of Territories and possessions for these purposes.

There is also authorized the appropriation of \$6,250,000 for 1959 and \$7,250,000 for each of the three fiscal years to enable the Commissioner of Education to arrange, through contracts with institutions of higher education, for the establishment and operation of summer and regular session institutes for the training and upgrading of secondary school counseling and guidance personnel--with emphasis to be placed on the counseling and guidance of gifted students. The commissioner is authorized to pay stipends to eligible public school personnel attending such institutes.

1. State programs. --Each State which desires to receive funds will submit a plan setting forth how the funds will be used to increase the effectiveness of testing, counseling, and guidance activities within the State. Since needs will vary from State to State, variation in plans is to be expected, but all will be geared to provide better testing, counseling, and guidance services for all secondary school students and particularly for the more able students. Some possible utilization of the funds appropriated to States will be: (a) employing additional personnel at the State department of education level to increase the effectiveness of the services that can be provided to local school systems in testing, counseling, and guidance programs.

2. Institutes. --Institutions of higher education with programs for the training of testing, counseling, and guidance personnel will be invited to submit a plan for the operation of the institutes. Taking geographical needs into account, those institutions best equipped and most proficient to perform the training mission will be selected.

Enrollees for the institutes will be selected from persons employed or to be employed in full- or part-time guidance and counseling capacities in public school systems. The selection and number of persons to attend each institute will be determined by the institution of higher education operating the institute. However, it is expected that appropriate measures will be employed to assure that the personnel needs, to the extent possible, for all States will be met.

Funds will be used to-----

- (a) Defray the cost of operation of short term or regular session institutes.
- (b) Pay stipends of \$75 per week for the period of attendance to eligible institute enrollees and \$15 per week for each dependent.

Amount authorized for Texas, 1958-59 - \$842,888 (Part I)

Part II to be determined by contract

TITLE VI. Language Development

1. Language and Area Centers:

The Commissioner will also contract with institutions of higher education for the establishment and operation by them of centers for instruction in other fields to provide a full understanding of the areas in which such languages are commonly spoken. He will determine the languages in which individuals should be trained in relation to the needs of the Federal Government or by business, industry, or education in the United States. Contracts may provide also for instruction in such other fields as needed to provide a full understanding of the areas, regions, or countries

in which the language is commonly used. The contracts will cover not more than fifty per cent of the cost of establishing and operating a center. The Commissioner is also authorized to pay stipends to individuals taking training in foreign languages and other fields and with respect to which a center could be established, and the cost of travel in connection therewith of such persons and their dependents on reasonable assurance that the person will be available for teaching in institutions of higher education or for service of a public nature.

Institutions desiring to establish foreign language institutes and foreign language and area studies centers will submit to the Commissioner of Education applications, on prescribed forms, setting forth their plans in detail. Those plans that meet the requirements of the law and established regulations will be approved for financial assistance insofar as funds are available. The Commissioner will then contract with the institution to provide the instruction.

2. Research and Studies

The Commissioner is also authorized, directly or by contract, to make studies and surveys to determine the need for increased or improved instruction in modern foreign languages and area studies, conduct research on methods of teaching the languages and related studies, and develop specialized materials for use in such training.

3. Language Institutes

This title authorizes \$7,250,000 for each of four years to enable the Commissioner of Education to arrange, through contracts, with institutions of higher education for the operation by them of short-term or regular session institutes for advanced training in teaching modern foreign languages. This training is for teachers in elementary and secondary schools and higher education institutions. The contracts will be for summer institutes and for academic year institutes and will cover all or any part of the cost of the institutes as the Commissioner determines to be necessary. The Commissioner is also authorized to pay stipends of \$75 per week to persons attending the institutes, including \$15 weekly allowance for each dependent. Authorized appropriations for the centers research and studies will not exceed \$8,000,000 in any fiscal year.

Amount authorized for Texas, 1958-59 - To be determined
by contract

TITLE VII. Research and Experimentation in More Effective Utilization of Television, Radio, Motion Pictures and Related Media for Educational Purposes

The program contemplates that the Commissioner in cooperation with an Advisory Committee on New Educational Media will (only through grants or contracts) make studies and surveys to determine the need for increased or improved utilization of communications media for educational purposes and shall conduct research demonstrations and experiments in the use of such media and in the use of new media of communication. The commissioner shall further evaluate and publish reports concerning the effectiveness of such media and may prepare and publish abstracts and catalogs of materials for teaching purposes.

The foregoing activities will be utilized as a basis for providing upon request advice, counsel, and technical assistance to State or local educational agencies and institutions of higher education undertaking to utilize such media of communications in providing education.

The Commissioner may secure (without regard to the civil service laws) the assistance and advice of persons who are expert in the adaptation and utilization of media of communications for educational purposes.

An appropriation of \$3,000,000 is authorized for the fiscal year 1959 and \$5,000,000 for each of the next three fiscal years.

Amount authorized for Texas, 1958-59 - Based on grants or
contracts

TITLE VIII. Area Vocational Education Programs

This title is designed to provide assistance to the States so that they can improve and expand their vocational education programs through area vocational education programs; of less-than-college-grade courses; approved by State boards as providing vocational and related technical training and

retraining for youths, adults, and older persons, including related instruction for apprentices, designed to fit them for useful employment as technicians or skilled workers in scientific and technical fields. The recipients of such training must either have completed junior high school or be at least sixteen years of age and reasonably expected to profit from instruction.

The title amends the Vocational Education Act of 1946 by adding the following new title (III) Area Vocational Education Programs, which provides for the authorization of an appropriation of \$15,000,000 for each of four years. The amounts allotted to States will be in the same ratio as those under the Vocational Education Act of 1946 with payments on a fifty-fifty basis. The payments will not reduce State or local funds for vocational education programs under the Smith-Hughes or George-Barden Acts. To qualify for assistance a State must amend its State Plan.

Funds may be used for administration, supervision, and teacher-training expenses for advisory committees; for purchase, maintenance and rental of instructional equipment and purchase of instructional supplies and teaching aids; for transportation of students; for securing necessary educational information for development of programs; for training and work experience for out-of-school youth; for related instruction for apprentices; and for determining the need for and planning of programs. All equipment obtained would become State property.

State boards of vocational education are given the function of determining what are "recognized occupations requiring scientific knowledge".

Amount authorized for Texas, 1958-59 - \$750,525

TITLE IX. Science Information Service

Under this title the National Science Foundation will be required to establish a Science Information Service. The Foundation, through the Service, would provide for indexing, abstracting, translating and other services leading to a more effective dissemination of scientific information. It would also undertake to develop improved methods for making scientific information available.

The title provides for the establishment of a Science Information Council by the National Science Foundation within the Foundation to advise, consult with, and make recommendations to the head of the Science Information Service. The Council would consist of the Librarian of Congress, the Director of the National Library of Medicine, the Director of the Department of Agriculture Library, and the Head of the Science Information Service, as ex officio members. Fifteen additional members would be appointed by the Director of the National Science Foundation. Six of the appointed members would be experts in the fields of science, six leaders in librarianship and scientific documentation; and three representatives of the lay public interested in the fields of communication. The appointments are for a term of four years, except that in order to provide for staggered terms, four of the members first appointed will serve for a term of three years, four for a term of one year. If a member is appointed to fill a vacancy occurring before the expiration of the term, the appointment shall be only for the remainder of such term. No member may be reappointed until after one year has elapsed since the end of his preceding term. The Council is to meet at least twice a year or more often if necessary.

The National Science Foundation would have the same power and authority under this title that it has under the National Science Foundation Act of 1950.

The title authorized the appropriation, starting with the fiscal year which ends June 30, 1959, of such amounts as may be necessary to carry out the provisions of the title.

TITLE X. Miscellaneous Provisions

This title contains various miscellaneous provisions covering administration, method of payments, allotments to Territories and possessions, advisory committees, and judicial review. The only program authorized in this title is set forth in section 1009.

Under section 1009 the Commissioner of Education will, upon submission of a State plan, make grants to the States for the purpose of assisting the States to improve and strengthen the adequacy and reliability of educational statistics and the methods and techniques for collecting and processing educational data and disseminating information about the condition and progress of education in the States. The grants cover one-half the cost of

State educational agency programs carried out under the State plan, but cannot exceed \$50,000 in any State for any of the four fiscal years beginning with the fiscal year ending June 30, 1959.

The State plan must set forth the new, additional, or expanded programs proposed to meet its needs and provide the general over-all pattern that a State will follow in improving the Statistical services of its State educational agency. The purposes of programs outlined in the State plan may include (1) improving the collection, analysis, and reporting of statistical data supplied by local educational units, (2) the development of accounting and reporting manuals to serve as guides for local educational units, (3) the conduct of conferences and training for personnel of local educational units and periodic reviews and evaluation of the program for records and reports, (4) improving methods for obtaining, from other State agencies within the State, educational data not collected by the State educational agency, or (5) expediting the processing and reporting of statistical data through installation and operation of mechanical equipment.

Amount authorized for Texas, 1958-59 - Based on contract not
to exceed \$50,000

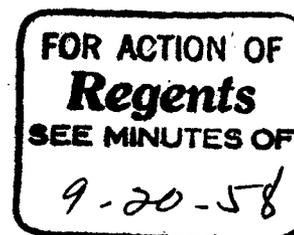
BUILDINGS AND GROUNDS COMMITTEE

Date: September 19, 1958

Time: 10:00 a.m.

Place: Main Building 104

Members: Mr. Lockwood, Chairman
Mrs. Devall
Mr. Hardie



	<u>Page No.</u>
1. Central Administration	
New Consulting Architect - Ratification of Signing of Contract	39
2. Main University	
a. Underground Steam System	
Approval of Plans and Specifications for Three Expansion Chambers to Replace Expansion Devices	34
b. Laboratory Theater Building for Drama Department	34
Approval of Final Plans and Specifications	
c. Experimental Science Building - West End	34
Ratification of Award of Contracts for Com- pletion of Unfinished Areas of Third and Fourth Floors	
d. Chemistry Building	
(1) Ratification of Award of Contract for Replacement of Floors (Floor Coverings)	35
(2) Ratification of Award of Contract for Replacement of Elevator	36
e. Petroleum Engineering Building	
Approval of Plans and Specifications for Remodeling of Attic and Installation of Elevator	36
f. Undergraduate Library and Academic Center	37
Authorization to Instruct New Consulting Architect to Proceed with Preliminary Plans	
g. English Building	
Report on Repairs of Ceiling	39

	<u>Page No.</u>
h. Chemistry Building Possible Approval of Preliminary Plans for Addition	39
i. Texas Union Building Project Possible Additional Appropriation for Expansion	39
3. Medical Branch Galveston State Psychopathic Hospital Building and Negro Hospital Building Ratification of Approval of Pre- liminary Plans for Repair and Remodeling	37
4. Texas Western College Student Union Building (a) Ratification of Award of Contract for Bookstore Casework and Issuance of Purchase Orders for Bookstore Furniture and Equipment (b) Approval of Inscription on Plaque for Addition to	38
5. M. D. Anderson Hospital and Tumor Institute Proposed Parking Lot on South Side of M. D. Anderson Hospital	39
6. Southwestern Medical School Removal of Temporary Buildings from Old Campus	39

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 12

RECOMMENDATIONS TO REGENTS'
BUILDINGS AND GROUNDS COMMITTEE

September 9, 1958

1. MAIN UNIVERSITY - APPROVAL OF PLANS AND SPECIFICATIONS FOR THREE EXPANSION CHAMBERS TO REPLACE EXPANSION DEVICES IN UNDERGROUND STEAM SYSTEM.--At the Regents' Meeting held June 29, 1957, authorization was given to the Main University Physical Plant staff to prepare plans and specifications for Three Expansion Chambers to Replace Expansion Devices in Underground Steam System at the Main University. These plans and specifications have now been prepared and approved by the Comptroller's Office. It is, therefore, recommended that they be approved by the Board and that the Comptroller be authorized to advertise for bids and to award a contract on this project within the amount of money remaining in the appropriation for this work (\$49,483.65).

2. MAIN UNIVERSITY - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR LABORATORY THEATER BUILDING FOR DRAMA DEPARTMENT.--At the Regents' Meeting held April 26, 1958, an appropriation of \$66,000.00 was made for a Laboratory Theater Building for the Drama Department at the Main University, and authorization was given to instruct Architects Page, Southerland, and Page to proceed with preparation of final plans and specifications. These final plans and specifications have now been completed and approved by Dr. Loren Winship, Chairman of the Department of Drama, the Main University Faculty Building Committee, Comptroller Sparenberg, Vice President Ransom, and President Wilson. It is, therefore, recommended that the Board approve the plans and specifications and authorize Comptroller Sparenberg to advertise for bids to be presented for consideration at a later meeting of the Board.

3. MAIN UNIVERSITY - RATIFICATION OF AWARD OF CONTRACTS FOR COMPLETION OF UNFINISHED AREAS OF THIRD AND FOURTH FLOORS OF WEST END OF EXPERIMENTAL SCIENCE BUILDING.--At the Regents' Meeting held May 30, 1958, authorization was given for Comptroller Sparenberg to advertise for bids for the completion of Unfinished Areas of Third and Fourth Floors of the West End of the Experimental Science Building at the Main University, and for a Committee, consisting of Vice President Ransom, Comptroller Sparenberg, Vice President Dolley, and President Wilson, to award contracts for this project after receipt of the bids.

Bids on this project were received, opened, and tabulated on June 19, 1958, as shown on the tabulation sheet. After consideration of the bids and the deductive alternates thereto, it was decided by the Committee and Dr. Robert E. Eakin, acting for and on behalf of Dr. Roger J. Williams, that it would be to the best interest of the University and ultimately less expensive, if the base bid in each case was accepted and the deductive alternates all rejected, even though the acceptance of these base bids would require more money than was appropriated for the project.

Dr. Wilson and Dr. Dolley approved the additional appropriation of \$20,000.00 from the Unappropriated Balance of the Available University Fund, and the Committee made award of contracts to the low bidders, as follows:

General Contract:	
W. D. Anderson Company, Austin, Texas	
Base Bid	\$ 68,789.00
Plumbing, Heating, Air Conditioning, and Ventilating Contract:	
J. M. Boyer, Mechanical Contractor,	
Austin, Texas	
Combined Base Bid	105,329.00
Electrical Contract:	
W. K. Jennings Electric Company, Inc.,	
Austin, Texas	
Base Bid	19,318.00
Laboratory Equipment Contract:	
Metalab Equipment Company,	
Hicksville, New York	
Base Bid	<u>71,888.00</u>
Total Contract Awards	<u>\$265,324.00</u>

It is recommended that the Board ratify the actions taken as outlined above in making the additional appropriation to this project and in awarding contracts as listed above.

4. MAIN UNIVERSITY - RATIFICATION OF AWARD OF CONTRACT FOR REPLACEMENT OF FLOORS (FLOOR COVERINGS) IN CHEMISTRY BUILDING.--At the Regents' Meeting held May 30, 1958, authorization was given to Comptroller Sparenberg to advertise for bids and award contract for Replacement of Floors (Floor Coverings) in the Chemistry Building at the Main University. Bids were received, opened, and tabulated on July 29, 1958, as shown on the tabulation sheet. After consideration of the bids by the Comptroller's Office and members of the Main University Physical Plant staff, and in accordance with the recommendation of the Supervising Architect's Office and the Director of the Physical Plant of the Main University, Comptroller Sparenberg awarded a contract to the lowest acceptable bidder on the basis of that

company's base bid as follows:

Walter Yates, dba Floorcraft, Austin, Texas \$23,995.00

It is recommended that the Board ratify the award of the contract as reported above.

5. MAIN UNIVERSITY - RATIFICATION OF AWARD OF CONTRACT FOR REPLACEMENT OF ELEVATOR IN CHEMISTRY BUILDING.--At the Regents' Meeting held May 30, 1958, authorization was given to Comptroller Sparenberg to advertise for bids and award a contract for Replacement of Elevator in the Chemistry Building at the Main University. Bids were received, opened, and tabulated on August 19, 1958. After consideration of the bids by the Comptroller's Office and members of the Main University Physical Plant staff, and upon recommendation of the Director of Physical Plant of the Main University, Comptroller Sparenberg awarded a contract to the lowest acceptable bidder on the basis of this company's base bid, as follows:

Hunter-Hayes Elevator Company, Dallas, Texas \$30,536.00

It is recommended that the Board ratify the award of the contract as reported above.

6. MAIN UNIVERSITY - APPROVAL OF PLANS AND SPECIFICATIONS FOR REMODELING OF ATTIC AND INSTALLATION OF ELEVATOR IN PETROLEUM ENGINEERING BUILDING.--At the Regents' Meeting held October 11, 1957, an appropriation was made to cover remodeling of the attic of the Petroleum Engineering Building at the Main University and the installation of an elevator in this building to serve all floors including the attic. Plans and specifications have now been prepared for this project by the Main University Physical Plant staff and have been approved by Mr. Graves W. Landrum, Main University Business Manager, Dr. George H. Fancher, Chairman of the Department of Petroleum Engineering and Director, Texas Petroleum Research Committee, and the Comptroller's Office. It is recommended that the plans and specifications be approved by the Board and that Comptroller Sparenberg be authorized to advertise for bids to be presented for consideration by the Board at a later meeting.

These plans and specifications contemplate that certain of the work involved in this project will be handled by the Main University Physical Plant staff, and it is further recommended that Comptroller Sparenberg be authorized to approve requisitions and vouchers for any material and/or labor needed to complete the project, within the amount of money remaining after the award of the two contracts deemed necessary, one for general and mechanical construction and one for installation of the passenger elevator.

7. MAIN UNIVERSITY - AUTHORIZATION TO INSTRUCT NEW CONSULTING ARCHITECT TO PROCEED WITH PRELIMINARY PLANS FOR UNDERGRADUATE LIBRARY AND ACADEMIC CENTER.--It is the recommendation of the President's Office and the Comptroller's Office that the Comptroller be authorized to instruct the new Consulting Architect, Jessen, Jessen, Millhouse, and Greeven, to start to work on the preparation of preliminary plans for the proposed Undergraduate Library and Academic Center. This building is shown at an estimated cost of \$3,000,000.00, including equipment, on the schedule entitled "Proposed Buildings and Other Permanent Improvements to be Financed from New Money (Permanent University Fund) Bond Issue", submitted as at July 15, 1958 for the consideration of the Texas Commission on Higher Education, the Legislative Budget Board, et al.

It is further recommended that the amount of \$15,200.00 be appropriated from the Unappropriated Balance of the Available University Fund to cover the following items related to this building:

One-half of the estimated fee for the Consulting Architect on this building (1/2 of 1% of \$2,640,000.00, the estimated cost of the construction and built-in equipment)	\$13,200.00
Appropriation to cover preliminary expenses, including test holes, etc.	<u>2,000.00</u>
Total	<u><u>\$15,200.00</u></u>

It is further understood that whatever payments are made on this project from the Available University Fund will be reimbursed to the Available University Fund later from the proceeds of the New Money (Permanent University Fund) Bond Issue.

8. MEDICAL BRANCH - RATIFICATION OF APPROVAL OF PRELIMINARY PLANS FOR REPAIR AND REMODELING OF GALVESTON STATE PSYCHOPATHIC HOSPITAL BUILDING AND NEGRO HOSPITAL BUILDING.--At the Regents' Meeting held June 21, 1958 a committee was appointed to approve the preliminary plans for repair and remodeling of the Galveston State Psychopathic Hospital Building, Negro Hospital Building, Rebecca Sealy Nurses' Residence, and Out-Patient Clinic Building at the Medical Branch. The preliminary plans for the Galveston State Psychopathic Hospital Building and the Negro Hospital Building have now been completed and approved by the Committee, and instructions had been issued to the Associate Architect on the projects to proceed with the working drawings and specifications. It is recommended that the action of the Committee in approving these preliminary plans be ratified by the Board.

9. TEXAS WESTERN COLLEGE - RATIFICATION OF AWARD OF CONTRACT FOR BOOKSTORE CASEWORK AND ISSUANCE OF PURCHASE ORDERS FOR BOOKSTORE FURNITURE AND EQUIPMENT FOR STUDENT UNION BUILDING.--At the Regents' Meeting held March 15, 1958, authorization was given to a Committee, consisting of President Holcomb and Comptroller Sparenberg, to approve the final drawings and specifications for bookstore casework in the Student Union Building at Texas Western College and to award a contract for this work after receipt of bids thereon. Bids for this work were received, opened, and tabulated on June 5, 1958, and after consideration of the bids by Mr. Ralph V. Davis, member of the firm of architects on the project, President Holcomb, and Comptroller Sparenberg, award of a contract was made to the lowest acceptable bidder, Industrial Woodwork Company of El Paso, Texas, on the basis of that company's alternate bid in the amount of \$7,055.00.

It is recommended that the approval of the final drawings and specifications and the award of the contract by the Committee as outlined above be approved by the Board.

Also at the Regents' Meeting held March 15, 1958, authorization was given to this Committee to approve specifications for other bookstore furniture and equipment needed and to award contracts thereon within the amount of \$5,000.00. After consideration of the small amount which would have been involved in each contract, it was decided to purchase this furniture and equipment through purchase orders rather than by contracts. Consequently, bids were called for and purchase orders issued in the total amount of \$4,818.89. It is recommended that the Board ratify the action taken in issuing purchase orders in this amount covering bookstore furniture and equipment for the Student Union Building at Texas Western College.

10. TEXAS WESTERN COLLEGE - APPROVAL OF INSCRIPTION ON PLAQUE FOR ADDITION TO STUDENT UNION BUILDING.-- It has been agreed that the Addition to the Student Union Building at Texas Western College will not have a cornerstone, but instead will have a bronze plaque installed in the building with the same type of information usually contained on the cornerstone, in accordance with the Regents' standard practice. It is recommended that the inscription on this plaque read as follows:

ADDITION AND ALTERATIONS TO STUDENT UNION BUILDING

1957

BOARD OF REGENTS

Leroy Jeffers, Chairman
 J. R. Sorrell, Vice Chairman
 J. P. Bryan
 Mrs. Charles Devall
 Thornton Hardie
 J. Lee Johnson, III
 Lee Lockwood
 Dr. Merton M. Minter
 Joe C. Thompson

---00---

Logan Wilson, President, The University of Texas
 Charles H. Sparenberg, Comptroller, The University of Texas

---00---

Dysart E. Holcomb, President, Texas Western College
 Jack Yuthas, Chairman, Building Committee of Texas Western College

---00---

Davis, Foster, Thorpe, and Associates, Architects
 C. H. Leavell and Company, Contractor

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

Central Administration - Ratification of Signing of Contract with New
 Consulting Architect.

Main University - Report on Repairs of English Building Ceiling.

Main University - Possible Approval of Preliminary Plans for Addition to
 Chemistry Building.

Main University - Possible Additional Appropriation for Expansion of Texas Union
 Building Project.

M. D. Anderson Hospital and Tumor Institute - Proposed Parking Lot on
 South Side of M. D. Anderson Hospital.

Southwestern Medical School - Removal of Temporary Buildings from
 Old Campus

MEDICAL AFFAIRS COMMITTEE

Date: September 19, 1958

Time: 10:00 a. m.

Place: President's Office, Conference Room,
Main Building 101M

Members: Doctor Minter, Chairman
Mr. Sorrell
Mr. Bryan
Mr. Thompson

Page No.

Medical Branch

- | | | |
|----|--|----|
| 1. | The Sealy and Smith Foundation Proposal
(Action for the record) | 41 |
| 2. | James A. Hamilton Associates' Survey
(Approval of <u>Immediate Plan</u> for Record) | 41 |
| 3. | Report of Conference with State Health Board
re Matching Federal Funds for Proposed
Construction, Medical Branch | 41 |
- no action taken now.*
- no action taken now.*

D. Medical Affairs Committee

Medical Branch

1. The Sealy and Smith Foundation Proposal
(Action for the record) P. 41 A
2. James A. Hamilton Associates' Survey
(Approval of Immediate Plan for record) P. 41 B

These two items are listed on the agenda since the record does not reflect any formal action on either of them.

3. Report of Conference with State Health Board re Matching Federal Funds for Proposed Construction. -- Doctor Casberg will present a report of his conference with the State Health Board re matching federal funds for proposed construction at the Medical Branch. Due to the time element, this conference was authorized by the Executive Committee.

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

DIRECTORS
JOHN W. MCCULLOUGH
JOHN W. HARRIS
DR. EDWARD RANDALL, JR.
BALLINGER MILLS
V. W. MCLEOD
ALVIN N. KELSO

OFFICERS
JOHN W. MCCULLOUGH
PRESIDENT
JOHN W. HARRIS
VICE PRESIDENT
ALVIN N. KELSO
SECRETARY
R. H. PEEK
TREAS. AND ASST. SECY.
C. R. GARD
ASST. SECY.-TREAS.

August 18, 1958

Hon. Leroy Jeffers
Esperson Building
Houston 2, Texas

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

AUG 19 1958
Return to LW

Gentlemen:

There has been submitted to The Sealy & Smith Founda-
tion a proposal under the so-called "immediate plan". Under this
proposal The Sealy & Smith Foundation is asked to commit itself
for the sum of \$2, 850, 000.00 for participation in this "immediate
plan".

We, of course, want to cooperate in every way possible,
limited only by our financial ability to do so. However, there are
certain limitations which restrict our ability to contribute. Pri-
marily, and the most pertinent here, is the fact that we can use
only income to effectuate the purposes for which this Foundation
was created. We are not able to invade the principal.

During the next five years we are committed to donating
to the hospital the sum of \$1, 177, 500.00. A break-down of this is
as follows:

\$5, 000.00 per month to the cost of operation and maintenance	\$300, 000.00
\$1, 125.00 per month salary supplement	67, 500.00
Estimated cost of housing for Cobalt machine	150, 000.00
Maintenance in support of the neurology research laboratory	60, 000.00
\$300, 000.00 for each of the calendar years 1958 and 1959 to rehabilitate the Out-patient Building at the John Sealy Hospital.....	600, 000.00

In view of these commitments, we have made a study to determine how much, over and above those commitments, we can contribute during the next five years. Our decision is that we can only give not more than \$400,000.00 per year, over and above the present commitments, for five years. This will make a total of \$2,000,000.00 that we can use to participate in the proposed program. In addition, we will return to the University the profit that will be made during the five year period for the operation of the Waverley Smith Pavilion. It is estimated that this profit will be approximately \$150,000.00 a year. That will make a total of \$2,000,000.00 plus an estimated amount of \$750,000.00 profit from the operation of the Waverley Smith Pavilion.

We will gladly make this contribution, provided, of course, that the funds from the other sources are realized, and, if not, that our contribution will be in the same proportionate amount as our presently estimated part. We must also point out that if we make this contribution we will be unable to make any additional contributions during the five year period and we think that the Board of Regents should realize that and should acknowledge that these commitments will be the only ones they will request during the five year period.

It is contemplated that the five year period will commence January 1, 1959, and will terminate January 1, 1964.

We wish that we were able to give more, because we have always tried to cooperate in every way with the Board of Regents. However, we feel that this is the maximum that we can grant, and we have really strained our resources in order to commit ourselves to this figure.

We are sure that you realize that we have already given to the State more than \$12,000,000.00 in land, buildings and miscellaneous donations as well as toward upkeep, salary supplementation and research. The district court has ruled that we may not invade corpus, and can only use or pledge income. In the construction of the new John Sealy Hospital it has been necessary to repay \$3,500,000.00 out of income, and there is still \$1,500,000.00 of that amount to repay. This repayment would have to be deferred

if we go into this so-called "immediate plan" and it and the amounts granted in this immediate plan must be paid out of income only.

This commitment is also dependent on one additional fact, and that is, that income continues to be sufficient to make such payments.

With kindest regards.

Very sincerely yours,
J. W. Harris

J. W. Harris, Vice President

JWH:js

THE HAMILTON REPORT ON
THE UNIVERSITY OF TEXAS MEDICAL BRANCH

Introduction

The University of Texas operates in Galveston one of the six largest medical schools in the United States. In addition, the Medical Branch also includes a School of Nursing, instruction in paramedicine and related fields, and an extensive hospital facility. Since 1891, plant and facilities have grown gradually and now the campus includes a total of 39 buildings, estimated to be worth \$19,800,000. Unfortunately, some of these buildings are dilapidated beyond repair, others are in need of extensive rehabilitation and the entire physical plant is seriously ineffective in housing the functions to be performed.

In recent years, renewed emphasis has been given by the Board of Regents to the development of an outstanding program of medical education and research at the Medical Branch. A new administrative team has been secured, and vigorous efforts launched to recruit outstanding faculty members and to up-grade the teaching program. A management survey was conducted by Cresap, McCormick and Paget with the collaboration of the Texas Research League. Advisory services of authorities in medical education were secured. Without exception, all agreed that the inadequacy of the physical plant at the Medical Branch was a major barrier to the achievement of desired quality in operation. All agreed further that the outstanding need was for a careful plan of rehabilitation and new construction which would result in coordinated and cohesive physical facilities.

The Board of Regents therefore decided to employ a nationally known firm of consultants, the James A. Hamilton Associates of Minneapolis, Minnesota, to make the necessary studies and to recommend a program for physical plant development at the Medical Branch. This firm began work in the summer of 1957 and submitted a preliminary report in May, 1958. The present document is a brief resumé of that report.

Program Considerations

Although the Hamilton Associates were not directed to conduct a complete evaluative survey of the Medical Branch, it was necessary that their projections of physical plant development rest upon conclusions regarding program. Resulting from their analysis was a series of "assumptions," or recommendations, on which their recommendations for plant development were based.

The Galveston Site. The surveyors concluded, "That it be finally and firmly accepted as a matter of policy and fact that the Medical Branch should remain in Galveston and that plans for development of the roles, programs, and physical plant be premised thereon."

Size of the Medical School. To adapt student load to foreseeable facilities, faculty and clinical material (patients) the class quota should be reduced from 160 to a maximum of 100, and preferably even lower.

Nursing Education. The nursing education program should be limited to the baccalaureate or degree curriculum. The opportunity for diploma graduates to obtain a bachelor's degree should be continued. A one-year vocational nurse training program should be inaugurated.

The Research Program. The Report underlines the need for a greatly expanded and improved research program at the Medical Branch. This is deemed necessary to enable the institution to attract the highest caliber of medical scientists, to enhance its general reputation, and to improve its services to the state. In particular, the clinical departments need to increase their research activities, and over-all expenditures for research should be doubled from a present base of approximately one million dollars.

Hospital Patient Program. One of the puzzling problems at the Medical Branch is the relationship between hospital service to patients and the provision of patients for teaching purposes. The Medical Branch hospitals have been used traditionally to render statewide hospital care for indigent or needy patients, and to provide hospital services for paying patients. Inevitably, this has resulted in high costs for hospital operation and imbalances between types of patients received and types needed for teaching purposes. The Hamilton Associates study resulted in the following conclusions:

1. The hospital should be operated to provide the patients needed for teaching; all hospitals should be primarily teaching hospitals.
2. Statewide general hospital service should be de-emphasized and reduced as rapidly as possible. Instead, the hospitals should perform the general service function only for the geographic area within a 100-mile radius of Galveston.
3. All hospital beds, including those for pay patients, should be used for teaching purposes.
4. Re-allocation of bed space to serve the teaching function is necessary. Psychiatric beds, for example, should be reduced. With these re-allocations, there is no need for constructing additional hospital rooms over those available. With the proper use of outpatient services of present volume, adequate clinical material can thus be made available.

Inventory of Physical Plant

Most of the Report relates to the physical plant. It sets forth a detailed inventory of existing square footage, broken down into departmental and sectional fractions and evaluated with regard to present and future needs. It develops an immediate plan for new construction and remodeling in the next five years, and a long-term plan for the two following decades. The total cost of the immediate plan has been estimated at approximately \$10,500,000; the long-term plan would require an additional \$4,500,000.

Guiding principle of the building plan is that of functional coordination. Plant elements are to be added, present plant is to be remodeled with spaces re-allocated, and worn-out buildings are to be demolished in order to secure a total structure concentrated and integrated around the teaching and research functions. Additional space in considerable volume is provided for, but the major achievement is that of adapting facilities to functions and making possible the proper relationships between functions.

Major Remodeling Projects

Major remodeling projects proposed are as follows:

1. Rehabilitation of the Graves Psychopathic Hospital for continued use.

2. Remodeling of the Negro Hospital and its conversion into a psychopathic hospital to replace in part the old facilities known as Psycho I, II, and III.

3. Remodeling of the Outpatient Department wing of the John Sealy Hospital. Related to this project is the temporary conversion of the Rebecca Sealy School of Nursing to house the Outpatient Department while remodeling of the Outpatient wing is in progress.

4. Rehabilitation of the Keiller Laboratory Building of the Medical School.

5. On the completion of the outpatient facilities and the evacuation of these clinics from the Rebecca Sealy (Nurses) Building, the entire latter unit is to be converted into nursing school class rooms and administrative offices.

The total cost of remodeling has been estimated at approximately \$2,500,000. It is anticipated that the \$1,228,822 appropriated by the 55th Legislature for the rehabilitation of buildings at the Medical Branch, supplemented by the Sealy and Smith Foundation grant of \$600,000 will finance the first three projects in the preceding list.

New Construction

Major items of new construction as envisioned in the "immediate plan" of the Hamilton Report are as follows:

1. Basic Science Building. This seven story unit containing 45,000 gross square feet attached to the northwest side of the Gail Borden Laboratory, with four communicating floors, would add greatly needed space to the basic science laboratories currently housed in the Gail Borden Building. These departments include Biochemistry, Microbiology, Pharmacology, and Physiology. In addition to satisfying the expansion needs of the above departments, three stories would be devoted to animal quarters.

2. Outpatient Building Addition. The present outpatient wing of the John Sealy Hospital, even with the anticipated extensive remodeling, is grossly inadequate to handle the more than 100,000 outpatient visits per year. The proposed five story outpatient addition of 61,000 square feet would be constructed north of the existing facilities with connecting floors. In addition to the outpatient clinics, this building would house the emergency room, radiological therapy, blood bank, and pharmacy.

3. Clinical Diagnostic Building. In the planning and building of the John Sealy Hospital certain basic requirements necessary for clinical education and research were omitted. The proposed Clinical Diagnostic Building, a connecting five-story 62,000 square foot addition to the north side of the John Sealy Hospital would supply the space needed for better utilization of the hospital facilities in clinical instruction and research. To be housed in this addition are diagnostic radiology, clinical research laboratories, medical records and clinical departmental offices. The eastern portion of the building is to contain a service core to provide vertical transportation service for personnel and supplies to all nine floors of the John Sealy Hospital.

4. Medical School Entrance and Library Addition. In order to provide for an expansion of the presently crowded medical school library, as well as for an adequate morgue and autopsy suite and medical school administrative offices, it is proposed that an addition be constructed between and linking the west end of the John Sealy Hospital and the Keiller Laboratory Building of the Medical School.

5. Central Air Cooling Equipment Building. Economy and efficiency dictate the concurrent construction of a Central Air Cooling Equipment Building to supply not only the new construction listed above but also the remodeled buildings. The costs for air conditioning facilities within the buildings themselves are included in the listed estimates. It is proposed that this new unit be located west of the existing laundry building.

The estimated total cost of the new construction program itemized in part above is approximately \$8,000,000. It is probable that all units of the new construction outlined in this program are eligible for matching funds from the Federal Government and the Board of Regents is urged to take full advantage of such possibilities. It is pointed out, however, that competition for Federal funds will be very keen and that heavy allocations to any one unit cannot be expected. The Board is urged to explore also the possibility of securing private donations for some of this new construction.

EXCERPT A

Hamilton Report on the Program of Physical Development
The University of Texas Medical Branch
Galveston, Texas

Should the Medical Branch Remain in Galveston?

It is understood that twice during the history of the Branch a major effort has been made to move it but that each time the movement was unsuccessful. Proponents of the move had advanced both economic and social objections to the Branch remaining in Galveston. Economically it has been argued that the state must incur unnecessarily heavy operating and capital expenditures in order to maintain a large general hospital in Galveston to provide the clinical teaching material necessary to support the medical school curriculum and to attract faculty for the school. It is emphasized that no such financial obligation is involved in connection with the university's other medical school, Southwestern in Dallas, because of the availability of adequate local hospitals in that city with which the medical school can affiliate for teaching purposes. So, it is argued, why not move the Galveston Branch to a large metropolitan city which likewise has ample hospital resources to provide the needed clinical teaching material?

The social handicaps to the Medical Branch resulting from the unattractiveness of Galveston are heavily emphasized both by advocates and opponents of the move to another city. The remoteness of the city - at the end of the line, as it is referred to; failure of growth and development commensurate with other areas of the state; lack of housing for faculty; inadequate recreational and cultural facilities both at the campus and in the community; a deficient school system; mediocre shopping facilities - all these fail to stimulate and attract students, faculty, employees and medical graduates. A recent public relations survey of the city substantially documents the validity of these criticisms.

There appear to be valid arguments in favor of continuing the Branch in Galveston and hopefully anticipating that its mission and responsibilities can be effectively met and that the present handicaps to its existence can be overcome. It is important to recognize the historical fact that the Galveston medical school is the oldest in the state, has a heritage worthy of preserving, and has made notable strides in becoming a creditable and accredited medical institution. Only fifteen years ago the entire clinical faculty of this medical school was part-time, whereas today 48 per cent of its clinical faculty of 141 are full-time. It would require a change of the state constitution before a move could be authorized, and this would necessitate a state-wide popular referendum. Realistically, it is doubtful that such an approval would be forthcoming.

Financially, it would not seem to be advantageous or propitious for the state to abandon the present physical plant and construct a replacement medical school elsewhere. The deluge of demands upon the state's fiscal resources to construct highways, schools, and other state institutions to try to meet the existing and prospective population requirements would place such a project as the lowest priority. While the entire present plant is capitalized at about \$24 million, it would probably cost somewhat less than half that amount just to construct complete new medical and nursing schools (but without a hospital) in another city. It is patently better to invest a fraction of that amount in the Galveston plant to completely modernize and expand it to provide the most up-to-date resources needed to conduct an outstanding institution of optimal size which will attract students and faculty and enhance recruitment of adequate personnel to staff all departments of the Medical Branch.

Excerpt A (cont'd)

While it probably could be demonstrated that the several million dollars appropriated annually for operation of the university hospital could be used to amortize within a reasonable period of time the cost of constructing a new medical branch elsewhere, we believe the time has now arrived when the state should be relieved of the major share of this financial burden. It is recommended that the county government's be required to pay the full basic cost of hospitalization and inpatient and outpatient medical care, excluding the added medical teaching costs, of those patients who are unable to pay for the full cost of their medical and hospital care in the university hospital. Medical teaching costs approximate 10 to 15 per cent of total costs; another way of expressing it is that because of the teaching program the basic operating costs of a university hospital are increased by about 15 to 20 per cent. We do not share the concern of those members of the faculty who contend that a nominal per diem charge for hospital care will drive away patients needed for medical teaching. The experience of other state university hospitals has proven otherwise, and it is the experience at Galveston since the \$3.00 minimum per diem charge was inaugurated two years ago that the number of patient admissions has actually increased. The change from a "charity" institution to one of "pay" status may actually attract patients.

While it is true that the City of Galveston has not shared in the dramatic population growth experienced elsewhere in the state, the growth in the contiguous areas of Galveston County has been significant and before long the Galveston-Houston geographic axis will be solidly populated as each spills over toward the other. Such a development can have beneficial effects for the City of Galveston and the Medical Branch if both are smart enough to capitalize upon them.

We believe it is a reasonable conclusion that neither the legislature nor the people of the state will vote to move the Medical Branch. It is self-evident from recent experience that if adequate salaries are paid the Branch can attract and hold competent faculty for a reasonable sized enrollment. Notwithstanding even the social and cultural deficiencies, the medical and nursing school have filled their enrollments and even a greater selectivity in enrollments is possible if the Branch will seize upon its leadership opportunities to make its campus and the community more attractive. It should become the dedicated objective of the university to build a quality medical school of real stature which will turn out well qualified graduates and thereby command professional respect among medical educators and practitioners throughout the country. It should capitalize upon the inherent facilities available in Houston. We conclude that the issue of relocating the Galveston Medical Branch should be unequivocally answered in the negative, but it will not disappear unless the Branch leadership and those in other key positions determine to make the Galveston campus an outstanding educational and service center.

The following basic recommendations are offered as essential to the accomplishment of the future over-all role and programs of the Medical Branch:

- 1 - That the Board of Regents adopt a formal policy statement defining the roles of the Medical Branch based upon the proposals presented in this study.
- 2 - That it be finally and firmly accepted as a matter of policy and fact that the Medical Branch should remain in Galveston and that plans for development of the roles, programs, and physical plant be premised thereon.

Excerpt A (cont'd)

- 3 - That the time has arrived for a change in financial policy whereby the state henceforth should require that county and local government bear the full basic cost of inpatient and outpatient care of patients unable to pay for their care in the university hospital, exclusive of the cost of medical teaching which approximates 10 to 15 per cent of the total cost.

EXCERPT B

Hamilton Report on the Program of Physical Development
The University of Texas Medical Branch
Galveston, Texas

Undergraduate Medical Education.

The problem of maintaining an adequate supply of physicians to meet the needs of the state has been a perennial one for decades and has been aggravated by the phenomenal population growth. Nor is the problem likely to be materially eased in the face of the anticipated growth of the state in the next 20 years. The following data reflect the past and projected comparative population increases from 1930 to 1975.

Year	UNITED STATES			TEXAS		
	Population	Increase over Preceding Period		Population	Increase over Preceding Period	
		Number	%		Number	%
1930	122,775,046	-	-	5,825,000	-	-
1940	131,669,275	8,894,229	7.2	6,415,000	590,000	10.1
1950	150,697,361	19,028,086	14.4	7,711,000	1,296,000	20.2
1956	167,000,000	16,302,639	10.8	8,925,000	1,214,000	16.8
1975	227,000,000*	60,000,000	35.0	12,399,000*	3,474,000	38.9

* U.S. News and World Report - August 9, 1957

The population of Texas has consistently grown more rapidly than that of the United States. In the decade between 1930 and 1940 the state population increased 10 per cent; between 1930 and 1950 it expanded 32 per cent. By 1956 the gain over 1930 had reached 53 per cent, as contrasted with an increase of only 36 per cent for the nation as a whole in this 26-year period. Two decades from now (1975) the state population is expected to exceed the present level by nearly 39 per cent. The impact of this growth on the physician supply has obviously been heavy. While today numerically the supply of physicians is 37.5 per cent greater than in 1930, the actual supply in relation to the population to be served has decreased 9 per cent. As the following table shows, excluding retired physicians but including a negligible number of military physicians, there was one physician for each 973 of the population in 1930, as compared with one for each 852 persons for the entire United States. By 1956 there had been a decline to only one physician for each 1,061 Texas residents (excluding all military population and military physicians in the state), while the United States ratio had substantially improved to one for each 766 persons. A study made under the direction of the Vice-President for Medical Affairs of The University of Texas by the U.T. Bureau of Business Research of the physician supply in Texas confirms this decline since 1930.

Excerpt B (cont'd)

- 2 -

Year	Number of Active Physicians		Number of Persons Per Active Physician	
	Texas	United States	Texas	United States
1930	5,987	144,115	973	852
1940	6,519	165,290	984	797
1950	7,339	191,577	1,051	786
1956	8,235	206,432	1,061	766

Excludes: doctors of osteopathy

Source: Directory of American Medical Association.

The three medical schools in Texas provide approximately 50 per cent of the physician supply of the state. Data published by the American Medical Association in "Medical Schools in the United States at Mid-Century" showed that in 1949 51 per cent of the active physicians residing in Texas were graduates of the three Texas medical schools. In-migration of physicians, including a very small number of graduates of foreign medical schools, comprises the source of the other one-half of the annual increment to the physician supply. With nearly a 40 per cent population increase projected in the next 20 years and a substantial deficiency of physicians already existing, there can be no question that the predominant role of the Medical Branch must continue to be that of preparing young men and women to become physicians for Texas.

Fortunately, there appears to be a substantial increased source of physicians from graduates of foreign medical schools, as the result of a new program for evaluation of such graduates currently under consideration by the state board of medical examiners. The previously mentioned study made by the University Vice-President for Medical Affairs and the U. T. Bureau of Business Research indicates that the annual number of foreign graduates licensed to practice in Texas may increase from the current level of 15 to 80 by 1960 and to 140 by 1975. This latter figure would be equivalent to about one-half the present annual output of the three Texas medical schools.

Notwithstanding that the evidence indicates the need for continuation of and perhaps even an increase in the present output of the three medical schools, for the reasons outlined below we believe the present level at which the Medical Branch is accepting responsibility for training physicians needs to be adjusted downward. As the result of lack of qualified applicants, the size of the freshman class was decreased to 132 this school year. Prior to 1950 the entrance class was limited to approximately 100 or less, but was sharply increased to 163 in that year and held to that level, or somewhat higher, for seven years in order to help meet the postwar pressure of increased medical school applicants. By contrast, Southwestern Medical School increased its post-war enrollment from a freshman class of 60 up to 100 and has maintained that level since 1950. Baylor Medical School likewise has consistently kept its intake below 100. The average size of the freshman class in all medical schools in the United States approximates 95. While there is no optimum level at which a medical school enrollment should be maintained, and there are a number of excellent schools with a student body equal to the present size of the Galveston school, it is questionable that an outstanding school can be maintained at Galveston unless it is limited to a freshman class of not more than 100. This size is dictated primarily by the limitations of inadequate physical resources of the Medical Branch and the level and volume of clinical material which the inpatient and outpatient programs of the hospital can provide. There is also the further question whether the present and prospective volume of applicants for undergraduate medical

Excerpt B (cont'd)

- 3 -

education would justify expanding the faculty and the physical plant and investing substantially increased capital and operating funds. It is reported that the majority of the approximately 600 annual applicants from Texas who have applied recently for admission to medical schools graded at or well below the national average on the national medical school admission screening examination, and that only a small proportion attained a superior rating. This situation suggests a trend to mediocrity in the composition of the student body because of the competition with the other two medical schools, as well as all other United States schools, for the above average applicants. While the state has an obligation to offer educational opportunities to its citizens, it is equally obligated to be sure its student body is restricted to qualified men and women. If the Branch adopts reasonably high standards of selection of new students it will experience some difficulty in attaining a freshman class of 100. In order to broaden the base of selection and attract additional outstanding students to become future practitioners in Texas, it is suggested that a reasonable proportion of the freshman class be selected from out-of-state applicants who have achieved a high scholastic premedical record. It should be recalled that Texas is heavily indebted to the rest of the country for having consistently educated 50 per cent of the physicians practicing in the state and that it has also been dependent upon outside sources for most of its full-time medical school faculties.

It is therefore proposed that the primary role of the Medical Branch continue to be that of producing physicians; that the enrollment of the medical school's freshman class be reduced to not more than 100; that the objective of the university should be to develop the school into an outstanding institution led by medical educators and clinicians fully orientated to teaching and research and dedicated to the highest standards of patient service; that high standards of student performance and scholarship be required; and that the entire tempo and tone of all teaching and service programs and the personnel engaged therein be elevated to attain this proposed objective for the Branch. Acceptance of this proposal is essential in major part to the adequate appraisal of the majority of the teaching, research, and service programs, the development of the physical requirements to support the programs, and the determination of the best utilization of existing resources and the need for additional construction to provide an efficient, modern, and adequate physical plant. We have assumed this fundamental concept of the future educational role of the medical school as one major keystone in formulating the future physical needs.

EXCERPT C

Hamilton Report on the Program of Physical Development
The University of Texas Medical Branch
Galveston, Texas

Nursing Education.

The constantly increasing demand for nurse practitioners resulting from the expanding population of Texas and the rapid advances in medical sciences has created a serious challenge to all health education agencies of Texas. The Medical Branch has played a major role in contributing to the nurse supply of the state and currently maintains four professional nurse training programs, namely, the diploma (3-year), the basic college degree (4-year), the graduate degree (master's), and the baccalaureate degree program for practicing graduates of diploma programs who wish to upgrade themselves. In addition, the School of Nursing offers an affiliation program, principally in psychiatry. The diploma program is to be discontinued in three years, the last freshman class having entered this fall, and it is planned to place increased emphasis upon the basic degree and master's programs in fulfilling the nursing school's role.

In evaluating the appropriate role for the Medical Branch in nursing education, there are a number of basic facts which should be recognized. Texas is short of all categories of professional nurses and the situation will become aggravated by the projected 40 per cent population increase in the next twenty years. With 5.3 per cent of the nation's total population, Texas has only 3.5 per cent of the national total of professional nurses employed in hospitals and 2.7 per cent of the total professional student nurse enrollment in the United States*. In 1950 there were 183 employed professional nurses per 100,000 population in Texas, as contrasted with the national ratio of 249. By 1957 the national ratio had increased to 258. While no comparable figure for Texas is available, it is reasonable to assume that the state sustained a proportionate improvement, but it is probably still faced with a supply which is only about 75 per cent of the national average. The National League for Nursing estimates that there should be a ratio of 350 professional nurses employed per 100,000 population by 1970, a goal already equalled or exceeded in some states where nursing shortages continue to be claimed - Massachusetts with 417; District of Columbia, 414; Connecticut, 406; and California, 350**.

Deficient as the present supply of professional nurses is, it is attained only by drawing a considerable number of nurses from other states. Even with doubling its total school enrollment in the next ten years, the state could not reach the desirable goal of 350 per 100,000 population without continuing to depend heavily upon other states. There can be no question that the Medical Branch must continue its traditional role of educating professional nurses in the face of the urgent need to serve the people of Texas. How best can this role be met - by training diploma and basic degree nurses, as at present, or concentrating on the education of the latter type, as is presently planned by the university authorities?

At present, there are 27 diploma schools of nursing and only 8 schools offering basic degree programs in Texas. In 1956, 27 per cent of all professional student nurses in Texas schools were enrolled in degree programs, as contrasted

*"Facts About Nursing," American Nurses Association, 1957.

**"Facts About Nursing," American Nurses Association, 1954 and 1957.

with the national average of 16 per cent and the recommended goal of the National League for Nursing that for one-third of the national professional nurse supply basic education should be given in baccalaureate degree programs. While Texas has made progress toward attaining this national goal and is ahead of the national average, it will have to increase its level of output of degree nurses even to keep abreast of the growing population needs. We believe the university is fully warranted in leaving to the existing diploma schools of nursing the responsibility in this area and in accepting more fully the role of training the degree type of nurse. An enrollment level of 190 students, including a freshman class of 50 at the Austin campus, would seem to be the minimum immediate responsibility which the Branch should accept. This would represent a 100 per cent increase in the present basic degree enrollment and would be only 16 more than the present combined diploma and basic degree student body. For planning purposes, it would be advisable to anticipate a further increase to 235, with 175 students enrolled at the Galveston campus. The need exists and the availability of college-age youths is rapidly increasing. The challenge to the Medical Branch is to improve its resources and environment so as to attract these young people to Galveston.

During the course of this study it came to our attention that consideration is being given to extending the basic degree program to Houston. This would result in an expansion of the enrollment beyond the level proposed above for the Galveston campus. Such a plan would be in line with our view that strengthening the Galveston-Houston axis is vital to the effective development of this and other programs. However, we should emphasize that so far as this program is concerned the remoteness of both Galveston and Houston from the Austin campus makes it more difficult to coordinate the academic and clinical phases.

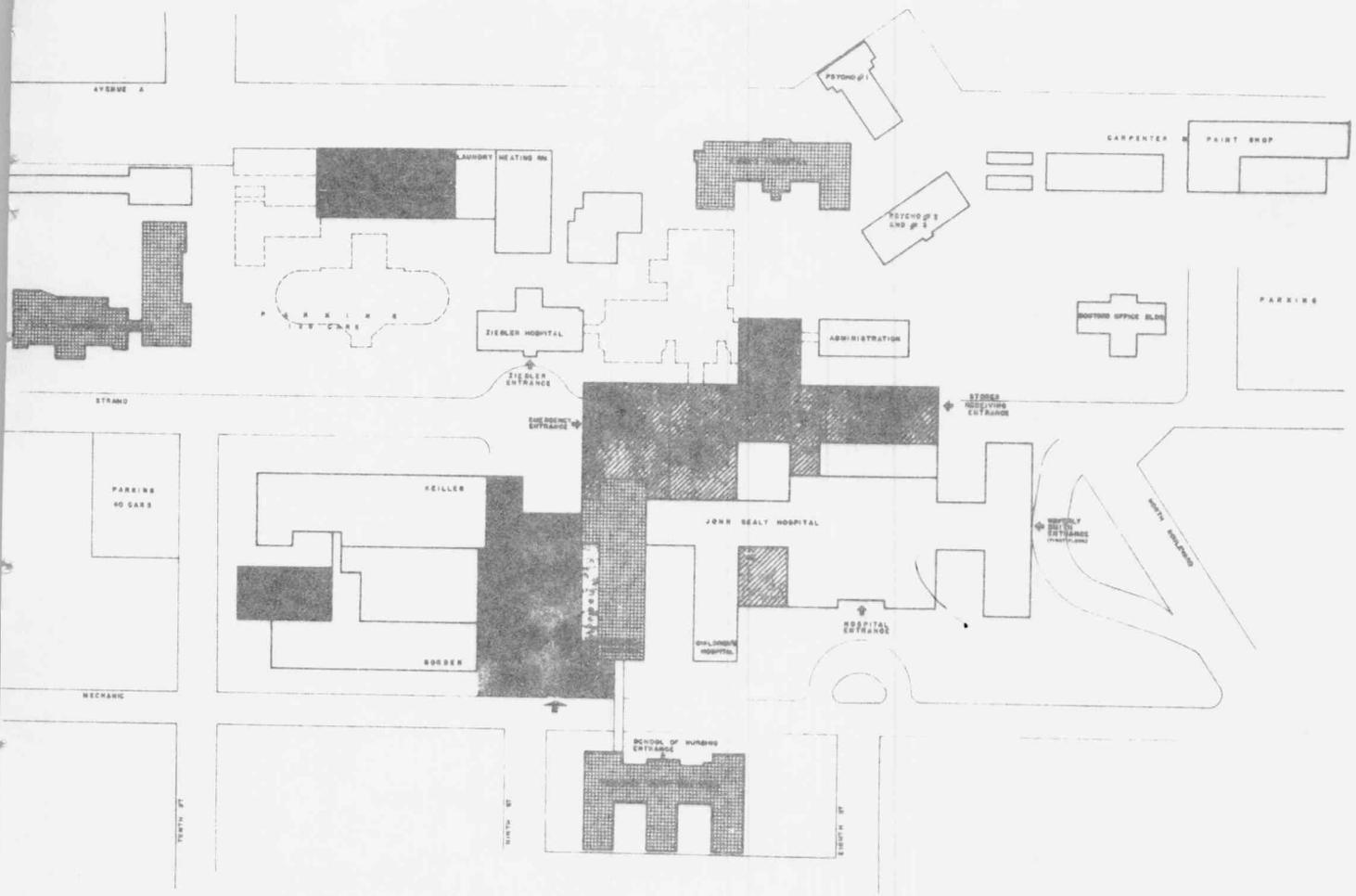
Responsibility for graduate nursing education to provide well qualified key personnel for nursing school faculties and supervisory and administrative nurses for hospitals, public health agencies, and school and industrial health programs falls most directly upon a state university. The University of Texas was well advised in its decision to participate in the programs sponsored by the Southern Regional Education Board, particularly in the light of the debtor status of the state in regard to its professional nurse supply. We believe this specific role in nursing education should be enlarged in view of the fact that the shortage of nurses prepared for key positions is more acute than the general shortage of nurses. For planning purposes, a modest increase in enrollment is recommended from the present level of 29 to about 40. Since this program is funded predominantly from outside sources which may not continue indefinitely, it is assumed that any expansion of this program must necessarily be accomplished gradually over a period of years.

Under present conditions in nursing, the Medical Branch should continue to afford opportunity for diploma graduates to obtain a bachelor's degree as a basis for self-improvement in nursing practice or for preparation for graduate study in teaching or other advanced key nursing functions. The present enrollment level of approximately 30 students would seem to meet this need. The graduate division of a school of nursing can and should play a broad role in improving nursing practice by offering extension courses, institutes, and workshops, and by stimulating and supervising demonstrations and by undertaking research in nursing. The Medical Branch has a real opportunity for service in cooperation with the graduate schools of the university at Austin. It is urged that this area of responsibility be developed by the Branch.

During the course of our study the question of the need for reinstating the practical nurse program was frequently raised in view of the large number of

beds closed in the hospital because of lack of nurses. This 1-year program was discontinued nearly 2 years ago after a 3-year trial, reportedly for the reason that the trainees sought employment elsewhere upon completion of their training. Insofar as the need for practical nurses generally is concerned, the Medical Branch is not warranted in accepting this role. In 1955 there were 67 schools of practical nursing in Texas and more practical nurses have been graduated in the last few years than professional nurses.

The closed beds situation will not be solved alone by training vocational nurses, although it would seem that such a program is warranted in a city the size of Galveston if part of the large pool of practical nurses available in Texas cannot be attracted to Galveston. We believe the situation also requires an improvement of the competitive standing of employment practices and living conditions for professional nurses to attract more of them to Galveston. Supporting these attempts, it would be advisable to inaugurate a 1-year vocational nurse training program under the auspices of the hospital administration with cooperative teaching by the School of Nursing, and designed particularly to attract graduates of the Galveston negro high school who are reported to lack local employment opportunities commensurate with their schooling.



NUMBER	NEW BUILDINGS	No. OF FLOORS
41	MEDICAL SERVICE ENTRANCE & LIBRARY ADDITION	ONE
42	BANK SCIENCE & SERIAL ADDITION	SEVEN
43	OUTPATIENT ADDITION	FIVE
44	DIAGNOSTIC SERVICE BUILDING	FIVE
44A	DIAGNOSTIC SERVICE BUILDING (CORE)	NINE
45	CENTRAL SERVICES BUILDING	TWO
46	JEW ADMINISTRATION ADDITION	ONE
47	LAUNDRY ADDITION	ONE
48	CENTRAL AIR COOLING	ONE
49	RECREATION CENTER	ONE
50	APARTMENT BUILDING	THREE

NOTE: BUILDINGS TO BE REMOVED OR REMODELED ARE SHOWN IN DOTTED OR CROSS-HATCHED PATTERNS.

SKETCH "C"
IMMEDIATE EXPANSION PLAN
 THE UNIVERSITY OF TEXAS MEDICAL BRANCH
 GALVESTON, TEXAS

FRANK J. WHELAN & PAUL J. WHELAN CONSULTANT ARCHITECTS AUSTIN, TEXAS
 JAMES A. WHEELER CONSULTANTS MINNEAPOLIS, MINNESOTA
 MAY, 1958

COMMITTEE OF THE WHOLE

Date: September 19, 1958

Time: 3:00 p.m.

Place: Main Building 101

	<u>Page No.</u>
A. Items Referred by Standing Committees	43
1. Executive Committee	
2. Academic and Developmental Affairs Committee (Chairman, Regent (Mrs.) Devall)	
3. Buildings and Grounds Committee (Chairman, Regent Lockwood)	
4. Land and Investment Committee (Chairman, Vice-Chairman Sorrell)	
5. Medical Affairs Committee (Chairman, Regent Minter)	
6. Board for Lease of University Lands (Regents Johnson and Thompson)	
B. Special Items (Need Attention of Board as Committee of the Whole) - President Wilson	
1. Establishment of Office of Fund Development	43
2. Membership, Development Board	44
3. Report on Preparation of Brochure on Health Professions Schools (Doctor Casberg)	46
4. Report, Joint Meeting with Texas Commission on Higher Education August 18, 1958	46
5. Students' Request re Boat Dock	46
6. Interior Decorator, Texas Union Building	47
C. Special Items (Emergency Matters Since Agenda was Finally Approved - All Matters to be Cleared with the President Prior to the Meeting)	
1. Main University	
2. Texas Western College	
3. Medical Branch	
4. Southwestern Medical School	
5. Dental Branch	
6. M. D. Anderson Hospital and Tumor Institute	
7. Postgraduate School of Medicine	

A. Items referred by Standing Committees. The Chairman of each standing committee will report items which the respective committee thinks should be considered by the Committee of the Whole.

B. Special Items

1. Establishment of Office of Fund Development. --There is no documentation. (In May, 1957, the Regents established a Special Committee to Re-define the Duties of the Office of the Development Board. This Committee is composed of Regents Jeffers, Sorrell, and Thompson.)

Deliberations of the Board

and when approved by Board will be put in regular minutes.

THE UNIVERSITY OF TEXAS
OFFICE OF THE PRESIDENT
AUSTIN 12

IL B. 1.

August 28, 1958

Memorandum

To: Dr. Wilson
From: L. D. Haskew
Subject: Items for Board of Regents Agenda for
September 19-20 Meeting

The following item should perhaps be placed on the agenda of the Academic and Developmental Affairs Committee:

"Provisions of National Defense Act for Education."

By that time we should have some details on provisions of this Act, and may need to request policy decisions from the Board on some aspects of it.

I suggest that the item on "Establishment of an Office of Fund Development" go on the Committee of the Whole agenda. On May 4, 1957, the Regents established a special committee on "Re-examination of the Development Board," composed of Regents Jeffers, Sorrells, and Thompson, and perhaps this committee should meet on the item first. However, I imagine they would prefer the Committee of the Whole route.

FOR ACTION OF
Regents
SEE MINUTES OF
9/20/58

B. Special Items (Continued)

- 2. Membership, Development Board. --The minutes of January, 1958, reflect the membership of the University Development Board as of that date.

Since that time the following members have resigned or their terms have expired and replacements have been made as indicated below:

Appointed by Ex-Students Executive Council:
Mr. J. M. Odom (Term expired August 31, 1958, but has been re-appointed by the Ex-Students Executive Council.)

General J. M. Bennett, Jr. (Term expired August 31, 1958) L. L. Colbert appointed for six-year term expiring August 31, 1964. *P. 440*

Mr. C. R. Smith (Resigned) Replaced by Mr. Charles N. Prothro to finish term expiring August 31, 1962.

Elected by General Faculty, Main University
Doctor Harry H. Ransom (Resigned) Replaced by Doctor W. S. Livingston to finish term expiring August 31, 1960.

Doctor Roger J. Williams (Term expired August 31, 1958). Mr. Page Keeton elected for term expiring August 31, 1964.

Appointed by Board of Regents
Mr. George P. Hill (Term expired August 31, 1958.)

Thus, the membership of the University Development Board stands as follows with one appointee of the Board of Regents that has not been re-appointed or replaced:

OFFICE OF THE PRESIDENT
INTER-OFFICE MEMORANDUM

44A

DATE _____

TO:

Betty Anne Shepard

FROM:

LSH

SUBJECT:

Since Mr. L. L. Colbert has been named to succeed General Bennett on the Development Board, please remind Mr. Jeffers after the Dept. meeting to write General Bennett as authorized.

MEMBERS OF UNIVERSITY DEVELOPMENT BOARD
SEPTEMBER 1, 1958

Name

Term Expires

Appointed by Ex-Students Executive Council:

Mr. J. M. Odom, Chairman	August 31, 1964
Mr. Hines H. Baker	August 31, 1962
Mr. L. L. Colbert	August 31, 1964
Mr. L. H. Cullum	August 31, 1960
Mr. Charles N. Prothro	August 31, 1962

Elected by General Faculty, Main University:

Doctor William S. Livingston	August 31, 1960
Mr. Page Keeton	August 31, 1964

Appointed by Board of Regents:

Mr. J. A. Gooch	August 31, 1962
Mr. A. G. McNeese	August 31, 1960
Mrs. Ben F. Vaughan, Jr.	August 31, 1960
Mr. Dan C. Williams	August 31, 1962
_____	August 31, 1964

Ex Officio Member:

President Logan Wilson

Report on Preparation of Brochure on Health Professions Schools
(To be given by Dr. Casberg to the Committee of the Whole
and to be briefly reported in the regular minutes)

THE UNIVERSITY OF TEXAS
THE BOARD OF REGENTS

Copy

July 7, 1958

LEROY JEFFERS, CHAIRMAN
ESPERON BUILDING
HOUSTON 2, TEXAS

FOR ACTION OF
Regents
SEE MINUTES OF
next meeting
10-25-58

Mr. Howard Wolf, President
The Students' Association
The University of Texas
Texas Union 206
Austin 12, Texas

Dear Mr. Wolf:

I have received your letter of June 26th concerning the boat docks presently leased by the University to Mr. Bennett. I would certainly favor making the docks into a student recreation facility if funds are available. I do not believe that we could properly give the project priority over the Law School annex, however, since the State Law governing the union expansion required a student vote and since a definite commitment was made that a Law School annex would be constructed prior to the time that the student election was conducted. This does not at all mean that the Bennett lease should be renewed.

The matter cannot be acted upon by the Board of Regents prior to our meeting of September 19 and 20.

Very truly yours,

LJ:m

cc: Dr. Harry H. Ransom
Vice President and Provost
The University of Texas
University Station
Austin 12, Texas

B. Special Items (Continued)

- 3. Report of Preparation of Brochure on Health Professions Schools. --Doctor Casberg will give an oral progress report. He indicated that a brief summary of his report could be included in the regular minutes. *See back of preceding page.*
- 4. Report, Joint Meeting with Texas Commission on Higher Education August 18, 1958. --For information of the full Board, a report of the joint meeting with the Texas Commission on Higher Education in Galveston August 18, 1958, will be made.
- 5. Students Request re Boat Dock. --There is no documentation. *See back of preceding page.*

This was not given

This was not made.

B. Special Items (Continued)

6. Interior Decorator, Texas Union Building.--

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

C O P Y

*This was included
also in docket and
was approved.*

Per: Dr. Harry Ransom
Vice-President and Provost
The Main University

Dear Dr. Wilson:

Plans for the construction of expanded facilities for the Texas Union are now moving forward rapidly and it is now estimated that the working drawings will be completed early this fall.

We have arrived, therefore, at a point where we are in great need of the services of an interior decorator who can assist both the associate architects in Houston and these of us in Austin who must assume responsibility for planning the interior furnishings and decorations.

After lengthy consideration of the question with the Comptroller's Office and with the associate architects, the Union Building Committee desires to recommend the employment of the firm of Evans-Walsh Inc. of Houston to perform these tasks. We propose that the services of Evans-Walsh Inc. be compensated on the basis of \$8.00 per hour plus such actual travel expenses between Houston and Austin as are approved by Mr. C. C. Nolen, Director of the Texas Union. We further propose that the total expenditure for the services of Evans-Walsh Inc. be limited to a maximum of \$2,000, including both fee and travel expenses. It is further proposed that payment for these services up to the stated maximum be charged to the operating funds of the Texas Union (Account No. 52800).

Comptroller Sparenberg has authorized me to state that he offers no objection to the above proposals. Your approval of them is earnestly solicited.

Very truly yours,

/s/ William S. Livingston

William S. Livingston, Chairman
Union Building Committee

Approved: H. H. Ransom

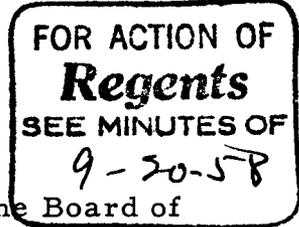
Approved:

/s/ Logan Wilson

H. H. Ransom
Vice-President and Provost
The Main University

DOCUMENTATION

MEETING OF THE BOARD OF REGENTS



- I. Approval of Minutes
- A. June 21, 1958, as corrected. --Each member of the Board of Regents, President Wilson, and other individuals concerned were notified of a transcription error on Page 11 of the June minutes.
- The motion of approval should include that on Page 11, Line 3 of the paragraph entitled "Texas Western College Museum" be corrected to read "amount of \$20,870 was considered adequate."
- B. July 23, 1958. --No changes were called to my attention.
- C. August 17, 1958. --No changes were called to my attention.
- II. Report of Committee of Whole (To be filled in after meeting of Committee of Whole)

FOR ACTION OF
Regents
 SEE MINUTES OF

9-20-58

III. Report of Standing Committees
 A. Executive Committee - Interim Actions

The Executive Committee during the period May 15 through September 10, 1958, approved the following by individual vote by mail ballot:

1. Budgetary Items, Main University. -- One budgetary item for the Main University upon recommendation of Doctor Ransom, concurred in by President Wilson. This item is No. 84, Page M-15 in the Main University portion of the docket dated September 5, 1958.
Budgetary Items, Medical Branch. -- Two budgetary items for The University of Texas Medical Branch upon recommendation of Doctor Truslow, concurred in by President Wilson. These items are Nos. 5 and 10, Pages G-1 and G-2, respectively, in the Medical Branch portion of the docket dated September 5, 1958.
2. Conference authorized with Texas State Board of Health. -- In light of several conferences with members of the staff of the State Health Department in relation to the proposed construction of the new Psychiatric Hospital at Galveston, the Executive Committee upon recommendation of Doctor Casberg, concurred in by President Wilson, approved the following:
 - (a) That an informal meeting be held in the very near future with the relevant staff members of the State Health Department in a clarification of the eligibility of specific units of the proposed construction at the Medical Branch for matching Hill-Burton funds and/or Research Facilities funds. This latter matching fund is allocated directly from Washington and not through the state.
 - (b) That The University of Texas present to the Texas State Board of Health at their next meeting on the afternoon of September 7, a summary of the recommendations of the Hamilton Associates for remodeling and new construction at the Medical Branch. That at this same meeting the commitments of The Sealy and Smith Foundation to the proposed construction program be made known. That the Board be requested to make some commitments, though unofficial, of Hill-Burton funds for this project; with the understanding that such information would be of value in gaining the support of the legislature for this program.
 - (c) That it be clearly understood in all these conferences that the proposed construction program requires legislative approval and that the University cannot make definite commitments without such approval.

These actions are reported for ratification by the full Board.

President Wilson, in the presentation of the docket call attention to the fact that minor changes with reference to dates and transposition of figures have been made in the docket portions of Southwestern Medical School and the Medical Branch and one change in Main Br. -

James W. Cain Fund,

Betty Anne Thedford

III. Report of Standing Committees (Continued)

B. Academic and Developmental Affairs Committee - Page 13

C. Buildings and Grounds Committee - Page 32

D. Land and Investment Committee - Separate Volume

E. Medical Affairs Committee - Page 40

F. Board for Lease of University Lands

IV. Report of Special Committees

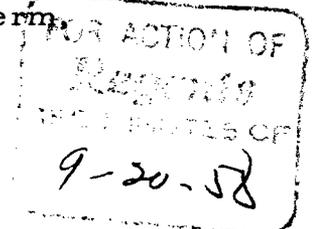
V. Special Items

A. Central Administration

1. Approval of Docket (Including Out-of-State Travel). -- Docket mailed from President's office September 10, 1958. Out-of-state travel docket will be presented at the Board meeting.
2. Interim Report on Travel Survey, The University of Texas System. -- This will be an oral report.

B. Main University

1. Small Class Report, Summer Session, 1958. -- This report required by the Texas Commission on Higher Education is on the following pages: First Term, Page 51; Second Term, Page 56.



MAIN UNIVERSITY, FIRST TERM, SS, 1958

Program, Dept., Course & Section Number	Course Title	Credit Value	Enrollment		Justifi- cation Code
			Under Graduate	Graduate	
<u>Liberal Arts</u>					
Anthropology f662	Field Archaeology	6	2		4
Economics f225	Trade Unionism	2	9		6b
f260	Public Utility Economics (Meets with Economics f360, enrollment 15)	2	4		8b
English f366K	Shakespeare: Selected Tragedies (Meets with English f266K, enrollment 29)	3	1		8b
f371K	Contemporary Poetry: British & American 1920 to Present (Meets with English f271K, enrollment 25)	3	5		8b
Government f349	Government Regulation & Operation of Economic Enterprise	3	9		6b
History f223L	Europe since 1919	2	9		6b
Mathematics f240	Interpolation and Graphical Methods (Meets with Math f349, enrollment 31)	2	1		8b
f296K	Research in Integral Equations	2		4	9a
Philosophy f277	Seminar in Contemporary Philosophy	2	6		6b
Speech f326	Radio and Television Announcing	3	6		6b
<u>Fine Arts</u>					
Art					
f301K)	Life Drawing	3	6		4 & 8b
f301L)	Life Drawing	3	3		4 & 8b
f316L)	Sophomore Life Drawing	3	2		4 & 8b
f346K)	Advanced Life Drawing	3	3		4 & 8b
f346L)	Advanced Life Drawing	3	2		4 & 8b
f366K)	Advanced Life Drawing	3	3		4 & 8b
f313K)	Sculpture	3	3		4 & 8b
f313L)	Sculpture	3	1		4 & 8b
f323K)	Advanced Sculpture	3	2		4 & 8b
f363L)	Advanced Sculpture	3	1		4 & 8b
f311K)	Painting	3	5		4 & 8b
f311L)	Painting	3	2		4 & 8b
f321K)	Advanced Painting	3	8		4 & 8b
f321L)	Advanced Painting	3	1		4 & 8b
f361K)	Advanced Painting	3	2		4 & 8b
f361L)	Advanced Painting	3	1		4 & 8b

51

Note: Bracket ")" has been used to indicate courses which meet together

Drama					
f219	Advanced Theater Practice	2	9	9a	52
Music					
w200J.5	Beginning Piano	1	6	4	
w200K.5	Second Semester Piano	1	5	4	
w605b	Theory of Music	1 $\frac{1}{2}$	7	1,3	
f200.1	Class Instruction in Violin	2	1	4	
f200.2	Class Instruction in Percussion	2	2	4	
f200.4	Class Instruction in Woodwinds	2	5	4	
f200.10	Class Instruction in Brasses	2	2	4	
f200J.5	Beginning Piano	2	6	4	
f360P.1	Pedagogy of Wind Instruments	3	1	3	
Ens. f209a.2	Opera Workshop	1	8	6b	
f411a	Ear Training & Sight Singing	2	8	3	
f221J	Form & Analysis	2	9	1,2,3	
f225L	Eighteenth Century Counterpoint	2	8	1,3	
f262.1	Advanced Conducting - Orchestra	2	8	4	
f262.2	Advanced Conducting - Band	2	2	4	
f612a	Harmony	3	9	9a	
f283P	Practicum in Music Education	2		4	9a

Teacher Education

Departmental Methods

Ed. C. f318K	Curriculum & Instruction in Elementary School Art (Meets with Art f318K, enrollment 13)	3	3	8a	
L.S. f322T.2	Children's Literature (Meets with Ed. C. f322T.2, enrollment 14)	3	6	8a	
Art f344K)	Curriculum & Instruction in Secondary School Art	3	5	4 & 8b	
Art f344L)	Curriculum & Instruction in Elementary School Art	3	1	4 & 8b	
Art f360	Conference-Lab. in Elementary School Handicrafts (Meets with Ed. C. f360L, enrollment 10)	3	4	8a	
Spe. f361)	Curriculum & Instruction Speech Problems in Teaching Speech in Secondary Schools	3	9	8a	
Ed. C. f361T)	Curriculum & Instruction in Secondary-School Speech	3	3	8a	
Ed. C. f362L	Conference-Lab. in Elementary School Music (Meets with Mus. 362P, enrollment 14)	3	1	8a	
Ed. C. f370J	High School Journalism Teaching & Newspaper Supervision (Meets with Jf370, enrollment 10)	3	1	8a	
Ed. C. f272L	Curriculum & Instruction in Secondary School Instrumental Music (Meets with Mus. f272L, enrollment 10)	2	1	8a	
Ed. C. f382L	Seminar in Jr. College Curriculum	3		1	9a
Ed. C. f284	Seminar in Teaching High School English (Meets with Ed. C. f384, enrollment 16)	2		1	9a

Ed. C. f384J	Seminar in Music Education - Elementary Grades	3	1	8a
	(Meets with Mus. f384J, enrollment 19)			
*Ed. C. f290K	Education & Modern World Problems	2	1	8b
	(Meets with Ed. C. 390K, enrollment 16)			

Educational Theory

Educational Psychology

f359)	Use of Audio-visual Aids in Secondary Education	3	8	8b
f359Q)	Use of Audio-visual Aids in Elementary Education	3	5	8b
f377L)	Selection and Utilization of Audio-visual Aids for Elementary Education	3	6	8b
f377P)	Selection and Utilization of Audio-visual Aids for Secondary Education	3	4	8b

Physical And Health Education

f361	The Conduct of Competitive Sports for Girls	3	6	6b
------	--	---	---	----

Engineering

Architecture

w5101)	Instroduction to Architectural Design	2½	8	8b
w560K)	Architectural Design	2½	5	8b
w563)	Architectural Design	2½	2	8b
	(Meet with Arc. w561, enrollment 15)			
w525	Architectural Design	2½	7	8b
	(Meets with Arc. w526, enrollment 14)			
w260L)	Working Drawings	1	6	8b
w261L)	Working Drawings	1	9	8b
w263L)	Working Drawings	1	3	8b
f414La	Drawing III	2	6	8b
	(Meets with Arc. f401a, enrollment 18 and Arc. f230K, enrollment 10)			

Chemical Engineering

w664a.1	Unit Operations Laboratory	1½	1	9a
---------	----------------------------	----	---	----

Mechanical Engineering

w311	Manufacturing Processes	1½	9	3
------	-------------------------	----	---	---

Home Economics

f2C3	Home Planning & Furnishing	2	3	8b
	(Meets with H.E. f303, enrollment 13)			
f366	Guidance in Early Childhood	3	8	9a
f373K	Selection and Care of Clothing for the Family	3	9	9a

*Shown by error on 053 as Ed. C. 292K

Program, Dept., Course & Section Number	Course Title	Credit Value	Enrollment		Justifi- cation Code
			Under Graduate	Graduate	
<u>Library Science</u>					
f461 (Meets with L.S. f361, enrollment 11)	Organization of Library Materials	4	7		8b
<u>Business Administration</u>					
Accounting f367 (Meets with Acct. f267, enrollment 26)	Budgetary Control	3	3		8b
Business Services Sec. f305	Intermediate Shorthand	3	6		9a

JUSTIFICATION CODE USED IN PREPARING SMALL CLASS REPORT

1st Term Summer 1958

1. Required course for graduation in one or more baccalaureate degree programs. The course is not offered each semester or term, and if cancelled, may affect date of graduation of those enrolled.
2. Required course for graduating seniors in one or more degree programs.
3. Required course for majors in this field and should be completed this semester (or term) to keep proper sequence in courses.
4. Course for which students pay a supplementary fee, and the usual requirements of class size are not considered applicable. (Example: Class Instruction in Applied Music or Applied Art.)
5. Limited laboratory facilities make it necessary to establish an additional section of this course.
6.
 - a. Course in a small department which offers the minimum number of courses consistent with the maintenance of a balanced departmental program.
 - b. Courses in a large department necessary to maintain a well-balanced departmental program.
7. Graduate course that is required for completion of an advanced degree.
8.
 - a. Interdepartmental course meeting with same course in another department.
 - b. Intradepartmental course meeting with another course in the same department.
9. Others:
 - a. Adds, drops, and transfers in transit between departments and the Registrar's Office as of the fourth class day.

Main University

Program, Dept., Course and Sec- tion Number	Course Title	Credit Value	Enrollment		Justifi- cation Code
			Under Graduate	Graduate	
<u>Liberal Arts</u>					
Economics					
s222)	Money and Banking	2	9		8b
s322)	Money and Banking	3	5		8b
s395K	Economics of Spanish-speaking Countries of South America	3		4	8b
	(Meets with Eco. s295K, enrollment 12)				
English					
s321K	Theory & Practice of Contemporary Criticism	3	4		8b
	(Meets with E. s221K enrollment 22)				
s229L	The Later Romantic Period	2	9		6b
s279	American Literature & Thought	2	9		9a
Philosophy					
s265	Seminar in Recent Philosophy	2	7		6a
Psychology					
s271	Experimental Study of the Learn- ing Process	2	8		6b
s388K	Modern Systems of Psychology	3		1	8b
	(Meets with Psy. s288K, enrollment 8)				
Sociology					
s361K	Sociology of Communication	3	9		6b
German					
s315L)	Scientific German (Chemistry, (Geology, Mathematics and Physics)	3	4		8b
s324L)	Scientific German (Biology)	3	5		8b
s325L)	Scientific German (Chemistry, Geology, Mathematics and Physics)	3	1		8b
Greek					
s683bi	Studies in Classical Greek Lit.	3		4	7
Latin					
s312	Virgil's "Aeneid"	3	8		6a
<u>Fine Arts</u>					
Art					
s301K)	Life Drawing	3	3		8b
s301L)	Life Drawing	3	1		8b
s316L)	Sophomore Life Drawing	3	2		8b
s366K)	Advanced Life Drawing	3	2		8b
s366L)	Advanced Life Drawing	3	1		8b
s311K)	Painting	3	6		8b
s311L)	Painting	3	5		8b
s321K)	Advanced Painting	3	5		8b
s321L)	Advanced Painting	3	5		8b

Program, Dept., Course and Sec- tion Number	Course Title	Credit Value	Enrollment		Justifi- cation Code
			Under Graduate	Graduate	

Fine Arts (Continued)

Music

w200J.5	Beginning Piano	1	2		2
w200K.5	Second Semester Piano	1	2		2
w605b	Theory of Music	3	6		1 & 3
s200.2	Class Instruction in Percussion	2	2		4
s200.3	Class Instruction in Voice	2	5		4
s200.4	Class Instruction in Woodwinds	2	2		4
s200.10	Class Instruction in Brasses	2	3		4
s200J.5	Beginning Piano	2	5		4
s411b	Ear Training & Sight Singing	2	6		3
s612b	Harmony	3	7		3
s225M	18th Century Counterpoint	2	4		1 & 3
s262.2	Advanced Conducting in Band	2	2		4
s370	Song Literature	3	4		4

Teacher Education

Departmental Methods

L.S. s322T	Children's Literature	3	4		8a
(Meets with Ed. C. s322T, enrollment 19)					
Ed. C. s330T	Literature for Adolescents	3	8		8a
(Meets with L.S. s330T, enrollment 12)					
Ed. C. s254K	C. & I. in Music in Intermediate Grades	2	8		8a
(Meets with Mus. s254K, enrollment 18)					
Ed. C. s360L)	Conference - Lab. in Elementary School Handicrafts	3	2		8a
Art s360)	Conference - Lab. in Elementary School Handicraft	3	4		8a
(The above classes meet with Arts318L, enroll. 12)					
Dramas362K	Play Directing in the High School	3	3		8a
(Meets with Ed. C. s362K, enrollment 11)					
Drama s378	Creative Dramatics in the Elementary School	3	5		8a
(Meets with Ed. C. s378, enrollment 24)					
Ed. C. s384K	Seminar in Music Educ: Secondary Schools	3		2	8a
(Meets with Mus. s384K, enrollment 16)					
Ed. C. s393	Seminar in Home Economics Educ.	3		4	9a
Educational Theory					
Ed. A. s383	Work Conference with School Leaders	3		3	8b
(Meets with Ed. A. s283, enrollment 5)					
Ed. P. s371	Educational Statistics: Beginning Course	3	5		2 & 6b
Ed. P. S377K	Surveying Techniques for Teachers of Exceptional Children	3	3		8b
(Meets with Ed. P.s380K, enrollment 13)					
Ed. H. s362K	Education in Mexico	3	0		8a

Program, Dept., Course and Sec- tion Number	Course Title	Credit Value	Enrollment		3. Justifi- cation Code
			Under Graduate	Graduate	
<u>Engineering</u>					
Architectural Engineering					
s358)	Building Contracts	3	7		8b
s258)	Building Contracts	2	9		8b
Architecture					
w510L	Introduction to Architectural Design	2.5	8		3
w525	Architectural Design (Meets with Arc. w526, enrollment 12)	2.5	7		8b
w560K)	Architectural Design	2.5	5		8b
w563)	Architectural Design (The above classes meet with Arc. w561K, enrollment 14)	2.5	2		8b
w260L)	Working Drawings	1	5		3 & 8b
w263L)	Working Drawings	1	3		3 & 8b
w261L	Working Drawings	1	9		3
s414Lb	Drawing 4 (Meets with Arc. s401b, enrollment 24 and Arc. s230L, enrollment 15)	2	6		8b
Chemical Engineering					
w317	Industrial Chemical Calculations	1.5	9		9a
Mechanical Engineering					
w311	Manufacturing Processes	1.5	8		3
Petroleum Engineering					
s383	Advanced P.V.T.	3		2	9b
<u>Business Administration</u>					
Accounting					
s395	Fiduciary Accounting (Meets with Acc. s295, enrollment 10)	3		1	8b
Business Services					
B. L. s324	Business Law, Second Course (Meets with B.L. s224, enrollment 66)	3	6		8b
B. W. s221	Business Report Writing	2	9		9a
Marketing, Resources, Transportation & International Trade					
Mkt. s463	Sales Management (Meets with Mkt. s363, enrollment 24)	4	1		8b

JUSTIFICATION CODE USED IN PREPARING SMALL CLASS REPORT

2nd Term Summer 1958

1. Required course for graduation in one or more baccalaureate degree programs. The course is not offered each semester or term, and if cancelled, may affect date of graduation of those enrolled.
2. Required course for graduating seniors in one or more degree programs.
3. Required course for majors in this field and should be completed this semester (or term) to keep proper sequence in courses.
4. Course for which students pay a supplementary fee, and the usual requirements of class size are not considered applicable. (Example: Class Instruction in Applied Music or Applied Art.)
5. Limited laboratory facilities make it necessary to establish an additional section of this course.
6.
 - a. Course in a small department which offers the minimum number of courses consistent with the maintenance of a balanced departmental program.
 - b. Courses in a large department necessary to maintain a well-balanced departmental program.
7. Graduate course that is required for completion of an advanced degree.
8.
 - a. Interdepartmental course meeting with same course in another department.
 - b. Intradepartmental course meeting with another course in the same department.
9. Others:
 - a. Adds, drops, and transfers in transit between departments and the Registrar's Office as of the fourth class day.
 - b. Scheduled for organized class in catalog, but taught as conference course summer, 1958.

Rec'd 8-19-58

VT
extra
fa.

The Administrative Council met in the President's Office at 2:45 p.m. on Monday, July 28th with Dr. H. H. Ransom, Vice-President and Provost presiding. W. R. Lloyd for H. M. Burlage, R. A. Sporre for E. W. Doty, J. A. White for W. R. Spriegel. Absent: F. L. Cox, A. Moffit.

The meeting was called to discuss a nine-week Summer Session for the summer of 1959. After general discussion Dean Burdine moved that the University offer a nine-week Summer Session in the summer of 1959 beginning on or about June 15th and ending on or about August 18th, with the provision that the Law School would continue to operate on a twelve-week basis. The College of Engineering would be authorized to operate a short session following the regular nine-week period only for professional courses. The College of Pharmacy would be permitted to do likewise until 1960. At that time the proposed institution of a 5-year program in Pharmacy would make such a session unnecessary. The motion was seconded by Dean Whaley and received the unanimous approval of the Council.

Adjournment was taken at 3:45 p.m.

W. B. Shipp

Secretary



V. Special Items (Continued)

B. Main University (Continued)

2. Length of Summer School. -- There is no documentation. *See back of preceding page.*

C. Texas Western College

1. Presidency
 a. Resignation, Doctor Holcomb
 b. Appointment, Doctor Smiley

The above items are reported in the docket. However, since they are administrative officials, there will be a similar report in the minutes proper.

2. Small Class Report, Summer Session, 1958. -- This report required by the Texas Commission on Higher Education is on the following pages:

First Term	Page 61
Second Term	Page 64



TEXAS WESTERN COLLEGE

Name of Reporting Institution

First Term, SS 1958

June 9, 1958

Semester or Term, Year

Date

REPORT ON SMALL CLASSES
(As Required by H.B. 133, Article V, Section 6)

Report by Program (as on CSR-053), Course Number, Course Title, Enrollment, and Justification. See reverse side of this sheet for instructions.

Report Organized Classes Only

Program, Dept., Course and Sec- tion Number	Course Title	Cred- it Value	Enrollment		Justifi- cation Code
			Under- Graduate	Graduate	
<u>Arts</u>					
Art 2161-1)	Advertising Design	2	4		6
2162-1)	" "	2	2		6
2171-1)	Photography	2	3		6
Art 2181-1)	Clays	2	3		6
2261-1)	"	2	1		6
2282-1)	"	2	1		6
Art 2103-1)	Basic Design	2	4		6
2104-1)	" "	2	2		6
Art 2191-1)	Elementary Art Education	2	8		6
2192-1)	" " "	2	2		6
<u>Other Education</u>					
Education 3418-1)	Current Events in Relation to Classroom Use in Secondary School	3	5		8
Journalism 3418-1)		3	5		8
Phys. Ed. 3409-1	Athletic Injuries, Training and First Aid	3	6		1
<u>Engineering</u>					
Civil Engr 2216-1)	Elementary Plane Surveying	2	8		6
1216-1)	" " "	1	1		6
" " 4314-1	Field Surveying	4	8		6
Drawing 2100-1)	Mechanical Drawing	2	9		3
" 2101-1)	Engineering Drawing	2	5		3
Metallurgy 3305-1	Engineering Metallurgy	3	9		6

(See enclosed sheet for definition of organized class and individual instruction.)

Name of Reporting Institution

First Term, SS 1958

June 9, 1958

Semester or Term, Year

Date

REPORT ON SMALL CLASSES
(As Required by H.B. 133, Article V, Section 6)

Report by Program (as on CSR-053), Course Number, Course Title, Enrollment, and Justification. See reverse side of this sheet for instructions.

Report Organized Classes Only

Program, Dept., Course and Sec- tion Number	Course Title	Cred- it Value	Enrollment		Justifi- cation Code
			Under- Graduate	Graduate	
<u>eral Arts</u>					
English 3335-1	Early 19th Century Prose	3	9		1
" 3511-1	Methods of Research & Bibliography	3		4	7
Government 3321-1	American State & Local	3	6		1
Mathematics 3214-2	Calculus	3	9		2
Psychology 3201-1	Introd. to Psychology	3	7		6
" 3312-1	Abnormal Psychology	3	8		6
Sociology 3102-1	Social Problems	3	8		6
Speech 3121-1	Beginning Drama Workshop	3	8		6
" 3320-1	Advanced Drama Workshop	3	5		6
" 1311-1*	College Players	1	3		6
" 2130-1	Rehearsal & Performance	2	8		6
French 4101-1	Fundamentals of Reading, Writing and Speaking	4	9		6
Spanish 4101-1	Fundamentals of Reading, Writing and Speaking	4	7		3
<u>nce</u>					
Chemistry 2211-1**	Qualitative Analysis	2	4		3
3221-1***	Organic Chemistry	3	4		3
4324	Quantitative Analysis	4	7		3
Physics 4215-1	Mechanics and Heat	4	8		1

* Meets with Speech 1111-1

** Meets with Chemistry 3211-1

*** Meets with Chemistry 4321-1

(See enclosed sheet for definition of organized class and individual instruction.
Please retain the definition of terms for use in classifying instruction on CSR-053.)

Name of Reporting Institution

First Term, 2d 1958
 Semester or Term, Year

June 9, 1958
 Date

REPORT ON SMALL CLASSES
 (As Required by H.B. 133, Article V, Section 6)

Report by Program (as on CSR-053), Course Number, Course Title, Enrollment, and Justification. See reverse side of this sheet for instructions.

Report Organized Classes Only

Program, Dept., Course and Section Number	Course Title	Credit Value	Enrollment		Justification Code
			Under-Graduate	Graduate	
<u>Business Administration</u>					
B.A. 2102-1)	Elementary Typing	2	9		3
2102-1)	Intermediate Typing	2	8		3
" 3211-1	Intermediate Accounting	5	8		3
" 3451-1	Market Research & Analysis	3	8		3

(See enclosed sheet for definition of organized class and individual instruction. Please retain the definition of terms for use in classifying instruction on CSR-053.)

TEXAS WESTERN COLLEGE

Name of Reporting Institution

Second Term, SS 1958
Semester or Term, YearJuly 18, 1958
DateREPORT ON SMALL CLASSES
(As Required by H.B. 133, Article V, Section 6)

Report by Program (as on CSR-053), Course Number, Course Title, Enrollment, and Justification. See reverse side of this sheet for instructions.

Report Organized Classes Only

Program, Dept., Course and Sec- tion Number	Course Title	Cred- it Value	Enrollment		Justifi- cation Code
			Under- Graduate	Graduate	
<u>Liberal Arts</u>					
English 3515-1	Graduate Reading Course	3		4	7
Journalism 3306-1	Teaching High Sch. Journ.	3	5		3
Psychology 3441-1	Motivation and Learning	3	4		6
Speech 3333-1	Direction of Speech and Curriculum Activities	3	7		6
French 4102-1	Fund. Reading, Writing & Speaking	4	7		6
3202-1	Intermed. Read. Modern Period	3	8		6
Spanish 4102-1	Fund. Reading, Writing & Speaking	4	7		3
<u>Sciences</u>					
Chemistry 2211-1)	Qualitative Chemistry	2	5		3
3211-1)	" "	3	5		
3222-1)	Organic Chemistry	3	2		3
4322-1)	" "	4	8		
<u>Fine Arts</u>					
Art 2105-1	Basic Drawing	2	5		6
<u>Teacher Education</u>					
Education 3513-1	Curric. in the Elem. Schl.	3		7	7
3526-1	Public School Finances	3		6	7
3528-1	Organization & Admin. Elem.	3		7	7
<u>Schools</u>					

(See enclosed sheet for definition of organized class and individual instruction.)

TEXAS WESTERN COLLEGE
Name of Reporting Institution

Second Term, SS 1958
Semester or Term, Year

July 18, 1958
Date

REPORT ON SMALL CLASSES
(As Required by H.B. 133, Article V, Section 6)

Report by Program (as on CSR-053), Course Number, Course Title, Enrollment, and Justification. See reverse side of this sheet for instructions.

Report Organized Classes Only

Program, Dept., Course and Section Number	Course Title	Credit Value	Enrollment		Justification Code
			Under-Graduate	Graduate	
<u>Engineering</u>					
Drawing 2102-1	Descriptive Geometry	2	6		3
Metallurgy 3305-1	Engineering Metallurgy	3	8		6
<u>Business Adminis.</u>					
B.A. 3311-1	Cost Accounting	3	5		3

(See enclosed sheet for definition of organized class and individual instruction.)

EXAMPLE

Program, Dept., Course and Sec- tion Number	Course Title	Cred- it Value	Enrollment		Justifi- cation Code
			Under- Graduate	Graduate	
<u>Liberal Arts</u>					
English 234	English Literature	3	8		2
Sociology 561	Population Problems	3		3	7
<u>Science</u>					
Chem. 341	Organic Chemistry	4	7		2
<u>Fine Arts</u>					
Art 231)	Elementary Painting	3	6		3, 4,
Art 331)	Advanced Painting	3	4		& 6
Music 221	Class Instruction in Piano	2	8		4
<u>Teacher Ed.</u>					
Lib. Sci. 333*	Children's Literature	3	4		8

*Same as Education 333 which has an enrollment of 14 students.

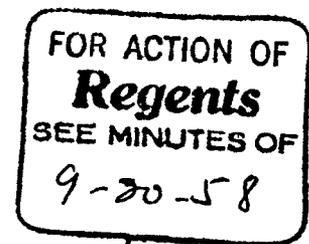
Justification Code: The following justification statements are those most frequently used by academic institutions and appear to cover a majority of classes listed in past small class reports. Some classes may require more than one code. If necessary, use an additional sheet for listing statements of justification.

1. Required course for graduation in one or more baccalaureate degree programs. The course is not offered each semester or term, and if cancelled, may affect date of graduation of those enrolled.
2. Required course for graduating seniors in one or more degree programs.
3. Required course for majors in this field and should be completed this semester (or term) to keep proper sequence in courses.
4. Course for which students pay a supplementary fee, and the usual requirements of class size are not considered applicable. (Example: Class Instruction in Applied Music or Applied Art.)
5. Limited laboratory facilities make it necessary to establish an additional section of this course.
6. Course in a small department which offers the minimum number of courses consistent with the maintenance of a balanced departmental program.
7. Graduate course that is required for completion of an advanced degree.
8. Interdepartmental course meeting with same course in another department.
9. Others (please specify) _____

V. Special Items (Continued)

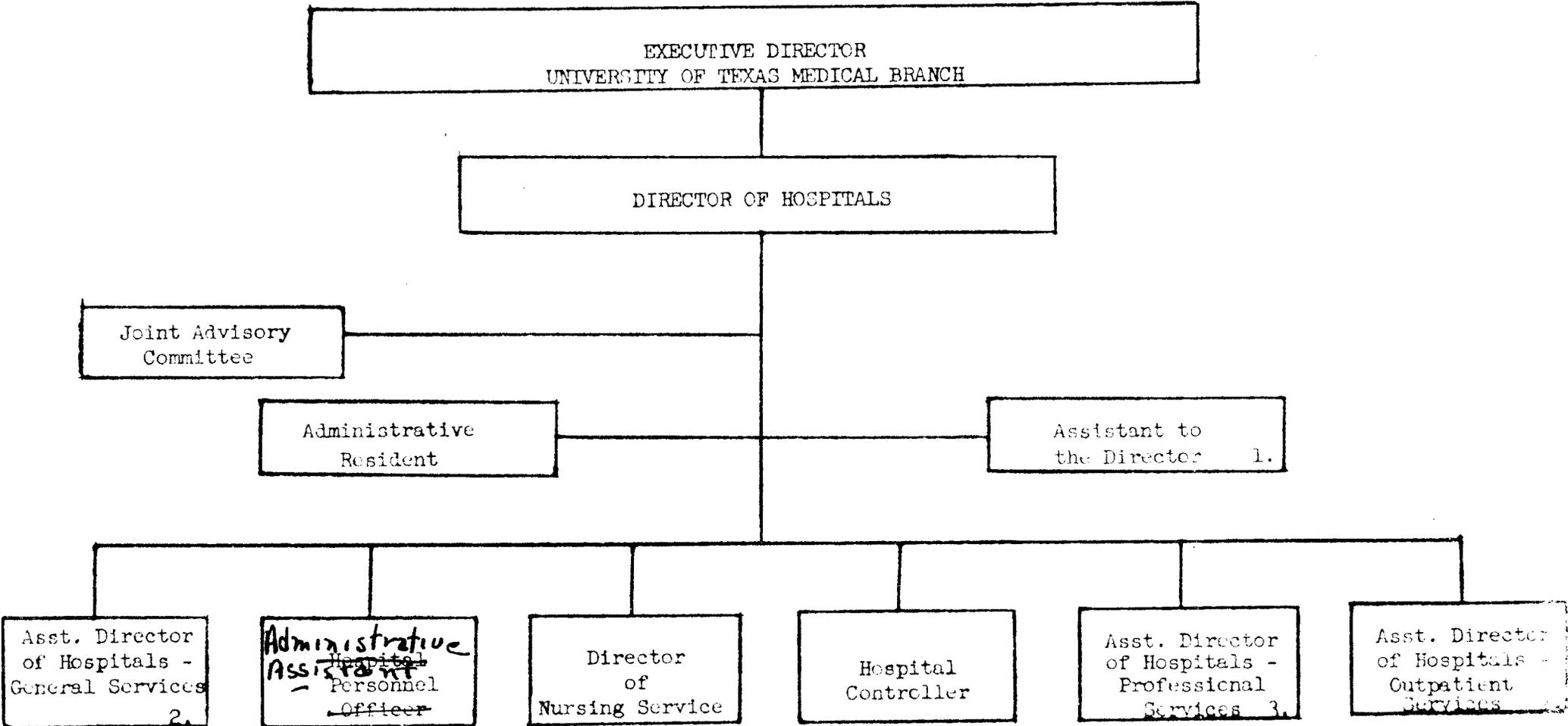
D. Medical Branch

1. Organizational Chart, Medical Branch Hospitals. --
The organizational chart for Medical Branch hospitals was adopted by the Board of Regents at its meeting May, 1958, with changes as might be made by President Wilson. It was reported that the chart would be made a part of the record at a subsequent meeting. The chart as adopted and changed is on the following pages.



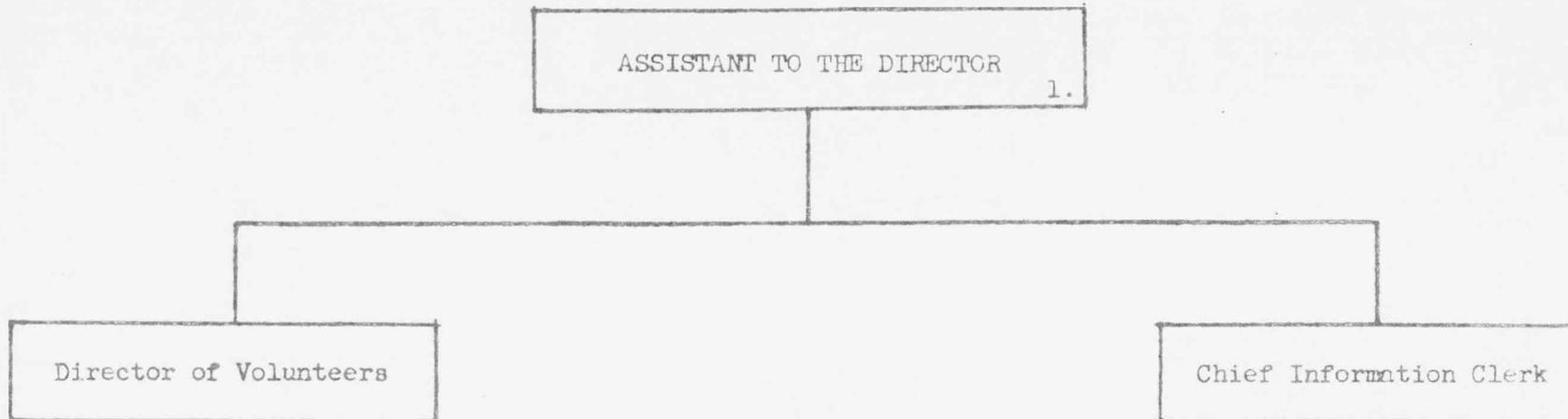
A correction made on
P. 68 as indicated + on
P. 73.

Administrative Assistant-Personnel



PROPOSED CHART OF TOP ORGANIZATION
 THE UNIVERSITY OF TEXAS MEDICAL BRANCH HOSPITALS
 GALVESTON, TEXAS

1, 2, 3, and 4 continued on succeeding pages.

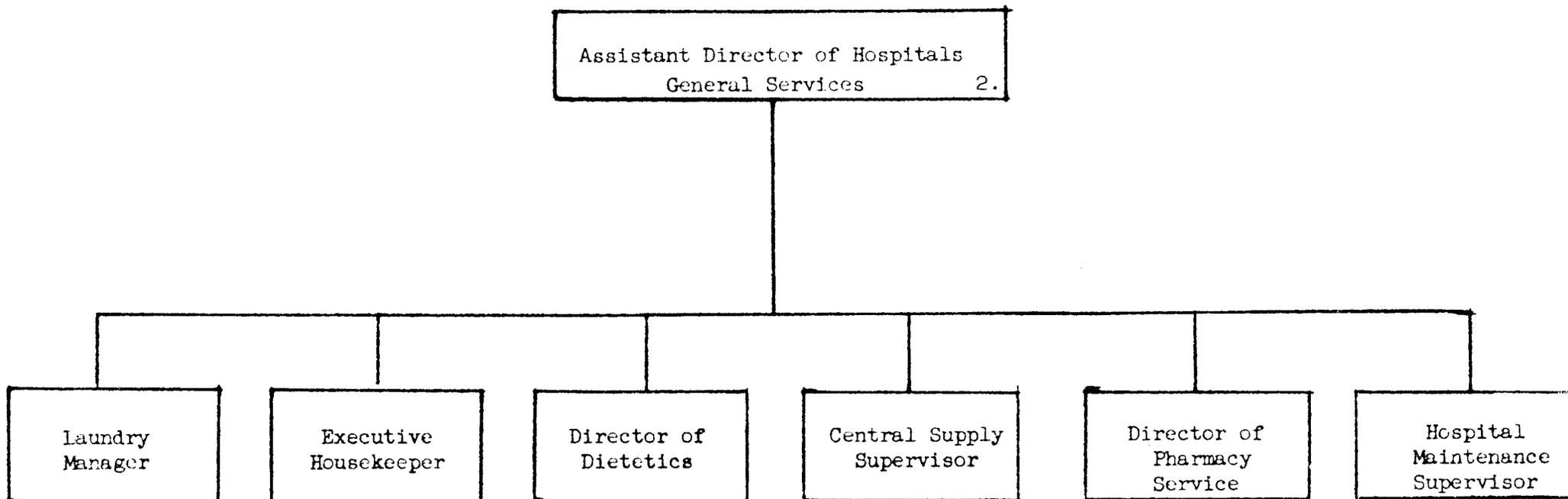


Other Major Areas of Responsibility:

1. Executive and Supervisory Training
2. Internal Public Relations
3. Press Relations
4. Special Studies
5. Administrative Research

PROPOSED CHART OF ORGANIZATION
THE UNIVERSITY OF TEXAS MEDICAL BRANCH HOSPITALS
GALVESTON, TEXAS

1. Continued from Chart of Top Organization

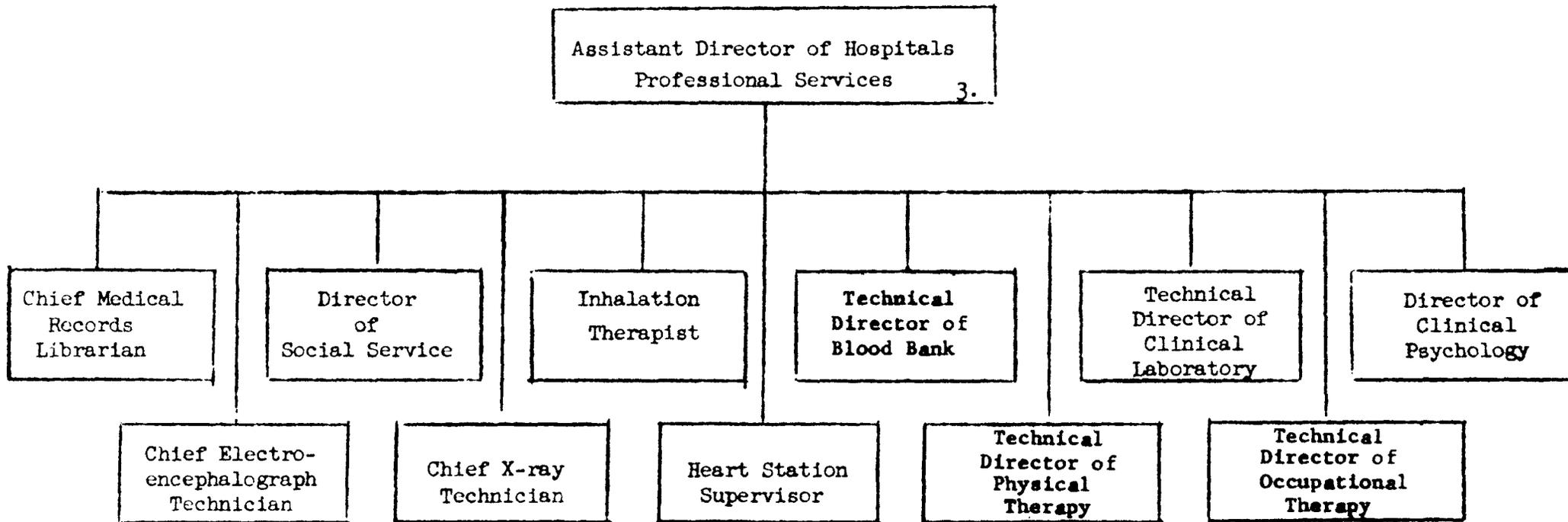


Other Major Areas of Responsibility:

1. Hospital Budget Officer
2. Coordination of Hospital Purchasing
3. Coordination of Ziegler Hospital Program
4. Hospital Space Assignment
5. Renovation Programs Coordination
6. Acts for the Hospital Director in his Absence

PROPOSED CHART OF ORGANIZATION
THE UNIVERSITY OF TEXAS MEDICAL BRANCH HOSPITALS
GALVESTON, TEXAS

2. Continued from Chart of Top Organization

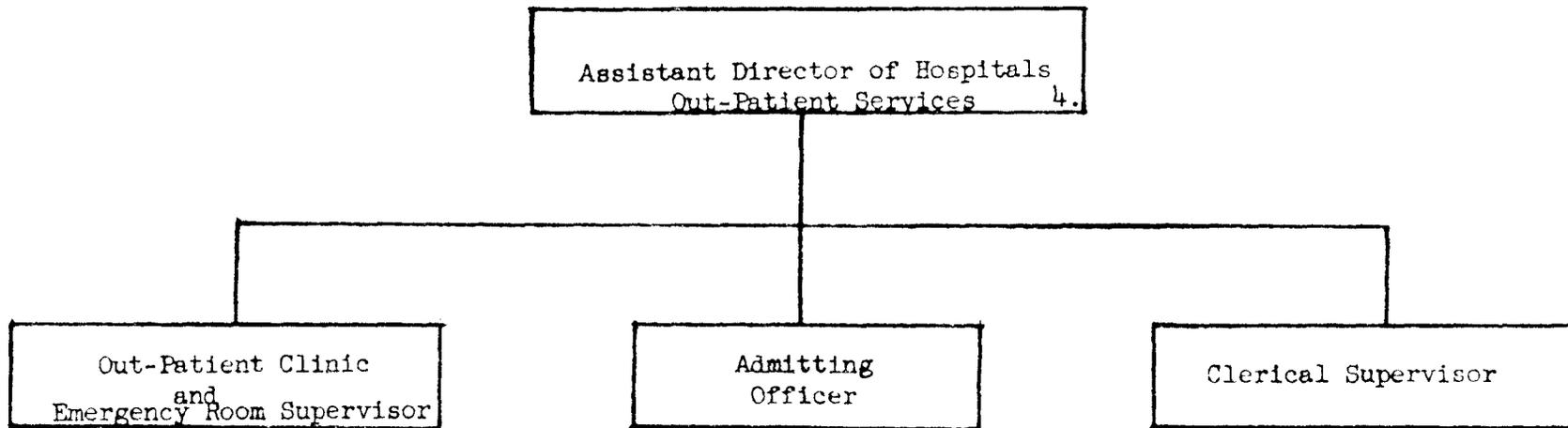


Other Major Area of Responsibility:

Coordination of Psychiatric Hospital Program

PROPOSED CHART OF ORGANIZATION
THE UNIVERSITY OF TEXAS MEDICAL BRANCH HOSPITALS
GALVESTON, TEXAS

3. Continued from Chart of Top Organization



Other Major Areas of Responsibility:

1. Fire prevention
2. Disaster program
3. Civil Defense program coordination
4. Safety program
5. Police department liaison
6. Thefts investigation and loss claims
7. Autopsy permit clearance
8. Public health information in out-patient area

PROPOSED CHART OF ORGANIZATION
THE UNIVERSITY OF TEXAS MEDICAL BRANCH HOSPITALS
GALVESTON, TEXAS

4. Continued from Chart of Top Organization

A. Duties and Responsibilities of Administrative Coordinator of Psychiatric or Ziegler Hospitals (Assistant Director-General Services and Assistant Director-Professional Services)

1. Coordinates the hospital departmental functions with other phases of patient care and services of the Medical Branch.
2. Inspects buildings and facilities for adequacy and sanitary conditions.
3. Reviews and studies operations of this unit and recommends changes in the operations to the responsible hospital administrative officer.
4. **Coordinates planning of physical changes of facilities and drafts recommendations for administrative approval.**
5. Investigates and studies new service developments in the assigned area.
6. Informs and advises the hospital director upon development and problems in the assigned area.

B. Duties and Responsibilities of Hospital Controller:

1. Hospital accounting and statistical systems and procedures.
2. Interpretation of financial statements.
3. Hospital records administration.
4. Preparation of financial statements and statistical reports.
5. Cost analysis.
6. Rates and charges.
7. Hospital Business Office (Income accounting, hospital insurance, credits and collections) now under Bursar's Office, should be transferred to hospital and become a responsibility of the Hospital Controller.

Note: This assumes that Central Administration accounting will continue to provide accounting, statistical and auditing service as at present.

C. Duties and Responsibilities of the Hospital Personnel Officer:

1. Wage and salary administration within the framework of the University and Medical Branch.
2. Merit review.
3. Payroll supervision - checking time records and sick leave and vacations time allowances.
4. Counseling and terminal interviewing.
5. Orientation to hospital environment - its aims, its departments, its physical layout, lines of communication, hospital rules of conduct, locker facilities, entrances to use, etc.

V. Special Items (Continued)

D. Medical Branch (Continued)

2. Ratification for Renewal of Lease for Barber Shop and Beauty Parlor in John Sealy Hospital. -- The lease of Mr. Lazaro Garza, Jr. of Rooms 118, 119, 119a, and 121 in the new John Sealy Hospital for the operation of a barber shop and beauty parlor at a monthly rental of \$235.00 expired August 31, 1958. This lease has been renewed for the five-year period beginning September 1, 1958, at a monthly rental rate of \$310.00 per month. The Agreement has been executed by the Chairman of the Board. It is recommended that this Agreement and the signature of the Chairman be ratified.

THE UNIVERSITY OF TEXAS
AUSTIN 12

75 75



SCHOOL OF LAW

Deliberations of the Board +
also P.M. - 40 J
August 27, 1958 *Maue*
Wm. Docket.

Approved by Board of Regents at
meeting on September 19, 1958.

H. H. Ransom
H. H. Ransom

Mr. G. C. Starnes
Auditor
Main Building 112

9/22/58
(vx copies for Dean Keeton, Mr. Starnes)

Dear Mr. Starnes:

Pursuant to the practice which has been followed in the past, I recommend that the amount of the salary supplementation for members of the Law Faculty be made available to them in two equal payments, on October 1, 1958, and February 1, 1959, respectively. This procedure accords with the preference of the members of the faculty and eliminates the necessity of an additional check each month. If this is not possible, or if you need approval again for this practice, please advise.

Except for my supplementation, all checks for salary supplementation are to be drawn on the Toreador Salary Supplementation Account, which is No. 54960. As noted in the budget, the supplement to my salary is to come from the Mauritz-Patman Fund, which I believe contains only the amount of \$2,000.

The members of the faculty, who according to the budget are to receive supplementation for the 1958-59 school year, and the amount thereof, are as follows:

Page Keeton	\$2,000
R. W. Stayton	2,580
G. W. Stumberg	1,000
Charles T. McCormick	583
E. W. Bailey	1,000
Gus M. Hodges	1,500
W. O. Huie	1,500
M. K. Woodward	1,500
Jerra S. Williams	1,500
Millard Ruud	1,500
Hubert W. Smith	1,600.

Sincerely,

Page Keeton
Page Keeton
Dean

PK/ma

THE UNIVERSITY OF TEXAS
AUSTIN 12



September 8 1958

L.W.
to important
and perplexed
matter of policy.
may we discuss!
h.
Deliberations of the Board

Handwritten
54
H.C.S.

TO Regents
-LW

TO: Dr. H. H. Ransom
Vice President and Provost

SUBJECT: RECOMMENDATION OF DEAN PAGE KEETON WITH REGARD TO THE SALARY
SUPPLEMENTATION APPROPRIATION FOR MEMBERS OF THE LAW FACULTY

It is the recommendation of this office that the letter from Dean Keeton with regard to the salary supplementation appropriations for members of the Law faculty be denied. My reasons for this are as follows:

1. All salary items in the Regent's budget are intended to be on a monthly basis. This practice has been followed of course for several years. ✓
2. Other trust fund salary payments are handled on a month to month basis for all other University of Texas employees. If Dean Keeton's request is approved, then to be consistent, we should make all trust fund salary payments to all other employees on the same basis as that approved for the School of Law faculty. ✓
3. The policy recommended by Dean Keeton provides for payments in advance of services performed. If the services are not performed due to resignations, death or any other reason, it would be necessary that a refund be obtained either from the employee or his estate. ✓

If you wish to approve Dean Keeton's request of August 27, 1958, then it is my recommendation that the matter be referred to the Board of Regents for their consideration and approval in your next regular docket.

Yours very truly,

G. C. Starnes
G. C. Starnes
Auditor

Law School's Pro.
Approved by
Regents
9/19/58
AKH

GCS: [unclear]

The documentation attached has been submitted to this office since the Material Supporting the Agenda was mailed:

- ✓ I. Executive Committee
Budgetary Item, Southwestern Medical School
(Approved 8/6/58)
- ✓ II. Buildings and Grounds Committee
 - A. Central Administration
Ratification of Signing of Contract with
New Consulting Architect
 - B. Main University
 - 1. Ratification and Approval of Requisition for
Certain Materials and Equipment in Connec-
tion with Expansion of Power Plant Project
 - 2. Permission to Remove Four Pecan Trees on
the South End of Freshman Field
 - 3. Approval of Preliminary Plans for Addition
to Chemistry Building
 - C. M. D. Anderson Hospital and Tumor Institute
Proposed Parking Lot on South Side of
M. D. Anderson Hospital
 - D. Southwestern Medical School
Removal of Temporary Buildings from
Old Campus
- ✓ III. Medical Affairs Committee
 - ✓ A. Revision of Terms and Conditions, James W.
McLaughlin Fellowship Fund*
 - ✓ B. Changed Assignment, M. D. Anderson Hospital
and Tumor Institute*
- IV. Committee of the Whole
 - ✓ Scheduled Meetings of the Board
 - ✓ 1. Joint Meeting with Committee of 75 to Receive
Report of Committee of 75*
 - ✓ 2. Dedication, Clinical Science Building,
Southwestern Medical School*
- V. Special Items
Travel Docket, Main University (Includes two items
other than travel)

*Approved for consideration since Agenda was mailed
September 10, 1958.

THE UNIVERSITY OF TEXAS
OFFICE OF THE PRESIDENT
AUSTIN 12

August 6, 1958

FOR ACTION OF
Regents
SEE MINUTES OF
9-20-58

MEMORANDUM TO EXECUTIVE COMMITTEE OF THE BOARD OF REGENTS

To: Mr. Johnson, Chairman
Mr. Lockwood
Dr. Minter
Mr. Sorrell

Dr. Gill has recommended the following change in the Southwestern Medical School budget which involves a salary rate increase in excess of \$1,000 per year and, therefore, requires Regental approval.

<u>Item</u>	<u>Budget Amount</u>	<u>Salary Rate</u>
PEDIATRICS		
Professor & Chairman - Edward L. Pratt		
From	\$16,900	\$16,900
To	18,500	18,500
Increase	<u>\$ 1,600</u>	<u>\$ 1,600</u>

Effective Date: September 1, 1958

Source of Funds: American Medical Education
Foundation Fund.

Dr. Gill states that "It has become necessary to re-evaluate our top salary scales for several of our key personnel. Doctor Pratt is one of the outstanding academic pediatricians and is President of the Society for Pediatric Research. I should emphasize that we have had a long-range objective of increased salary rates for certain of our key people to conform more nearly to levels of competitive salaries in other comparative schools. The rate of attainment of better levels may have to be increased, however, and I am certain that this is vital in the case of Pediatrics."

I recommend your approval of this change.

LW
Logan Wilson

LW:pt

Copies: Mr. Jeffers
Mr. Graydon
→ Miss Thedford

Approved: _____

Disapproved: _____

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 12

FOR ACTION OF
Regents
SEE MINUTES OF
9-20-58

SUPPLEMENT TO
RECOMMENDATIONS TO REGENTS'
BUILDINGS AND GROUNDS COMMITTEE

September 19, 1958

Delete Recommendations 1 and 2 of Item No. 15, Page 8, and substitute therefor the following:

1. That the Board of Regents of The University of Texas accept the offer of the Texas Medical Center, Inc. to finance the construction of this parking lot so that construction can begin immediately.

2. That The University of Texas M. D. Anderson Hospital and Tumor Institute pay an annual rental, for the use of this lot, to the Texas Medical Center, Inc., which over a period of five years will equal the construction cost of the parking lot, with the understanding that after this five year period this parking lot will be available for the use of M. D. Anderson Hospital and Tumor Institute without charge.

THE UNIVERSITY OF TEXAS
OFFICE OF THE COMPTROLLER
AUSTIN 12

SUPPLEMENT TO
RECOMMENDATIONS TO REGENTS'
BUILDINGS AND GROUNDS COMMITTEE

September 19, 1958

11. CENTRAL ADMINISTRATION - RATIFICATION OF SIGNING OF CONTRACT WITH NEW CONSULTING ARCHITECT.--In accordance with authorization given at the Regents' Meeting held May 30, 1958, Comptroller Sparenberg has negotiated with Jessen, Jessen, Millhouse, and Greeven, of Austin, Texas, a contract with that firm to serve as Consulting Architect for The University of Texas System for the period from September 1, 1958 through August 31, 1960. After several conferences with that firm and one with the Chairman of the Board, a contract has been signed which varies in minor details only from that signed with Page, Southerland, and Page in 1956. It is recommended that the Board ratify the signing of this contract as reported above.

It is further recommended that in order to carry out the terms of the contract an appropriation of \$10,000.00 be made for 1958-59 from the Unappropriated Balance of the Available University Fund to cover the maximum costs of the preparation and continuing study of Campus Development Plans as set out in the contract.

12. MAIN UNIVERSITY - RATIFICATION AND APPROVAL OF REQUISITION FOR CERTAIN MATERIALS AND EQUIPMENT IN CONNECTION WITH EXPANSION OF POWER PLANT PROJECT.--In connection with the Expansion of the Power Plant at the Main University, purchases of certain materials and equipment have been made through purchase orders rather than through contracts, all within the appropriation made by the Board for the particular project. It has been the practice of the Comptroller's Office to ask for ratification and approval of these requisitions by the Board where the amount of the purchase was \$5,000.00 or more. It is, therefore, recommended that the Board ratify the action of Comptroller Sparenberg in signing a requisition on the basis of which a purchase order was issued to Manning, Maxwell, and Moore, Inc., Houston, Texas, in the amount of \$23,477.80 payable out of Account No. 91120 - Expansion of Power Plant. This purchase order was for one power crane and two hand-operated cranes, and before issuance of the purchase order bids were obtained through the Purchasing Office of the Main University.

13. MAIN UNIVERSITY - PERMISSION TO REMOVE FOUR PECAN TREES ON THE SOUTH END OF FRESHMAN FIELD.--The Athletic Council, through Chairman O. B. Williams and Athletic Director Ed Olle, has requested permission to remove four pecan trees from the south end of Freshman Field, in order to provide more space for both Varsity and Freshman football practice and band drill. This recommendation has been approved by Dean McCown, Business Manager Landrum, Vice President Ransom, and President Wilson. It is recommended that the requested permission be granted by the Board of Regents.

14. MAIN UNIVERSITY - APPROVAL OF PRELIMINARY PLANS FOR ADDITION TO CHEMISTRY BUILDING.--At the Regents' Meeting held June 29, 1957, an appropriation in the amount of \$1,000,000.00 was made for an Addition to the Chemistry Building at the Main University, and subsequently the Consulting Architect, Page, Southerland, and Page, was instructed to proceed with the preparation of preliminary plans. These preliminary plans have now been completed and have been approved by the Chairman of the Department of Chemistry, the Main University Faculty Building Committee, Comptroller Sparenberg, Vice President Ransom, and President Wilson. It is recommended that they be approved by the Board and that an Associate Architect be appointed and authorized to proceed with the preparation of working drawings and specifications to be presented to the Board for approval at a later meeting.

15. M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - PROPOSED PARKING LOT ON SOUTH SIDE OF M. D. ANDERSON HOSPITAL.--With the approval of President Wilson, Dr. R. Lee Clark, Jr. and Mr. Joe E. Boyd, Jr. have conducted negotiations with the Texas Medical Center, Inc., in regard to the financing and construction of a parking lot on the south side of the M. D. Anderson Hospital building, which will provide 233 additional parking spaces which are badly needed, at an estimated cost of somewhere between \$20,000.00 and \$25,000.00. Dr. Clark has submitted, and Vice President Dolley, President Wilson, and Comptroller Sparenberg have approved the following recommendations:

1. That the Board of Regents of The University of Texas accept the offer of the ~~Texas~~ Medical Center, Inc. to finance the construction of this parking lot so ~~that~~ construction can begin immediately, with the understanding that the ~~Texas~~ Medical Center, Inc. will be reimbursed by The University of Texas M. D. Anderson Hospital and Tumor Institute over a period of not more than five years for the cost of construction.

2. That ~~these~~ reimbursement payments to the Texas Medical Center, Inc. be handled as ~~additions~~ to the annual "pro rata share of the operating expenses of the ~~Texas~~ Medical Center."

3. That the construction contract be between the Texas Medical Center, Inc. and the contractor selected, with payments to be made to the contractor by the Texas Medical Center, Inc., after the usual approvals required by The University of Texas on the contractor's estimates.

4. That plans and specifications for this parking lot be prepared by the Physical Plant staff of the M. D. Anderson Hospital and Tumor Institute and that these plans and specifications, the call for bids, and the recommended contract award all be approved by Mr. Boyd, Dr. Clark, and Comptroller Sparenberg in accordance with the usual Board of Regents requirements, before final submission to the Texas Medical Center, Inc. for the contract award.

16. SOUTHWESTERN MEDICAL SCHOOL - REMOVAL OF TEMPORARY BUILDINGS FROM OLD CAMPUS.-- A request has been received from Dean Gill of Southwestern Medical School for permission to remove five temporary frame buildings on the old site of Southwestern Medical School as more fully set out on a drawing which has been prepared at the School. There is no certainty that the bids to be received on the removal of these old buildings will involve any gain to the University; on the contrary, information received from certain potential bidders indicates that there is a strong possibility that the bids received will involve an expenditure by the University of from \$2,000.00 to \$3,500.00 rather than any cash payment to the University.

It is recommended that the Board authorize the preparation of whatever plans and specifications are necessary for this work by the Physical Plant staff of Southwestern Medical School, the advertising for bids for the removal of these buildings by either Dean Gill or Business Manager Gell, and the awarding of a contract or contracts for this work with the concurrence of Dean Gill and Comptroller Sparenberg. It is contemplated that whatever appropriation is necessary for the costs involved will be covered later by a recommendation from Dean Gill to President Wilson after the bids have been received and the contract or contracts have been awarded.

OFFICE OF THE BOARD OF REGENTS

MEMORANDUM

DATE.....September 11, 1958.....

TO: Henrietta Jacobsen
FROM: AT
SUBJECT: James W. McLaughlin Fellowship Fund

FOR ACTION OF
Regents
SEE MINUTES OF
9-20-58

As far as I can ascertain with the physical condition in my office as it is now, this represents a change in the James W. McLaughlin Fellowship Fund that was approved in May of 1954. If this is the case, it should be on the agenda of the Board either as a special item or on the agenda of the Medical Affairs Committee as President Wilson may indicate.

Since the Medical Branch did submit this in sufficient time to be included on the agenda, I feel sure Doctor Wilson will want it included. If he wishes it distributed to the Regents prior to the meeting and wants me to send it out, I shall be delighted to do so. Otherwise, it can be included with supplemental documentation.

THE UNIVERSITY OF TEXAS — MEDICAL BRANCH
GALVESTON

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

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

August 22, 1958

OK W

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

Dear Dr. Wilson:

Enclosed are twenty (20) copies of the recommended Terms and Conditions for the James W. McLaughlin Fellowship Fund. These were prepared by an ad hoc committee appointed by Dr. Truslow under the chairmanship of Dr. W. F. Vervey, Chairman of the Department of Microbiology. All changes to the original draft of these new terms and conditions suggested by Mr. Sparenberg in his memorandum to you, dated July 28, 1958, have been included in the revised copies.

Your approval of these recommended terms and conditions is respectfully requested.

Sincerely yours,

E. D. Walker
E. D. Walker
Business Manager

ED br
enclosures

cc: Dr. W. F. Vervey
Dr. John B. Truslow

*approval recommended
with corrections shown
on pgs - 18, 20, + 22 -
E. H. Sparenberg
Walker*

TERMS AND CONDITIONS

relating to

THE JAMES W. McLAUGHLIN FELLOWSHIP FUND
for the Investigation of Infection and Immunity

Revised July, 1958

C O N T E N T S

<u>Article</u>	<u>Page</u>
1 - 6. The Establishment of The James W. McLaughlin Fellowship Fund-----	1 - 2
7. Eligibility -----	2
8. Purposes -----	2
9. Investment of Fund -----	2
10. Patents -----	3
11. The McLaughlin Committee -----	4
12. Supplementary Funds -----	5
13. Permanent Equipment -----	5
14. Selection of Fellows -----	6
15. Stipends -----	6
16. Description of Fellowships -----	7
A. Distinguished Fellowships -----	7
B. Faculty Fellowships -----	9
C. Postdoctoral Fellowships -----	10
D. Predoctoral Fellowships -----	11
E. Medical Student Fellowships -----	12
17. Classification of Applicants for McLaughlin Fellowships -----	15
18. Method of Application for McLaughlin Fellowships -----	15
19. Requests for Additional Supplementary Funds -----	17
20. Method of Application for Renewal of McLaughlin Fellowships -----	17
21. Reports by McLaughlin Fellows -----	18
22. Reports by the McLaughlin Committee -----	19
23. Consultation and Contingency Fund -----	20
24. Faculty Fund for Preliminary Research ---	20
25. McLaughlin Fund Administration -----	21
26. Committee-Fellow Relations -----	21
27. Distribution of McLaughlin Funds over Various Types of Fellowships-----	22
28. Approval and Alteration of Terms and Conditions -----	22

1. Name of Fund: The James W. McLaughlin Fellowship Fund
2. Established by: Will of A. C. McLaughlin, deceased, the pertinent provisions of which read as follows:

"I bequeath all other property of which I die possessed to the School of Medicine University of Texas to establish and maintain fellowships to be known as The James W. McLaughlin Fellowships for the Investigation of Infection and Immunity".

(In all matters concerning The James W. McLaughlin Fellowship Fund, "The School of Medicine, University of Texas" refers to The University of Texas Medical Branch in Galveston.)

Mr. A. C. McLaughlin, a resident of the State of California at the time of his death, was a graduate of the University of Texas, receiving a Bachelor of Science Degree with a major in Geology, Class of 1896. He was an early pioneer geologist, moving to California in 1906, where he became a leader in the petroleum industry. Among his achievements was his contribution to the development of the Rangely Field in the State of Colorado.

3. In honor of: The fellowships are named in honor of his father, Dr. James W. McLaughlin, who was for many years a professor in The University of Texas School of Medicine in Galveston, Texas, and who served also as a Regent of The University of Texas from 1907 to 1909.
4. Date of Will: December 7, 1951.
5. Date of Death: January 6, 1952.

6. First Fellowships Awarded: The school year 1954-55.
7. Eligibility: Fellowships shall be awarded to graduate students and/or other qualified persons, including members of the faculty of The University of Texas Medical Branch at Galveston, to aid and assist their studies and research.
8. Purposes
 - A. The Fellowships shall be known as "The James W. McLaughlin Fellowships for the Investigation of Infection and Immunity" and the Fellows under this Fund shall be known as "James W. McLaughlin Fellows".
 - B. The available income from the Fund shall be used for investigations in the field of infection and immunity.
 - C. The Fellowships shall be for research and shall not require any other services to the University such as routine teaching or clinical duties. The responsibilities of the Fellows shall be fulfilled through one or more departments of The University of Texas Medical Branch.
9. Investment of Fund: The principal of the Fund shall be held in perpetuity and while a separate account shall be maintained the Fund may be grouped with others for the purpose of investment. The Board of Regents shall have full power to retain investments received, to invest and re-invest the Fund or any part thereof in such securities or property of the kind or character it may deem to be most suitable for such investment, including (but not by way of limitation) bonds, preferred and

common stocks, mortgages, and real or personal property. Only the income of the Fund, after reasonable allowance for depletion of the mineral interests as approved by the Board of Regents, shall be used for Fellowship awards. The estimated amount of unexpended income to be available each year on September 1 shall be reported to the McLaughlin Committee by the Endowment Officer during the preceding month of April so that time will be allowed for the selection of the Fellows. Funds available to the McLaughlin Committee, but not required for immediate use, may be invested temporarily and for this purpose may be grouped with other funds. Income from such temporary investments shall be available to the Committee. By the 1st of October and the 1st of March of each year, the McLaughlin Committee shall give to the Business Manager of the Medical Branch an estimate of its anticipated expenditures for the next six months. Any money that is not encumbered or spent during the fiscal year shall not be returned to the McLaughlin Endowment Fund, but shall be carried over to become available to the McLaughlin Committee in subsequent fiscal years, unless the committee recommends, and the Board of Regents approves, some other procedure.

10. Patents. It shall be the policy of the James W. McLaughlin Fellowship Fund that any patents or negotiable rights derived from research supported by the Fund shall be assigned to the Board of Regents, The University of Texas, for the use and benefit of the Endowment Fund. Any royalties or other compensations from these patents or rights shall be divided between the Endowment Fund and the Fellow on the basis of three-fourths to the

Endowment Fund and one-fourth to the Fellow. Co-inventorship may be a reason for further division of the share of the Fellow but will not alter the share accruing to the Endowment Fund.

11. The McLaughlin Committee. This committee shall be established to review applications, recommend fellowship awards, recommend other proper uses of the McLaughlin Fund income and to do whatever else is necessary to ensure proper use of the Fund income for the advancement of science in the field of infection and immunity. All actions of the committee involving the awarding of fellowships or the appropriation of money from the unallocated income shall be submitted to the Executive Director of the Medical Branch, to be forwarded to the President of the University for presentation to the Board of Regents. For purposes of information, the Executive Director and the Chairman of the Research Committee of the Medical Branch shall receive copies of all minutes of regular and special McLaughlin Committee meetings. The McLaughlin Committee shall be composed of seven members from the faculty of the Medical Branch with rank of Associate Professor or higher and shall be appointed by the Executive Director of the Medical Branch who will designate a member of the committee to serve as chairman. Appointments will

be made for a period of two years, four members to be appointed in the even years and three to be appointed in odd years.

Vacancies shall be filled by appointment for the unexpired terms. The term of the committee member as chairman shall be at the pleasure of the Executive Director of the Medical Branch. No McLaughlin Committee member shall serve more than two terms consecutively.

12. Supplementary Funds. Fellowship funds shall not be used as a supplement to or substitute for staff salaries. The financial support for each approved fellowship project shall be recommended by the McLaughlin Committee. The total expenditure for other than fellowship stipends normally shall not exceed one-third of the annual available income of the Fund as a whole; however, with the approval of two-thirds of the committee, non-renewable grants may be recommended for special projects provided that the committee specifically finds that the granting of the money is desirable for the future welfare of the McLaughlin Fund program and that the expenditure does not assume the responsibilities of the University for the provision of services or instructional facilities.

13. Permanent Equipment. All items of permanent equipment purchased by McLaughlin Fund money for the support of any specific Fellow shall remain under the control of the McLaughlin program during the tenure of the Fellow. At the conclusion of this period the equipment shall be under the control of the

Medical Branch department in which the Fellow's sponsor has his appointment.. In cases where there has been joint sponsorship, the McLaughlin Committee will designate the control of any equipment. All items purchased in relation to special projects shall be under the control of various departments of the Medical Branch as designated by the McLaughlin Committee. However, the McLaughlin Committee may retain control of any items purchased with McLaughlin Fund money that it may decide are essential for its own operations. Any property under the control of the McLaughlin Committee at the time of the adoption of these Terms and Conditions shall be retained by the Committee or transferred to the various departments of the Medical Branch at the discretion of the Committee.

14. Selection of Fellows.

A. Application for a fellowship shall be completed at least three months prior to the anticipated appointment.

B. Applications for these fellowships may be invited through announcements in leading medical and scientific journals or by other means.

15. Stipend. The term "stipend" as used in these Terms and Conditions refers to a sum of money paid to a Fellow for the defrayment of his personal expenses and does not refer to money used for payment of any expenses incurred as a result of the study and investigation that the Fellow is pursuing. These stipends are granted subject to the income tax regulations that are applicable.

16. Description of Fellowships. The major responsibility of the McLaughlin Fellowship Fund is to contribute to the sum total of scientific knowledge and to the scientific manpower pool in the field of infection and immunity through the training and encouragement of scientists. Other responsibilities are to promote the academic stature of the Medical Branch through its activities in supporting worthwhile Fellows who will be credits to the University and to assist in the creation of a favorable atmosphere at the Medical Branch for scientific endeavor. In accord with these stated objectives, the types of fellowships that may be granted are listed below:

A. DISTINGUISHED FELLOWSHIPS. These are to be offered to outstanding scientifically mature individuals who would be invited to come to the University of Texas Medical Branch. One of the purposes of this class of fellowship is to provide opportunities for scientific stimulation and consultation in this particular field for the Medical Branch. The tenure for a Distinguished Fellow should normally not exceed one year, although under special circumstances renewal of the Fellowship may be granted for a total period up to three years. A Distinguished Fellow shall have a sponsor within the department or laboratory in which he would be carrying on his research. In addition, however, the Chairman of the McLaughlin Committee shall appoint a member of the committee as a co-sponsor. This co-sponsor shall have the specific responsibility for promoting scientific

interchange between the Distinguished Fellow, and the faculty and students of the University.

The stipend for a Distinguished Fellow shall be set by the McLaughlin Committee and shall not exceed the maximum salary paid professors of comparable status at the Medical Branch.

There shall be a reasonable allowance at the discretion of the McLaughlin Committee to cover travel expenses, to include but not be limited to, travel to scientific meetings. It may also include allowance for travel to cover the following:

Travel to and from Galveston from point of origin either within or outside of the United States.

Travel from and return to Galveston when the contemplated research or part of it should be done away from Galveston.

The rules covering travel by McLaughlin Fellows shall be those covering travel on trust funds set forth in the travel policies in effect at the University of Texas Medical Branch.

Ordinarily, the McLaughlin Committee will endeavor to supply funds for equipment and supplies sufficient to permit the Fellow to carry out his research in a satisfactory manner. The acceptance of the fellowship signifies the Distinguished Fellow's agreement that the funds are adequate for the program that has been proposed. Requests for major permanent equipment shall be acted upon by the McLaughlin Committee. Distinguished Fellowships normally shall include the privilege of obtaining skilled technical assistance at the salary level commensurate with the qualifications of the assistant,

but not exceeding the salary paid to instructors in the pre-clinical Departments. In the event that the Distinguished Fellow may wish to obtain the services of one of his associates within the salary range above indicated, travel expenses within the North American continent for this person may be approved by the McLaughlin Committee. |

B. FACULTY FELLOWSHIPS. Faculty Fellowships shall be available to members of the faculty of the University of Texas Medical Branch who have any professorial rank and who have been faculty members for at least three years. These fellowships should provide opportunity for faculty members to travel to other institutions within this country, or outside of it, in order to carry on research in the field of infection and immunity that could not be accomplished at the Medical Branch. Faculty Fellowships should not exceed one year and are not renewable; it is anticipated that most of them would be for shorter periods of time.

The stipend for a Faculty Fellow shall be equivalent to the salary being paid to said Fellow by the University. The awarding of faculty fellowships depends upon the approval of the McLaughlin Committee and the approval of the Executive Director of the Medical Branch. Approval of the application for a Faculty Fellowship by the McLaughlin Committee shall precede consideration by the Executive Director.

Any applicant for a Faculty Fellowship should present evidence that his proposed project could not be carried out with the facilities available locally. There shall be a reasonable allowance at the discretion of the McLaughlin Committee to cover first class travel to and from the area where the Fellow would be carrying out his research. In addition, there shall be an allowance for lodging and tuition or other expenses necessary to the project. The rules covering travel by McLaughlin Fellows shall be those covering travel on trust funds set forth in the travel policies in effect at The University of Texas Medical Branch. "Travel" shall be interpreted as travel from Galveston to the new headquarters of the Fellow and return to Galveston. Once having arrived at his new headquarters, pertinent expenses of a Fellow shall be chargeable against the allowance for lodging. It is the intent of these Faculty Fellowships to remove the added burden of necessary expense resulting from the fact that the Faculty Fellow is working away from his Galveston headquarters. The committee shall be guided by this principle in establishing or modifying allowances for lodging.

C. POSTDOCTORAL FELLOWSHIPS. Applications for Postdoctoral Fellowships shall be considered from individuals holding doctoral degrees and having had training and experience in subjects bearing a satisfactory relationship to the fields in which they propose to do their research. These applicants should have qualities that portend investigative ability.

The duration of a Postdoctoral Fellowship shall be one year,

with annual renewal at the discretion of the McLaughlin Committee, for a total of not more than three years. The stipend shall be in line with salaries at the academic level for which the applicant is qualified. Yearly increases may be awarded at the discretion of the McLaughlin Committee. Ordinarily, the McLaughlin Committee will endeavor to supply funds for equipment and supplies sufficient to permit the Fellow to carry out his research in a satisfactory manner. Requests for major items of permanent equipment shall be considered separately by the McLaughlin Committee. There shall be a reasonable allowance, at the discretion of the McLaughlin Committee to cover travel expenses, this to include, but not be limited to, travel to scientific meetings and in special cases may include travel allowances to cover the following:

Travel to and from Galveston from point of origin either within or outside the United States.

Travel from and return to Galveston when the contemplated research, or part of it, should be done away from Galveston.

The rules covering travel by McLaughlin Fellows shall be those covering travel on trust funds set forth in the travel policies in effect at the University of Texas Medical Branch.

D. PREDOCTORAL FELLOWSHIPS. Predoctoral Fellowships shall be considered for individuals who are exceptionally well qualified students ~~of the Medical Branch at Galveston~~ and who meet the requirements for admission to the Graduate School of the University of Texas.

The duration of a Predoctoral Fellowship shall be one year.

Application for renewal will be considered annually for no more than two additional years. The stipend for Predoctoral Fellowships shall be recommended by the McLaughlin Committee annually prior to the announcing of available Fellowships for the succeeding academic year. Allowance for additional support for dependents will likewise be recommended at that time. Ordinarily, the McLaughlin Committee will endeavor to supply funds for equipment and supplies sufficient to permit the Fellow to carry out his research in a satisfactory manner. Requests for major items of permanent equipment shall be acted upon separately. There shall be a reasonable allowance at the discretion of the McLaughlin Committee to cover travel expenses, this to include, but not be limited to, travel to scientific meetings and in special cases may include travel allowances to cover travel from and return to Galveston when the contemplated research or part of it should be done away from Galveston. The rules covering travel by McLaughlin Fellows shall be those covering travel on trust funds set forth in the travel policies in effect at The University of Texas Medical Branch.

E. MEDICAL STUDENT FELLOWSHIPS. These Fellowships are to be awarded by the McLaughlin Committee after a) personal interview with the candidate, b) investigation of the candidate's qualifications, c) evaluation of the proposed program. At the time of the personal interview the written comments of the applicant's sponsor should be available, giving his opinion of the applicant and the proposed program, as well as certifying the availability of space,

equipment, material and consultative advice. The attendance of the sponsor at the McLaughlin Committee meeting during the consideration of an applicant should be invited.

Medical Student Fellowships will be awarded for a period of three months, in residence full time. This program may be extended during the following school year if the student is judged to be performing satisfactorily, or may be renewed for a succeeding three months, in residence full time, during the succeeding summer. The stipend for a Medical Student Fellowship shall be recommended by the McLaughlin Committee annually prior to the announcement of available Fellowships for the succeeding summer. In addition, supplementary funds to purchase equipment and supplies shall be appropriated in an amount not exceeding \$100.00. When Medical Student Fellowships are extended during the succeeding school year, the stipend will be placed on an hourly basis at a rate to be recommended annually by the McLaughlin Committee. Investigation and research during this period shall not exceed fifty hours per month.

As an alternative to the above procedure for the selection of McLaughlin Student Fellows and the administration of the McLaughlin Student Fellowships, the McLaughlin Committee may delegate certain of its authority and duties in this area to the Faculty Committee on Student Fellowships. If this is done, the McLaughlin Committee may appropriate an amount of money each year from the McLaughlin Fund income to be transferred to the Faculty Committee on Student Fellowships. This money shall be used for Medical Student Fellowships and supplementary funds for these fellowships. The amounts

allocated for stipends and supplementary funds shall be at the discretion of the Faculty Committee on Student Fellowships, which shall also receive applications, make the Fellowship awards and administer the Fellowships. These Fellowships, however, shall be awarded for research in the field of infection and immunity. The Faculty Committee on Student Fellowships shall report to the McLaughlin Committee yearly concerning its disposition of the McLaughlin Fund income made available to it. The responsibilities of the Medical Student Fellow and his sponsor shall be the same whether the fellowship is awarded by the McLaughlin Committee or the Faculty Committee on Student Fellowships. Recommendations of the Faculty Committee in regard to these fellowships shall be submitted through the McLaughlin Committee to the Executive Director, President and the Board of Regents.

In addition to the amount granted for stipend and supplies, the Chairman of the McLaughlin Committee shall have available a fund of \$1,000 per year which he may draw against in single amounts not to exceed \$100 for additional equipment and supplies to meet specific requests by the Medical Student Fellows, with the approval of their sponsors. The student must submit an acceptable report of work accomplished at the completion of the program prior to receiving his final stipend, and this report should be accompanied by a critical evaluation of the work by the sponsor. If a fellowship is approved for renewal during the following summer, the McLaughlin Committee or the Faculty Committee on Student Fellowships shall specify any

additional funds for the purchase of further equipment and supplies. This amount shall normally not exceed \$100.

As a means of fostering the concept of quality in research and as a means of recognizing the accomplishment of research of high quality, the McLaughlin Committee may provide an award to be given to no more than one McLaughlin Student Fellow each year in recognition of outstanding research activity. When such an award is given it will be associated with a formal public presentation of the results of this research by the award winner. In the event that outstanding research programs have been carried out by other students, the committee may invite the public presentation of this research as well. This award is to be known as THE JAMES W. McLAUGHLIN STUDENT RESEARCH AWARD. Publication costs which may result from this program shall be assumed by the McLaughlin Fund.

17. Classification of Applicants for McLaughlin Fellowships. Post-doctoral McLaughlin Fellowships shall be awarded only to individuals who, in the opinion of the McLaughlin Committee, have competence in their proposed field of research equivalent to that derived from a doctorate degree in this field of science. Individuals with doctoral degrees not meeting this qualification may be considered for predoctoral fellowships.

18. Method of Application for McLaughlin Fellowships. Applications for McLaughlin Fellowships shall be made on forms designed for this purpose and shall be sent to the Chairman of the McLaughlin Committee. After preliminary review to determine that the application is filled

out satisfactorily, it shall be transmitted to the chairman of the department in which the applicant proposes to carry out his research, together with a form to be filled out by the chairman approving the sponsorship arrangements indicated in the application and certifying that space and facilities are available within the department. If the applicant is proposing a research program in an organized research laboratory not an integral part of one of the teaching departments at the Medical Branch, this certification should come from the director of the laboratory. When the application and certification are returned to the McLaughlin Committee, the application shall be placed on the agenda for the next regular meeting of the committee. The sponsor shall be notified of this fact and invited to attend this portion of the McLaughlin Committee meeting. Motions relating to the award of a fellowship shall be voted on in executive session. All applications should be received at least three months prior to the date on which the fellowship would commence.

Fellowships shall be recommended on the basis of duly passed motions at either regular or special meetings of the McLaughlin Committee. The McLaughlin Committee shall meet once each calendar month or more often at the call of the chairman. A majority of the total membership shall constitute a quorum and actions of the committee shall be on the basis of the majority of members attending a meeting. The chairman of the McLaughlin Committee shall notify each applicant of the final action taken in regard to his application. If this final action is the granting of a fellowship, the chairman of the McLaughlin Committee shall request the applicant to state his

acceptance of the fellowship. Copies of all such correspondence will be sent to the applicant's sponsor.

19. Requests for Additional Supplementary Funds. The original allocation represents the sole monetary commitment of the McLaughlin Committee. Any additional requests for supplementary funds shall be considered only if the committee agrees that unusual circumstances beyond the control of the Fellow have made supplementary support necessary.
20. Method of Application for Renewal of McLaughlin Fellowships. The initial granting of a fellowship does not represent a commitment concerning its renewal by the McLaughlin Committee. However, when the progress of a McLaughlin Fellow appears to be satisfactory, renewal of fellowship may be made up to the limits described under each class of fellowship. Any holder of a McLaughlin Fellowship desiring to renew this fellowship should make application for renewal, by letter, to the McLaughlin Committee at least four months prior to the expiration of his fellowship. Letter of application should be accompanied by a precise report of progress and a description of the Fellow's proposal for research to be carried out during the period of the requested renewal. In addition, the applicant should provide the committee with a letter from the Chairman of the Department, or Laboratory Director, with which he is associated, certifying that space and facilities would be available within the department or laboratory and approving the sponsorship arrangements indicated in the application.

Upon receipt of letter of application for renewal of a fellowship, and the re-certifying letter from the Department Chairman or Laboratory Director, the Chairman of the McLaughlin Committee shall appoint an ad hoc sub-committee from the McLaughlin Committee membership, to review the applicant's report and any other pertinent information and to make recommendations concerning the renewal of the fellowship.

21. Reports by McLaughlin Fellows.

A. Each predoctoral and postdoctoral Fellow should present a precise written report of progress to the McLaughlin Committee at six month intervals. However, if an application for a renewal of the fellowship is anticipated, the six month progress report may be omitted in favor of a report submitted at the time of application for renewal. Under no circumstances shall reports be made less frequently than once every twelve months and a final report should be in the hands of the McLaughlin Committee within one month after the termination of a Fellowship tenure. All interim reports shall be considered as status reports and may be correspondingly brief. However, final reports should be considered as the summation of all the significant research carried out by the Fellow and should therefore be complete in themselves.

Distinguished Fellows shall not be required to make written reports to the McLaughlin Committee. However, their sponsors should report to the Committee on the general activities of the Distinguished Fellow and give an appraisal of his contribution to

Notice of the McLaughlin Committee's action should be given to the applicant and his sponsor at least two months prior to the expiration of the current fellowship.

the academic and scientific welfare of the Medical Branch.

Faculty Fellows shall present a precise written report of their activities during the period of their McLaughlin Faculty Fellowship within three months of the completion of their Fellowship.

B. Publications resulting from these Fellowships should carry an acknowledgment as follows: "Supported by James W. McLaughlin Fellowship Fund" and two reprints of each publication should be submitted to the McLaughlin Committee.

C. At its discretion the McLaughlin Committee may recommend a contribution toward the publication expenses of a McLaughlin Fellow. This money will be appropriated from the McLaughlin unallocated income and will be given only for publication of manuscripts which have been accepted by standard journals or approved publishers. The McLaughlin Committee will exercise no jurisdiction or authority over reports of McLaughlin Fellows, since these are to be considered as independent efforts of each Fellow. It will not be the function of the McLaughlin Committee to suggest any policies concerning publication of the results of research by the McLaughlin Fellow, since the committee assumes no responsibility for the content of such publication. The committee will act only when funds are requested by the McLaughlin Fellow.

22. Reports by the McLaughlin Committee.

A. The McLaughlin Committee shall render an annual report to the Executive Director of the Medical Branch, the President, and the following members of Central Administration: Vice President for Fiscal Affairs, Vice President / for Medical Affairs, Comptroller, and Endowment Officer.

B. The McLaughlin Committee shall prepare an annual summary of its activities. After approval by the Executive Director of the Medical Branch, this summary shall be presented to the faculty at a regular meeting.

23. Consultation and Contingency Fund. The sum of \$3,000 shall be established as a Consultation and Contingency Fund to ^{be} used upon the authorization of the McLaughlin Committee with the approval of the Executive Director of the Medical Branch or a representative designated by him. This fund shall be replenished to its original level of \$3,000 at the beginning of each fiscal year. It will be used to secure consultation with workers in the field of infection and immunity, to hold symposia, to promote the welfare of the McLaughlin Fund program in any approved way and to be available for emergency use by the McLaughlin Committee for contingencies. In addition, the sum of \$1,000 annually will be assigned to the McLaughlin Committee Chairman's Fund to be allocated by the chairman at his discretion to meet urgent needs of the McLaughlin Fund program or McLaughlin Fellows. Any expenditures from this fund shall be reported to the McLaughlin Committee at its next meeting.
24. Faculty Fund for Preliminary Research. A fund of \$5,000 shall be withdrawn from the unallocated income of the McLaughlin fund and established as a Faculty Fund for Preliminary Research in the field of infection and immunity. The purpose of this fund shall be to grant to faculty members of any rank at the Medical Branch limited funds with which to carry on exploratory research that

would be anticipated to lead to application for more extensive support from other sources. This fund shall be replenished to its original level of \$5,000 at the beginning of each fiscal year. Applications from faculty members for support from this fund shall be made by letter in which the need for support is stated and the proposed program is described. Such letters should be transmitted to the McLaughlin Committee by and with the approval of the Department Chairman or Laboratory Director in whose area the research will be done. The McLaughlin Committee may recommend grants from this fund with the approval of the Executive Director, in amounts not to exceed \$1,000 to any individual applicant. These grants shall not be renewable.

25. McLaughlin Fund Administration. The McLaughlin Committee shall have the right to employ secretarial or other clerical assistance and to purchase any supplies, equipment or services necessary for the conduct of McLaughlin Committee business. At the beginning of each fiscal year (the McLaughlin Committee shall recommend the appropriation of the necessary funds from the McLaughlin Fund unallocated income to a Salary Account and Maintenance & Equipment Account for these purposes.

26. Committee-Fellow Relations. The McLaughlin Committee shall concern itself with the adequacy of space, facilities, services and opportunity for guidance and consultation provided for the McLaughlin Fellows by the various departments and laboratories. The committee may request the presence of any Department Chairman, Laboratory Director or sponsor at its meetings for the purpose of

discussing problems in these areas. McLaughlin Fellows of Post-doctoral or Distinguished rank should have, insofar as possible, the same privileges and prerogatives that are enjoyed by University employees of comparable academic stature.

All Fellows and/or sponsors are urged to request a conference with the McLaughlin Committee at any time when special problems arise. Such conferences shall be sought when a Fellow proposes a major alteration from the program that was outlined in his original ^{research} proposal.

27. Distribution of McLaughlin Funds over Various Types of Fellowships.

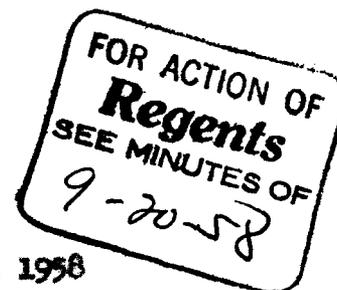
At least once each year the McLaughlin Committee shall formally consider and enter into its minutes its decision in regard to the distribution of funds over the various classes of fellowships mentioned in these Terms and Conditions. The McLaughlin Committee has the responsibility for interpreting the objectives of the McLaughlin Fellowship Fund as stated herein in the light of conditions as they exist at the time of consideration. The approximate allocation of funds to various classes of fellowships expressed in terms of percentage of available money and actual amounts determined for each year will be forwarded to the Executive Director for his comment and counsel. This approximate allocation for the coming year will be included in the annual report of the committee in its summary to the faculty.

28. Approval and Alteration of Terms and Conditions. The Terms and Conditions herein described shall become effective upon approval

by the Board of Regents. Changes in these Terms and Conditions may be made by approval of two-thirds of the entire membership of the McLaughlin Committee, subject to the approval of the Executive Director of the Medical Branch, the President, and the Board of Regents of The University of Texas.

All Terms and Conditions previously approved by the Board of Regents in regard to the administration of the James W. McLaughlin Fellowship Fund program shall be repealed and rescinded when these recommendations are approved by the Board of Regents.

THE UNIVERSITY OF TEXAS
OFFICE OF THE PRESIDENT
AUSTIN 12



September 11, 1958

Memorandum to Regents Committee on Medical Affairs

Dr. Minter
Mr. Bryan
Mr. Sorrell
Mr. Thompson

Attached is a copy of a letter I received from Dr. Lee Clark yesterday in which he makes a recommendation concerning a changed assignment for Mr. Joe E. Boyd. An attached sheet also explains the proposed duties. Dr. Clark has discussed this at length with me, Dr. Casberg, Dr. Dolley, and one or two others. It is our feeling that the Medical Affairs Committee should have an opportunity to reflect on the matter and consider it at the meeting next week.

As you know, Mr. Boyd has demonstrated a high order of capability as a business officer at the Anderson Hospital and Dr. Clark feels that in the course of time he would make an equally outstanding Administrator for the Hospital, even though this is a position normally assumed by an M.D. or an individual specifically trained in hospital administration. We share Dr. Clark's opinion that Mr. Boyd's ability offsets his admitted lack of formal training in this area, but we feel that the proposed change over is one which the Medical Affairs Committee will want to ponder.

Logan Wilson

LW k
Enclosures

cc: Mr. Jeffers
Dr. Casberg
Dr. Clark
→ Miss Theiford



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



R. LEE CLARK, JR. M.D.
DIRECTOR

TEXAS MEDICAL CENTER
HOUSTON 25

August 21, 1958

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

PRESIDENT'S OFFICE	
RECEIVED	FILE
REC'D	SEP 10 1958
REFER TO	mac SDG W JCD
PLEASE ANSWER	
PLEASE READ AND RETURN	

Dear Doctor Wilson:

During the past year we have been studying our administrative organization. As you recall, Doctor Liston's services as Assistant Director were terminated on December 31, 1957. Because his activities were limited from the date of September 1, 1957, when it was known that he was not to be reappointed, Mr. Joe E. Boyd, Jr., as Chairman of the Administrative Committee, carried out the functions of the Administrator. On June 1, 1958, Mr. Boyd was appointed Acting Administrator. As proposed in the recommendation for that action, we have had opportunity to study this arrangement. It has proved to be very satisfactory and Mr. Boyd has carried out the full-time duties of Administrator in a very expeditious manner. This has included the management of the institution during the month of July when the Director was absent.

It is believed that the arrangement whereby a lay administrator, knowledgeable in business affairs and fiscal techniques, is in direct charge of the administration will prove to be superior to the past practice of having a person with an M. D. degree attempt to cover both the position of administration and assistant director.

There is enclosed a re-evaluation of the position of Administrator with a specific classification of the duties of this activity.

Dr. Logan Wilson
August 21, 1958
Page #2

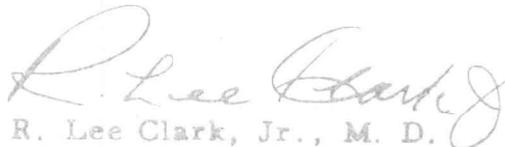
We believe that Mr. Joe E. Boyd, Jr., is eminently qualified for the position of Administrator, and it is recommended that he be so appointed, effective September 1, 1958. Inasmuch as the previous incumbent received a salary of \$15,000, it is recommended that consideration be given to provision of a salary of \$14,000 as a minimum for the recommended position. If it is considered expeditious to allow an interval of adjustment between the present salary for the position of Business Manager, which Mr. Boyd now receives, and that recommended for the position of Administrator, it is recommended that Mr. Boyd be penalized as little as possible, since his duties will in no way be lessened. It is to be considered, also, that he has served almost a year in the recommended capacity at the salary budgeted for the Business Manager.

It has been proposed to Mr. Boyd that, upon approval of this recommendation, he make every effort to obtain a replacement for the position of Business Manager as soon as possible and, preferably, within a period of six months.

Funds to provide the recommended salary would be those budgeted for the position of Assistant Director, \$12,500 of which is general revenue, with the balance from the Rosalie B. Hite Fund.

Your consideration of this recommendation will be appreciated. I would like to have the opportunity to discuss any phase of the matter that may require further clarification.

Sincerely yours,



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

RLC:lp
cc: Dr. James C. Dolley

Duties of the Administrator

1. The Administrator is responsible for the general administration of the institution under policies established by the Director and acts administratively for the Director in his absence.
2. The following functions and divisions are to operate under the supervision of the Administrator:
 - a. Accounting, Auditing, Reporting and Budgetary Control.
 - b. Receipt, Disbursement and Custody of Moneys.
 - c. Procurement, Purchasing and Issue of Materials and Supplies.
 - d. Personnel Office and Staff Benefit Programs.
 - e. Administrative Units of the Division of Patient Care Activities.
 - f. Division of General Services.
 - g. Operation and Maintenance of Physical Plant.
3. The Administrator is to serve on the following committees:
 - a. Administrative Committee (Chairman)
 - b. Research Committee (Administrative representative)
 - c. Education Committee (Administrative representative)
 - d. Coordinating Committee (Administrative representative)
 - e. Committee on Staff Qualifications and Promotions
 - f. Planning and Development Committee
4. The Administrator supervises the preparation of the regental and legislative budgets.

RECEIVING REPORT OF COMMITTEE OF 75

114
FOR ACTION OF
Regents
SEE MINUTES OF
9-20-58 for
meeting date
scheduled

We are recommending that the Report of the Committee of 75 be presented to the Board of Regents in a semi-formal occasion, accompanied by suitable publicity of general nature.

If this is done, however, the Report will be the subject of considerable newspaper and radio-television interest. We doubt that there is any possibility of withholding it from publicity until the Board has time to endorse certain sections for public consumption and to reject some sections.

Actually, we doubt that the Report will contain anything the Board of Regents would want to withhold. Our point is that a decision to receive the report formally is almost inevitably a decision to make copies of it accessible to those wanting to examine it.

Tangibly, we recommend decision that as soon as the Report is received by the Board of Regents copies of it be furnished to (a) the Capitol news staffs (both press and radio), (b) members of Central Administration, (c) members of the Committee of 75 and Conference on Expectations, (d) the Texas Commission on Higher Education, (e) head of each component unit of the University, and (f) members of the University Development Board. The form of release will be such that no Board endorsement is implied. And, this type of release will in no way impede the later intensive effort to get portions of the Report studied intensively by citizens throughout the State.

If the foregoing recommendations are acceptable to the Board, it will be necessary to set a one-day (10:30 A.M. to 2:30 P.M.) joint meeting between the Committee of 75 and the Board of Regents. We think it very important that such meeting occur before January 1, 1959, in order that the Report may go to the Board which appointed the Committee of 75. Three possible dates are listed in order of preference:

December 6 (Saturday)
December 29 (Monday)
November 22 (Saturday)

L. D. Haskew
9-19-1958



MATERIAL SUPPORTING THE AGENDA

Volume VI

September 1958 - August 1959

This volume contains the Material Supporting the Agenda furnished to each member of the Board of Regents prior to the meetings held on September 19-20, October 24-25, and December 11-13, 1958, and March 13-14, April 16-18, June 12-13, July 9, and July 31-August 1, 1959.

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 supporting material for the meetings of September, October, and December of 1958, and March, April, June, July, and August of 1959.

Material Supporting Agenda

September 19-20, 1958

THE BOARD OF REGENTS
of
THE UNIVERSITY OF TEXAS



Name: _____

Official Copy

FOR REGENTS' USE - NOTES

LAND AND INVESTMENT COMMITTEE

FOR ACTION OF
Regents
SEE MINUTES OF
9-20-58-
Done

*Minor corrections
additions!*

Date: September 19, 1958

Time: 1:00 p. m.

Place: Main Building 205

Members: Vice-Chairman Sorrell, Chairman
Mr. Johnson
Mr. Bryan
Mr. Thompson

	<u>Page No.</u>
1. Permanent University Fund	
a. Investment Matters	
(1) Report of Purchases, Sales and Exchange of Securities	1
(2) Permanent University Fund Investment Program - Recommended Changes in Approved List of Security Dealers and Brokers	9
(3) Permanent University Fund Investment Program - Recommended Reappointment of Investment Advisory Committee on Rotation Basis	9
(4) Permanent University Fund Refunding Bonds, Series 1958 - Report on Exchange of 1949 Bonds and Delivery of 1958 Bonds	10

	<u>Page No.*</u>
b. Land Matters	
(1) Application for Pipe Line Easement No. 1099, El Paso Natural Gas Company, Andrews County, Texas	11
(2) Application for Business Site Easement No. 1100, Sam Douglas, Reagan County, Texas	11
(3) Application for Pipe Line Easements	11
(a) No. 1101, Magnolia Pipe Line Company, Andrews County, Texas	
(b) No. 1102, El Paso Natural Gas Company, Andrews County, Texas	11
(c) No. 1103, Phillips Petroleum Company, Andrews County, Texas	11
(4) Application for Microwave Station Easement No. 1104, El Paso Natural Gas Company, Hudspeth County, Texas	11
(5) Application for Pipe Line Easements	
(a) No. 1105, Texas-New Mexico Pipe Line Company, Andrews County, Texas	11
(b) No. 1106, Phillips Petroleum Company, Ector County, Texas (Renewal of Easement No. 354)	12
(6) Application for Power Line Easements	
(a) No. 1107, Texas Electric Service Company, Andrews County, Texas	12
(b) No. 1108, Texas Electric Service Company, Ward County, Texas	12
(7) Application for Pipe Line Easements	
(a) No. 1109, Phillips Petroleum Company, Crane and Ector Counties, Texas (Renewal of Easement No. 353)	12
(b) No. 1110, Phillips Petroleum Company, Reagan and Crockett Counties, Texas	12
(8) Application for Business Site Easement No. 1111, Aaron-Baldwin Well Service, Inc., Ward County, Texas	12
(9) Application for Camp Site Easement No. 1112, Phillips Petroleum Company, Ector County, Texas (Renewal of Easement No. 351)	12
(10) Application for Pipe Line Easements	
(a) No. 1113, Phillips Petroleum Company, Andrews County, Texas	13
(b) No. 1114, Phillips Petroleum Company, Andrews and Crane Counties, Texas	13

* See separate volume.

- | | | |
|------|--|----|
| (c) | No. 1115 and No. 1116, El Paso Natural Gas Company, Andrews County, Texas | 13 |
| (11) | Application for Business Site Easement No. 1117, Western Oil Transportation Company, Inc., Reagan County, Texas | 13 |
| (12) | Application for Pipe Line Easement No. 1118, El Paso Natural Gas Company, Hudspeth County, Texas (Renewal of Easement No. 7) | 13 |
| (13) | Request for Substitution of Exhibits, Pipe Line Easement No. 1048, El Paso Natural Gas Company, Andrews County, Texas | 13 |
| (14) | Application for Material Source Easement No. 1119, Texas Highway Department, Crane County, Texas | 14 |
| (15) | Application for Pipe Line Easements | |
| (a) | No. 1120, Cabot Carbon Company, Ward County, Texas | 14 |
| (b) | No. 1121, El Paso Natural Gas Company, Andrews County, Texas | 14 |
| (c) | No. 1122, Phillips Petroleum Company, Ector, Crane, and Andrews Counties, Texas | 14 |
| (16) | Application for Power Line Easements | |
| (a) | No. 1123, Texas Electric Service Company, Andrews County, Texas | 14 |
| (b) | No. 1124, Texas Electric Service Company, Loving County, Texas | 14 |
| (17) | Application for Pipe Line Easements No. 1125, No. 1126, No. 1127, El Paso Natural Gas Company, Andrews County, Texas | 14 |
| (18) | Application for Power Line Easement No. 1128, Texas Electric Service Company, Crane and Ward Counties, Texas (Renewal of Easement No. 389) | 15 |
| (19) | Application for Grazing Leases | |
| (a) | No. 680-A to Darrell S. Warren - Assignment of Portion of Grazing Lease No. 680 to Harris G. Eastham, Jr., Pecos County, Texas | 15 |
| (b) | No. 680-B to L. D. Haren - Assignment of Portion of Grazing Lease No. 680 to Harris G. Eastham, Jr., Pecos County, Texas | 15 |

*See separate volume.

- | | | |
|------|--|--------|
| (20) | Application for Pipe Line Easements | |
| (a) | No. 1129, Texas-New Mexico Pipe Line Company, Andrews County, Texas (Renewal of Easement No. 400) | 15 |
| (b) | No. 1130, Continental Oil Company, Reagan County, Texas (Renewal of Easement No. 384) | 15 |
| (c) | No. 1131, Texas-New Mexico Pipe Line Company, Andrews County, Texas (Renewal of Easement No. 388) | 16 |
| (d) | No. 1132, Humble Pipe Line Company, Crockett County, Texas (Renewal of Easement No. 373) | 16 |
| (e) | No. 1133 and No. 1134, Humble Pipe Line Company, Reagan and Crockett Counties Texas (Renewal of Part of Easement No. 374) | 16 |
| (f) | No. 1135, No. 1136, and No. 1137, Humble Pipe Line Company, Crane County, Texas (Renewal of Part of Easement No. 375) | 16, 17 |
| (21) | Application for Telephone and Telegraph Easement No. 1138, Humble Pipe Line Company, Crane and Ector Counties, Texas (Renewal of Easement No. 376) | 17 |
| (22) | Application for Pipe Line Easements | |
| (a) | No. 1139 and No. 1140, Humble Pipe Line Company, Reagan County, Texas (Renewal of Part of Easement No. 377) | 17 |
| (b) | No. 1141 and No. 1142, Humble Pipe Line Company, Reagan and Crockett Counties, Texas (Renewal of Part of Easement No. 377) | 17, 18 |
| (c) | No. 1143, No. 1144, No. 1145, and No. 1146, Humble Pipe Line Company Upton County, Texas (Renewal of Part of Easement No. 378) | 18 |
| (d) | No. 1147 and No. 1148, Humble Pipe Line Company, Upton and Reagan Counties, Texas (Renewal of Part of Easement No. 378) | 19 |
| (e) | No. 1149, No. 1150, and No. 1151, Humble Pipe Line Company, Reagan County, Texas (Renewal of Part of Easement No. 379) | 19 |

*See separate volume.

	(3)	Hogg Foundation: W. C. Hogg Estate Fund; Olga Keith Weiss Fund - Recommendation re Exchange of Humble Oil & Refining Company Capital Stock for Standard Oil Company (New Jersey) Capital Stock	30
	(4)	Geology Foundation: Hal P. Bybee Fund - Recommendation re Sale of Reed Roller Bit Company Common Stock	30
b.		Gift, Bequest and Estate Matters	
	(1)	M. D. Anderson Hospital and Tumor Institute - Report of Bequest from Mrs. Esther Slevin Stadtler, Deceased	31
	(2)	M. D. Anderson Hospital and Tumor Institute - Report of Bequest from Mrs. Dorothy Calvert McLeod, Deceased	31
	(3)	Report on Status of Estate of Mrs. Hattie E. Gaines, Deceased	31
	(4)	Report of Bequest from Mr. Robert Maxey, Deceased	31
c.		Real Estate Matters	
	(1)	Texas Western College - Cotton Estate Property	
		(a) Cancellation of Grazing Lease to Mr. L. Moody Bennett	33
		(b) Renewal of Grazing Lease to Mr. J. A. Neal	33
	(2)	Hogg Foundation: Varner Properties - Report on Roofing Work on Mitchell Property (Bettes Building), Houston, Texas	33
	(3)	E. D. Farmer International Scholarship Fund - Ratification of Sale of Jennings Avenue Property, Fort Worth, to John R. Dial, Ruby G. Reid, and R. W. Dial and Report of Closing	33
	(4)	W. J. McDonald Observatory Fund - Offer from Mrs. Jennie P. Nobles to Purchase Tract of 50 Acres, N. C. Parks Survey, Lamar County, Texas	34
	(5)	Doctor Walter Junius Hildebrand Scholarship Fund - Offer by Malcolm Gescheidle for Purchase of 299-Acre Tract in Gonzales County, Texas	35
	(6)	Hogg Foundation: Varner Properties - Authority to File Supplement U Federal Income Tax Return for Fiscal Year Ended July 31, 1958	36
	(7)	Murray Case Sells Estate: Ratification of Signature on Release of Overriding Royalty on Two Leases in Scurry County, Texas	34

*See separate volume.

PERMANENT UNIVERSITY FUND--INVESTMENT MATTERS.--

REPORT OF PURCHASES, EXCHANGE AND SALES OF SECURITIES.--The following purchases, exchange and sales of securities have been made for the Permanent University Fund since the report of May 30, 1958. We ask that the Board ratify and approve these transactions:

PURCHASE OF SECURITIES

PERMANENT UNIVERSITY FUND BONDS

Date of Purchase	Security	Par Value of Bonds Purchased	Market Price at Which Purchased	Total Principal Cost	Indicated Current Yield On Cost
7/1/58	Board of Regents of The Uni. of Tex. 1 $\frac{1}{2}$ % Perm. Univ. Fund Bonds, dated 7/1/49, due 7/1/59-69, callable 7/1/59 @ 102	\$ 542,000	99.50 Net	\$ 539,290.00	- #
7/1/58	Board of Regents of The Univ. of Tex., Ditto	2,578,000	100.50N. (290M due 7/1/59) & 102 N. (2,288M due 7/1/60-69)	2,625,210.00	- #
	Sub-total - U of T	(3,120,000)		(3,164,500.00)	
7/1/58	Board of Dir. of The A. & M. College of Tex., Ditto	265,000	99.50 Net	263,675.00	- #
7/1/58	Board of Dir. of The A. & M. College of Tex., Ditto	1,415,000	100.50N. (235M due 7/1/59) & 102 N. (1,180M due 7/1/60-69)	1,439,775.00	- #
	Sub-total - A & M	(1,680,000)		(1,703,450.00)	
	Total Permanent Univ. Fund Bonds Purchased	<u>\$4,800,000</u>		<u>\$4,867,950.00</u>	

#Temporary investments. See page 8 for exchange into refunding bonds, Series 1958, and subsequent sale of refunding bonds.

CORPORATE BONDS

Date of Purchase	Security	Par Value of Bonds Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield On Cost**
7/16/58	United States Steel Corp. 4% SF Debs., due 7/15/83	\$ 500,000	100.50 Net	\$ 502,500.00	3.97%
8/14/58	Consolidated Natural Gas Co. 4-3/8% SF Debs., due 8/1/83	460,000	101.142 Net	465,253.20	4.30
8/15/58	Ditto	40,000	100.50 Net	40,200.00	4.34
	Sub-total - Cons. Nat. Gas	(500,000)		(505,453.20)	(4.304)
8/20/58	Public Service Elec. & Gas 1st & Ref. Mtge. Bonds, 4-5/8% Ser., due 8/1/88	500,000	102.046 Net	510,230.00	4.50
8/25/58	Southern Calif. Edison Co. 1st & Ref. Mtge. 4-5/8% Bonds, Series K, due 9/1/83	500,000	101.113 Net	505,565.00	4.55
	Total Corporate Bonds Purchased	<u>2,000,000</u>		<u>2,023,748.20</u>	<u>4.33</u>

COMMON STOCKS

Date of Purchase	Security	No. of Shs. Purchased	Market Price	Total Principal Cost	Indicated Current Yield
5/20/58	First National Bank of Chicago Common Stock	100	364 Net	\$ 36,400.00	2.20%
5/20/58	National Life & Accident Ins. Co. Capital Stock	200	79 Net	15,800.00	0.76
5/21 & 22/58	R. J. Reynolds Tobacco Co. New Class B Common Stock	600	76-1/2(200) 76-1/4(100) 76 (100) 75-5/8(100) 74-1/4(100)	45,792.01	4.72

*Includes brokerage commission paid.

**Yield at present indicated dividend rate.

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicate Current Yield on Cost*
5/21, 22, & 28/58	Bethlehem Steel Corporation Common Stock	1,300	40-5/8(100) 40-3/4(200) 40-7/8(100) 41-5/8(100) 41-3/4(200) 41-7/8(100) 42 (500)	\$ 54,517.02	5.72%
5/22/58	Atchison, Topeka & Santa Fe Railway Company Common Stock	2,200	20-1/4(1600) 20-1/2(100) 20-5/8(500)	45,386.15	6.79
5/22/58	Gulf Oil Corporation Capital Stock	400	112-1/2	45,201.00	2.21
5/22/58	E. I. du Pont de Nemours & Company Common Stock	200	175	35,113.00	3.70
5/23/58	Caterpillar Tractor Com- pany Common Stock	900	61-1/2	55,756.35	3.87
5/23/58	General Foods Corporation Common Stock	900	58-1/2	53,053.65	3.39
5/26/58	The Detroit Edison Com- pany Capital Stock	1,300	39-5/8(400) 39-3/4(900)	52,130.16	4.99
5/26/58	Minnesota Mining & Manu- facturing Company Common Stock	600	77-1/4(300) 77-1/2(300)	46,705.44	1.54
5/27/58	Kennecott Copper Corpora- tion Capital Stock	500	86-7/8	43,675.95	6.87
5/27 & 28/58	Public Service Electric & Gas Company Common Stock	1,400	35-1/2(1200) 35-5/8(200)	50,239.62	5.02
5/28/58	Aluminum Company of America Common Stock	800	67 (300) 67-1/8(200) 67-3/8(300)	54,103.24	1.77
5/28/58	Pacific Gas & Electric Company Common Stock	900	56-5/8(800) 56-7/8(100)	51,389.47	4.20
5/29/58	Pittsburgh Plate Glass Com- pany Capital Stock	700	70-3/8(200) 70-1/2(300) 70-5/8(100) 71-1/4(100)	49,734.92	3.87
5/29/58	Sinclair Oil Corporation Common Stock	900	55-1/4(100) 55-3/8(300) 55-1/2(200) 55-7/8(300)	50,401.02	5.36
6/2/58	International Paper Company Common Stock	600	97-3/4	58,942.68	3.05
6/2/58	Ohio Edison Company Common Stock	800	55-1/8	44,456.08	4.75
6/3/58	American Tel. & Tel. Company Capital Stock	300	179-1/4	53,945.79	5.01

*Includes brokerage commission paid.

**Yield at present indicated dividend rate.

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicate Current Yield on Cost*
6/3/58	Armco Steel Corporation Common Stock	1,000	50 (700) 49-7/8(300)	\$ 50,402.32	5.95%
6/3/58	Insurance Company of North America Capital Stock	200	109-1/2(50) 109-1/4(100) 108-3/8(50)	21,902.30	2.28
6/4/58	American Home Products Cor- poration Capital Stock	600	99-3/4	60,143.88	3.59
6/4/58	Ford Motor Company Common Stock	1,300	40-7/8	53,650.22	5.82
6/5/58	Owens-Illinois Glass Com- pany Common Stock	700	68 (200) 68-1/2(300) 69 (200)	48,270.95	3.63
6/5/58	Philadelphia Electric Com- pany Common Stock	1,000	41-1/4(100) 41-1/2(200) 41-5/8(700)	41,960.30	4.77
6/6/58	Republic National Bank of Dallas Common Capital Stock	400	51-1/4 Net	20,500.00	3.51
6/6/58	First National Bank in Dal- las Common Capital Stock	500	32-1/4 Net	16,125.00	4.34
6/9/58	International Business Machines Corporation Capital Stock	100	352-1/4	35,299.23	0.74
6/9/58	Ingersoll-Rand Company Common Stock	700	74-1/2(200) 74-3/4(300) 75 (200)	52,650.34	5.32
6/9/58	Wisconsin Electric Power Company Common Stock	1,300	36-3/8(200) 36-1/2(200) 36-5/8(900)	48,022.17	4.60
6/10/58	Aetna Life Insurance Com- pany Capital Stock	100	191-1/2 Net	19,150.00	1.78
6/10/58	Federated Department Stores Inc., Common Stock	1,300	38-3/4(300) 38-7/8(200) 39 (800)	51,100.02	4.58
6/10/58	Westinghouse Electric Cor- poration Common Stock	800	56-5/8(100) 56-3/4(200) 56-7/8(200) 57 (100) 57-1/8(200)	45,870.02	3.49
6/11/58	General American Transpor- tation Corporation Common Stock	600	83-1/2	50,384.10	4.47
6/11 & 12/58	Potomac Electric Power Com- pany Common Stock	1,900	25-5/8(500) 25-3/4(1400)	49,467.87	4.61
6/13/58	The Goodyear Tire & Rubber Company Common Stock	700	80-1/2(500) 80-5/8(200)	56,704.37	2.96

*Includes brokerage commission paid.

**Yield at present indicated dividend rate.

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
6/13/58	National Dairy Products Corporation Common Stock	1,000	46-1/4(500) 46-1/2(500)	\$ 46,796.90	3.85%
6/17/58	Socony-Mobil Co., Inc., Capital Stock	900	51-1/4	46,522.17	4.84
6/17/58	Union Carbide Corporation Capital Stock	600	90	54,288.00	3.98
6/18/58	First City National Bank of Houston Capital Stock	500	61-1/2 Net	30,750.00	3.25
6/18/58	Aetna Casualty & Surety Company Capital Stock	200	132-1/2 Net	26,500.00	2.04
6/18/58	The First National City Bank of New York Capital Stock	400	66-5/8	26,774.64	4.48
6/19/58	Houston Lighting & Power Company Common Stock	900	54-1/2(100) 54-3/4(600) 55 (200)	49,700.33	2.90
6/19/58	Link-Belt Company Common Stock	900	55-1/2	50,350.95	5.72
6/19/58	National Lead Company Common Stock	600	90-3/4(200) 91-1/4(400)	54,938.68	3.55
6/20 & 23/58	Virginia Electric & Power Company Common Stock	1,700	29-7/8(500) 29-3/4(700) 30 (500)	51,339.36	3.31
6/20/58	Standard Oil Company (New Jersey) Capital Stock	800	53-5/8(200) 53-3/4(300) 54 (300)	43,405.06	4.15
6/20 & 23/58	U. S. Gypsum Company Common Stock	600	78-1/2(500) 78-1/4(100)	47,356.08	3.48
6/23 & 24/58	Marine Midland Corporation Common Stock	900	22-1/4(300) 22-3/8(300) 22-1/8(300)	20,296.14	4.43
6/23, 24 & 25/58	United Gas Corporation Common Stock	1,600	31-3/4(500) 31-3/8(500) 31-1/2(600)	51,018.85	4.70
6/23/58	Pacific Gas & Electric Company Common Stock	190	52 plus 20 rights per share	9,880.00	4.62
6/24/58	Corn Products Refining Company Common Stock	1,100	43-5/8	48,436.41	4.09
6/24/58	General Electric Company Common Stock	800	57-7/8(300) 58-1/8(100) 58-1/4(100) 58-3/8(300)	46,871.03	3.41
6/25/58	American Cyanamid Company Common Stock	1,000	44-3/4	45,163.80	3.54

*Includes brokerage commission paid.

**Yield at present indicated dividend rate. - 4 -

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicate Current Yield on Cost*
6/25/58	Baltimore Gas & Electric Company Common Stock	1,200	40-1/2	\$ 49,071.00	4.40%
7/7 & 8/58	American Smelting & Refining Company Common Stock	1,000	44-1/2(600) 44-5/8(300) 44-3/4(100)	44,975.31	4.45
7/7, 8, & 9/58	Union Bag-Camp Paper Corporation Capital Stock	1,400	32-7/8(200) 33-1/2(700) 33-3/4(200) 34 (300)	47,475.89	4.42
7/8/58	The Procter & Gamble Company Common Stock	800	64	51,563.20	3.10
7/8/58	Union Pacific Railroad Company Common Capital Stock	1,500	29-1/4	44,379.45	5.41
7/9/58	The Cincinnati Gas & Electric Company Common Stock	1,100	33-3/8(400) 33-1/2(700)	37,193.01	4.44
7/9/58	General Motors Corporation Common Stock	1,300	40-1/4(500) 40-3/8(800)	52,934.17	4.91
7/10/58	Florida Power & Light Company Common Stock	800	69-3/4(300) 69-7/8(200) 70 (300)	56,267.92	2.16
7/10/58	The Texas Company Capital Stock	600	71-3/8(300) 71-1/2(300)	43,139.37	3.27
7/10/58	U. S. Steel Corporation Common Stock	600	65-1/8(200) 65-1/2(200) 65-5/8(200)	39,523.24	4.55
7/11/58	American Can Company Common Stock	1,000	49-1/2(100) 49-5/8(400) 49-3/4(500)	50,113.39	3.99
7/11/58	Texas Utilities Company Common Stock	1,000	51-5/8(400) 51-3/4(600)	52,116.68	3.07
7/14/58	Security-First National Bank (Los Angeles) Common Stock	500	47-1/4 Net	23,625.00	3.39
7/14/58	National Bank of Detroit Common Stock	500	53-1/4 Net	26,625.00	3.76
7/14/58	The Travelers Insurance Company Capital Stock	200	81-3/4 Net	16,350.00	1.35
7/18/58	Commercial Credit Company Common Stock	1,300	56-1/8(200) 56-1/4(200) 56-1/2(200) 56-3/4(500) 56-7/8(100) 57 (100)	74,118.07	4.91
7/18/58	J. C. Penney Co., Inc., Common Stock	600	93-1/4(100) 93-1/2(500)	56,365.08	4.52

*Includes brokerage commission paid.

**Yield at present indicated dividend rate.

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicate Current Yield on Cost*
7/21 & 22/58	Consumers Power Company Common Stock	1,000	52-1/2(200) 52-5/8(300) 52-3/4(500)	\$ 53,105.18	4.52%
7/21 & 22/58	Southern California Edison Company Common Stock	900	55-7/8(500) 56 (200) 56-1/8(200)	50,763.87	4.25
7/22/58	General Foods Corporation Common Stock	700	62-1/2(100) 62-3/4(200) 62-7/8(200) 63 (200)	44,291.99	4.34
7/22/58	Otis Elevator Company Common Stock	1,000	52 (300) 52-1/4(200) 52-3/8(100) 53 (400)	52,930.00	3.78
7/23/58	Monsanto Chemical Company Common Stock	1,500	34-3/4(1000) 34-7/8(500)	52,733.50	2.84
7/23/58	National Cash Register Company Common Stock	700	67-3/4(400) 68 (300)	47,820.52	1.76
7/24/58	Ex-Cell-O Corporation Common Stock	1,400	38-3/8(100) 38-1/2(400) 38-5/8(200) 38-3/4(700)	54,623.97	3.84
7/24/58	Shell Oil Company Common Stock	700	81-1/2(300) 81-7/8(100) 82 (100) 82-5/8(100) 82-3/4(100)	57,705.38	2.43
7/25/58	The B. F. Goodrich Company Common Stock	900	68	61,612.20	3.21
7/25/58	Minneapolis-Honeywell Regulator Company Common Stock	500	98 (100) 98-1/2(300) 99 (100)	49,494.25	1.77
7/31/58	Chemical Corn Exchange Bank (New York, N.Y.) Capital Stock	500	50-1/4 Net	25,125.00	4.58
7/31/58	Mellon National Bank & Trust Company (Pittsburgh, Pa.) Common Capital Stock	200	128 Net	25,600.00	3.13
8/1/58	Connecticut General Life Insur- ance Company Capital Stock	100	310 Net	31,000.00	0.65
8/1/58	Federal Insurance Company Common Capital Stock	200	46-1/4 Net	9,250.00	1.95
8/5 & 6/58	Phelps Dodge Corporation Capital Stock	1,000	55 (400) 55-1/4(300) 55-1/2(300)	55,670.24	5.39
8/5/58	Standard Oil Company of California Capital Stock	900	51-3/8(300) 51-1/2(600)	46,709.82	3.85

*Includes brokerage commission paid.

**Yield at present indicated dividend rate.

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
8/6, 7, 12, & 13/58	General Motors Corporation Common Stock	1,200	44-1/8(400) 43-7/8(200) 43-5/8(200) 43-1/2(400)	\$ 53,040.74	4.52%
8/6 & 7/58	Pacific Gas & Electric Company Common Stock	900	56-1/8(400) 55-3/4(500)	50,726.34	4.26
8/7 & 8/58	Crown Zellerbach Corporation Common Stock	900	50-3/4(200) 51 (500) 51-7/8(200)	46,422.04	3.49
8/7 & 8/58	National Biscuit Company Common Stock	1,000	49-1/8(100) 49-1/2(100) 49-5/8(100) 49-3/4(100) 49-7/8(200) 50 (400)	50,213.88	4.38
8/8/58	Eastman Kodak Company Common Stock	400	118-3/4(200) 118-1/4(200)	47,603.42	2.39
8/8/58	Chas. Pfizer & Company, Inc., Common Stock	600	73	44,077.80	3.06
8/11/58	Consolidated Natural Gas Company Common Stock	1,100		51,891.18	4.24
8/11/58	Oklahoma Gas & Electric Company Common Stock	1,000	50-3/8	50,815.40	3.74
8/12 & 13/58	C. I. T. Financial Corporation Common Stock	1,400	54-3/4(200) 55 (1200)	77,572.96	4.33
8/12/58	E. I. du Pont de Nemours & Company Common Stock	300	197 (100) 197-1/2(200)	59,376.20	3.28
8/29/58	Carolina Power & Light Co. Common Stock	1,600	31-1/8(200) 31-5/8(1400)	51,056.46	4.14
8/29/58	Caterpillar Tractor Company Common Stock	600	77-1/4(200) 77-3/4(400)	46,680.42	3.08
8/29/58	American Tobacco Co. Common Stock	600	85-5/8	51,660.36	5.81
8/29/58	Johns-Manville Corporation Common Stock	1,200	44-7/8(200) 45 (1000)	54,472.88	4.41
	Total Common Stocks Purchased	<u>83,890</u>		<u>4,634,616.82</u>	<u>3.91</u>
	Total Corporate Securities Purchased			<u>\$6,658,365.02</u>	<u>4.02%</u>

*Includes brokerage commissions paid.

**Yield at present indicated dividend rate.

EXCHANGE OF SECURITIES

<u>Date Exchanged</u>	<u>Security Exchanged</u>	
6/ 4/58	\$5,000,000 par value U. S. 2-3/8% Treasury Bonds of 1958, due 6/15/58, sent in for exchange into like par amount of U. S. 1-1/4% Treasury Certificates of Indebtedness, Series B-1959, due 5/15/59 (see below for subsequent sale)	--
8/25/58	\$5,076,000 par value Board of Regents of The University of Texas 1-1/2% Permanent University Fund Bonds, Series 1949, dated 7/1/49, due 7/1/59-69, callable 7/1/59 @ 102, exchanged for like par amount of Refunding Bonds, Series 1958, dated 7/1/58, due 7/1/59-69, noncallable prior to maturity (see below for subsequent sale)	--
8/25/58	\$2,775,000 par value Board of Directors of The Agricultural & Mechanical College of Texas 1-1/2% Permanent University Fund Bonds, Ditto, exchanged for like par amount of Refunding Bonds, Series 1958, dated 7/1/58, due 7/1/59-69, noncallable prior to maturity (see below for subsequent sale)	--

SALE OF SECURITIES

<u>Date Sold</u>	<u>Security Sold</u>	<u>Net Principal Proceeds</u>
3/18/58	\$1,000,000 par value U. S. 2-1/4% Treasury Bond of 1959-62, due 6/15/59-62, at 99-1/32nd (99.03125) Net	\$ 990,312.50
6/ 5/58	565/1000ths share First City National Bank of Houston Capital Stock (Received as part of 1-for-11 1/2 stock dividend)	35.03
6/25/58	\$5,000,000 par value U. S. 1-1/4% Treasury Certificates of Indebtedness, Series B-1959, due 5/15/59, at 100-3/32nds (100.09375) Net	5,004,687.50
8/29/58	\$5,076,000 par value Board of Regents of The University of Texas 2.10%, 2.25%, and 2.40% Permanent University Fund Refunding Bonds, Series 1958, dated 7/1/58, due 7/1/59-69, noncallable prior to maturity, sold competitively on 7/23/58 at par plus a premium of \$456.84, the low bid being submitted by Halsey, Stuart & Co., Chicago, Illinois (Delivery against payment made on 8/29/58)	5,076,456.84
8/29/58	\$2,775,000 par value Board of Directors of The Agricultural & Mechanical College of Texas 2.25% and 2.30% Permanent University Fund Refunding Bonds, Series 1958, dated 7/1/58, due 7/1/59-69, noncallable prior to maturity, sold competitively on 7/23/58, at par plus a premium of \$562.00, the low bid being submitted by Drexel & Company, New York, N. Y. (Delivery against payment made on 8/29/58)	2,775,562.00

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - RECOMMENDED CHANGES IN APPROVED LIST OF SECURITY DEALERS AND BROKERS.--It is recommended that the following changes be approved in the list of security dealers and brokers as approved by the Board of Regents through January 11, 1958:

To Section IV. A. Group II (Firms which serve as New York correspondents of Texas firms having membership on the New York Stock Exchange but not floor privileges):

Change New York correspondent from Dominick & Dominick to Pershing & Company (effective August 26, 1958) for following Texas firms:

Dewar, Robertson and Pancoast (San Antonio)
Schneider, Bernet and Hickman (Dallas)
Underwood, Neuhaus and Company (Houston)

Change New York correspondent from Carl M. Loeb, Rhoades & Co. to Reynolds & Co., Inc. (effective September 8, 1958) for following Texas firm:

Russ & Co., Inc. (San Antonio)

Change New York correspondent from Laurence M. Marks & Company to Carl M. Loeb, Rhoades & Co. (effective August 20, 1958) for following Texas firm:

Dittmar & Company, Inc. (San Antonio)

To Section IV. A. Group III (Firms which have neither branch offices in Texas nor correspondent firms in Texas):

Add the following New York firm to list for direct trading:

Laurence M. Marks & Company

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - RECOMMENDED REAPPOINTMENT OF INVESTMENT ADVISORY COMMITTEE ON ROTATION BASIS.--When the Investment Advisory Committee for the Permanent University Fund investment program was first constituted and appointed by the Board of Regents in the Spring of 1957, it was contemplated that the membership of the Committee would be rotated at periodic intervals. With that idea in mind, the first four members of the Committee (namely, Donald D. James, Vice President, The Austin National Bank of Austin, Texas; DeWitt Ray, Senior Vice President, Republic National Bank of Dallas, Texas; Carroll D. Simmons, Vice President and Senior Trust Officer, First City National Bank of Houston, Texas; and O. Roy Stevenson, Vice President and Trust Officer, The Fort Worth National Bank of Fort Worth, Texas) were initially appointed for a term ending August 31, 1958.

It is now believed advisable to make no change in the present membership until the end of the 1958-59 fiscal year, at which time, membership rotation would begin. Accordingly, it is recommended that the initially appointed members of the Committee be reappointed and, further, that rotation be on the basis of replacing one member at a time as follows: Mr. Ray's term to extend through August 31, 1959; Mr. James' term through August 31, 1960; Mr. Simmons' term through August 31, 1961; and Mr. Stevenson's term through August 31, 1962. It is further recommended that new members to the Committee be appointed for a term of four years, the first new member to be appointed to begin with the 1959-60 fiscal year.

PERMANENT UNIVERSITY FUND REFUNDING BONDS, SERIES 1958 - REPORT ON EXCHANGE OF 1949 BONDS AND DELIVERY OF 1958 BONDS.--In accordance with authorization by the Board of Regents at the July 23, 1958 meeting, the following steps have been taken by the University Staff:

1. Delivery of Escrow Agreement and Warrant to Texas National Bank on July 24, 1958 and execution of Agreement on behalf of the Texas National Bank;
2. Negotiations for printing of bonds as per bids;
3. Publication of Notice of Redemption in Bond Buyer on two occasions and notification of all paying agent banks of such redemption;
4. Check in Austin Banks and State Treasurer's Office of bonds being refunded and in State Comptroller's Office of new bonds;
5. Exchange on August 25, 1958 in State Comptroller's Office of \$5,076,000 Board of Regents Refunding Bonds and \$2,775,000 Agricultural and Mechanical College Refunding Bonds, Series 1958, for like amounts of 1949 Bonds after registration of Refunding Bonds by State Comptroller;
6. Delivery on August 29, 1958 through The American National Bank of Austin to successful bidders of the \$5,076,000 Board of Regents of The University of Texas Refunding Bonds and \$2,775,000 of the Board of Directors of the Agricultural and Mechanical College of Texas Refunding Bonds.

For the \$5,076,000 of Board of Regents Permanent University Fund Refunding Bonds, Series 1958, there was a profit of \$124.50 on the sale over book value. Accrued interest paid by the purchasers for the period July 1 to August 29, 1958 was \$18,567.01.

For the \$2,775,000 Board of Directors of the Agricultural and Mechanical College Permanent University Fund Refunding Bonds, Series 1958, there was a profit of \$3,629.24 on the sale over book value. Accrued interest paid by the purchasers for the period July 1 to August 29, 1958 was \$10,196.32.

Final figures on expenses of the refunding are not yet available.

PERMANENT UNIVERSITY FUND--LAND MATTERS.--

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

PIPE LINE EASEMENT NO. 1099, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to El Paso Natural Gas Company covers 3.836 rods of 4-1/2 - inch natural gas line at \$0.50 per rod for the 10-year period beginning June 1, 1958, and ending May 31, 1968, to be located in Section 22, Block 9, University Lands, Andrews County, Texas. The minimum consideration of \$50.00 for the 10-year period has been received.

BUSINESS SITE EASEMENT NO. 1100, SAM DOUGLAS, REAGAN COUNTY, TEXAS.--This application for a business site easement covers a tract 200' by 200' in Section 7, Block 11, University Lands, Reagan County, Texas, for use as a storage lot for cement for a period of one year beginning June 1, 1958, and ending May 31, 1959, with the option to extend and renew the lease from year to year, not to exceed a total period of 10 years from June 1, 1958, upon payment in advance of annual rental of \$150.00. Rental of \$150.00 for the first year has been received.

PIPE LINE EASEMENT NO. 1101, MAGNOLIA PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Magnolia Pipe Line Company covers 1,950.05 rods of 4-inch pipe line and 164.54 rods of 2-inch pipe line at \$0.25 per rod for the 10-year period beginning June 1, 1958, and ending May 31, 1968, to be located in Sections 6, 14, 17, 20, 22, 23, 31, 32, 33, 41 and 42, Block 4, University Lands, Andrews County, Texas. The full consideration of \$528.65 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1102, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to El Paso Natural Gas Company covers 31.042 rods of 4-inch pipe line at \$0.25 per rod for the 10-year period beginning July 1, 1958, and ending June 30, 1968, to be located in Section 42, Block 9, University Lands, Andrews County, Texas. The minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1103, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Phillips Petroleum Company covers 267.5 rods of 3-1/2 - inch gas pipe line in Section 14, Block 1, and Section 16, Block 10, University Lands, Andrews County, Texas, and 102.4 rods of 4-1/2 - inch gas pipe line in Section 7, Block 9, University Lands, Andrews County, Texas. The 3-1/2 - inch line is at the rate of \$0.25 per rod and the 4-1/2 - inch line at the rate of \$0.50 per rod for the 10-year period beginning June 1, 1958, and ending May 31, 1968. The full consideration of \$118.08 for the 10-year period has been received.

MICROWAVE STATION EASEMENT NO. 1104, EL PASO NATURAL GAS COMPANY, HUDSPETH COUNTY, TEXAS.--This application for a microwave station easement to El Paso Natural Gas Company covers a 1.435 - acre tract in the NW/4 of SE/4 of Section 44, Block G, University Lands, Hudspeth County, Texas, for a period of 10 years beginning July 1, 1958, and ending June 30, 1968, at the rate of \$100.00 per year, payable annually in advance. The microwave station to be installed and operated thereon is to be used in connection with operation of pipelines transporting oil, gas and other minerals. Furthermore, the right shall be granted to construct an improved road across adjacent lands in Sections 44 and 45, Block G, University Lands, Hudspeth County, Texas, from the site of the microwave station to a point of connection with an existing access road. Rental of \$100.00 for the first year has been received.

PIPE LINE EASEMENT NO. 1105, TEXAS-NEW MEXICO PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Texas-New Mexico Pipe Line Company covers 150 rods of 4-1/2 - inch oil pipe line at \$0.50 per rod for the 10-year period beginning June 1, 1958, and ending May 31, 1968, to be located in Section 5, Block 14, University Lands, Andrews County, Texas. The full consideration of \$75.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1106, PHILLIPS PETROLEUM COMPANY, ECTOR COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 354).--This application for a pipe line easement to Phillips Petroleum Company covers 187.6 rods of 6-3/4 - inch gas pipe line at \$0.75 per rod, and 364.8 rods of 4-1/2 - inch gas pipe line at \$0.50 per rod, for the 10-year period beginning July 1, 1958, and ending June 30, 1968. These pipe lines, located in Section 1, Block 35, University Lands, Ector County, Texas, have been resurveyed, and the number of rods covered differs from the number covered by Easement No. 354, of which this is a renewal, due to installation of additional lines. The full consideration of \$323.10 for the 10-year period has been received.

POWER LINE EASEMENT NO. 1107, TEXAS ELECTRIC SERVICE COMPANY, ANDREWS COUNTY, TEXAS.--This application for a power line easement to Texas Electric Service Company covers 927 rods of line at \$0.05 per rod per year for a period of 10 years beginning June 1, 1958, and ending May 31, 1968, to be located in Sections 15 and 32, Block 4, Section 42, Block 5, Section 16, Block 8, Section 7, Block 9, Section 12, Block 10, Sections 28, 33, 34, 35, Block 11, and Sections 1 and 2, Block 14, University Lands, Andrews County, Texas. The full consideration of \$463.50 for the 10-year period has been received.

POWER LINE EASEMENT NO. 1108, TEXAS ELECTRIC SERVICE COMPANY, WARD COUNTY, TEXAS.--This application for a power line easement to Texas Electric Service Company covers 1401 rods of line at \$0.05 per rod per year for a period of 10 years beginning June 1, 1958, and ending May 31, 1968, to be located in Sections 21 and 40, Block 17, Sections 15 and 16, Block 16, and Section 42, Block 18, University Lands, Ward County, Texas. The full consideration of \$700.50 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1109, PHILLIPS PETROLEUM COMPANY, CRANE AND ECTOR COUNTIES, TEXAS. (RENEWAL OF EASEMENT NO. 353).--This application for a pipe line easement to Phillips Petroleum Company covers 3572.0 rods of 3-1/2 - inch gasoline pipe line at \$0.25 per rod and 681.1 rods of 4-1/2 - inch gasoline pipe line at \$0.50 per rod for the 10-year period beginning July 1, 1958, and ending June 30, 1968, located in Sections 1, 2, 3, 5, 10, 11, Block 35, and Sections 5, 8, 17, 20, 21, 28, 33, 40 and 45, Block 30, University Lands, Crane and Ector County, Texas. The number of rods of pipe line covered by this easement is based on a resurvey of lines in place. Easement No. 353, of which this is a renewal, covered 3626.92 rods of 3-inch line and in August, 1955, 1057.3 rods of 4-inch line were laid, of which only 681.1 rods are now 4-1/2 - inch lines under Easement No. 1109, the remainder of the additional 4-inch line being in Section 10, Block 35, Crane and Ector Counties, and covered by Easement No. 738. The full consideration of \$1,233.55 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1110, PHILLIPS PETROLEUM COMPANY, REAGAN AND CROCKETT COUNTIES, TEXAS.--This application for a pipe line easement to Phillips Petroleum Company covers 1808.4 rods of 2-3/8 - inch gasoline pipe line at \$0.25 per rod for the 10-year period beginning May 1, 1958, and ending April 30, 1968, to be located in Section 1, Block 47, and Sections 3, 4, 7, 14, 16, 17, and 25, Block 48, University Lands, Reagan and Crockett Counties, Texas. The full consideration of \$452.10 for the 10-year period has been received.

BUSINESS SITE EASEMENT NO. 1111, AARON-BALDWIN WELL SERVICE, INCORPORATED, WARD COUNTY, TEXAS.--This application for a business site easement covers a 1.90-acre tract, 180' by 460', in Section 1, Block 16, University Lands, Ward County, Texas, for use as a well servicing lot for a period of one year beginning June 15, 1958, and ending June 14, 1959, with the option to extend and renew the lease from year to year, not to exceed a total period of 10 years from June 15, 1958, upon payment in advance of annual rental of \$100.00. This 1.90-acre tract is a part of the acreage which has been under Camp Site Easement No. 911 to Humble Oil and Refining Company. That company has executed a release of the 1.90-acre tract so that it could be leased to Aaron-Baldwin Well Service, Inc., copies of which release are a matter of record. Rental of \$100.00 for the first year has been received.

CAMP SITE EASEMENT NO. 1112, PHILLIPS PETROLEUM COMPANY, ECTOR COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 351).--This application for a camp site easement covers a tract of 14.69 acres in Section 1, Block 35, University Lands, Ector County, Texas, for the purpose of operating and maintaining thereon an oil field camp, and building and maintaining on this site necessary buildings and other structures, as well as drilling water wells, laying water, gas and electric lines, etc., which will be necessary in the use of the premises. This easement is for a period of one year

beginning August 15, 1958, and ending August 14, 1959, with the option to extend and renew the lease from year to year, not to exceed a total period of 10 years from August 15, 1958, upon payment in advance of annual rental of \$146.90. Rental of \$146.90 for the first year has been received.

PIPE LINE EASEMENT NO. 1113, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY, TEXAS.-- This application for a pipe line easement to Phillips Petroleum Company covers 186.4 rods of 4-1/2 - inch gas pipe line at \$0.50 per rod, 491.3 rods of 6-5/8 - inch gas pipe line at \$0.75 per rod, and 99.5 rods of 8-5/8 - inch gas pipe line at \$1.00 per rod for the 10-year period beginning July 1, 1958, and ending June 30, 1968, to be located in Sections 5 and 17, Block 4, and Sections 30 and 31, Block 5, University Lands, Andrews County, Texas. The full consideration of \$561.18 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1114, PHILLIPS PETROLEUM COMPANY, ANDREWS AND CRANE COUNTIES, TEXAS.--This application for a pipe easement to Phillips Petroleum Company covers 399.6 rods of 4-1/2 - inch gas pipe line at \$0.50 per rod for the 10-year period beginning July 1, 1958, and ending June 30, 1968, to be located in Section 5, Block 10, and Sections 34 and 35, Block 11, University Lands, Andrews County, Texas, and Sections 8 and 14, Block 30, University Lands, Crane County, Texas. The full consideration of \$199.80 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1115, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to El Paso Natural Gas Company covers 278.182 rods of 6-5/8 - inch gas pipe line at \$0.75 per rod for the 10-year period beginning August 1, 1958, and ending July 31, 1968, to be located in Sections 21 and 22, Block 1, University Lands, Andrews County, Texas. The full consideration of \$208.64 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1116, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to El Paso Natural Gas Company covers 7.152 rods of 4-1/2 - inch gas pipe line at \$0.50 per rod for the 10-year period beginning August 1, 1958, and ending July 31, 1968, to be located in Section 22, Block 1, University Lands, Andrews County, Texas. The full minimum consideration of \$50.00 for the 10-year period has been received.

BUSINESS SITE EASEMENT NO. 1117, WESTERN OIL TRANSPORTATION COMPANY, INC., REAGAN COUNTY, TEXAS.--This application for a business site easement covers a tract 200' by 200' in Section 7, Block 11, University Lands, Reagan County, Texas, for use as a butane storage lot for a period of one year beginning July 1, 1958, and ending June 30, 1959, with the option to extend and renew the lease from year to year, not to exceed a total period of 10 years from July 1, 1958, upon payment in advance of annual rental of \$150.00. Rental of \$150.00 for the first year has been received.

PIPE LINE EASEMENT NO. 1118, EL PASO NATURAL GAS COMPANY, HUDSPETH COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 7).--This application for renewal of a pipe line easement to El Paso Natural Gas Company covers two 16-inch gas pipe lines, each containing 10,065.52 rods at \$1.50 per rod, and two 2-inch and 4-inch water pipe lines, each containing 431.41 rods at \$0.25 per rod, for a period of 10 years beginning January 1, 1959, and ending December 31, 1968. These lines are located in Blocks G, H, J, K and L, University Lands, Hudspeth County, Texas. (Easement No. 7, of which this is a renewal, was granted for a period of 30 years, beginning January 1, 1929, rather than for a period of ten years for which such leases are now granted; and the number of rods of gas pipe line covered by that easement varies slightly from that specified under this renewal, Easement No. 1118.) The full consideration of \$30,412.26 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1048 - CORRECTION OF LOCATION, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS.--On March 15, 1958, the Board of Regents approved the application of El Paso Natural Gas Company for Pipe Line Easement No. 1048, covering 320.4 rods of 6-5/8 - inch gas pipe line at \$0.75 per rod in Sections 21, 23 and 24, Block 1, University Lands, Andrews County, Texas, for a 10-year period beginning January 1, 1958, and ending December 31, 1967. El Paso Natural Gas Company has submitted corrected Exhibits A, B and C, whereby Section 24 will be eliminated and Section 22 will be added as the location for this pipe line easement in Block 1, University Lands, Andrews County, Texas. The company requests that these exhibits be substituted for those originally submitted with their application.

MATERIAL SOURCE EASEMENT NO. 1119, TEXAS HIGHWAY DEPARTMENT, CRANE COUNTY, TEXAS.--This application for a material source easement to the Texas Highway Department covers a tract of 16.529 acres in Section 45, Block 31, University Lands, Crane County, Texas, which will provide material for the purpose of reconstructing State Highway No. 329 and F. M. Road No. 1601 in Crane County, as well as for maintenance operations on projects in the vicinity. No consideration is involved in this easement.

PIPE LINE EASEMENT NO. 1120, CABOT CARBON COMPANY, WARD COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 369).--This application for a pipe line easement to Cabot Carbon Company covers 58.8 rods of 6-inch gas pipe line at \$0.50 per rod for the 10-year period beginning December 1, 1958, and ending November 30, 1968. These lines are located in Section 3, Block 16, University Lands, Ward County, Texas. The full minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1121, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to El Paso Natural Gas Company covers 302.976 rods of 4-1/2 - inch gas pipe line at \$0.50 per rod for the 10-year period beginning September 1, 1958, and ending August 31, 1968, to be located in Section 10, Block 1, University Lands, Andrews County, Texas. The full consideration of \$151.49 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1122, PHILLIPS PETROLEUM COMPANY, ECTOR, CRANE AND ANDREWS COUNTIES, TEXAS.--This application for a pipe line easement to Phillips Petroleum Company covers 1118.2 rods of 10-3/4 - inch gas line at \$1.00 per rod, 574.9 rods of 4-1/2 - inch gas line at \$0.50 per rod, and 373.5 rods of 3-1/2 - inch gas line at \$0.25 per rod for the 10-year period beginning August 1, 1958, and ending July 31, 1968. These lines are to be located in Sections 8, 9, 10, 11, and 12, Block 35, University Lands, Ector and Crane Counties, Texas; Section 42, Block 30, and Section 37, Block 31, University Lands, Crane County, Texas; and Sections 16 and 35, Block 10, University Lands, Andrews County, Texas. The full consideration of \$1,499.03 for the 10-year period has been received.

POWER LINE EASEMENT NO. 1123, TEXAS ELECTRIC SERVICE COMPANY, ANDREWS COUNTY, TEXAS.--This application for a power line easement to Texas Electric Service Company covers 378 rods of line at \$0.50 per rod for a period of 10 years beginning August 1, 1958, and ending July 31, 1968. The electric distribution lines covered by this easement are located in Sections 2, 10 and 15, Block 4, Section 6, Block 5, and Sections 5 and 8, Block 9, University Lands, Andrews County, Texas. The full consideration of \$189.00 for the 10-year period has been received.

POWER LINE EASEMENT NO. 1124, TEXAS ELECTRIC SERVICE COMPANY, LOVING COUNTY, TEXAS.--This application for a power line easement to Texas Electric Service Company covers 174 rods of line at \$0.50 per rod for a period of 10 years beginning August 1, 1958, and ending July 31, 1968. The electric distribution lines covered by this easement are located in Sections 7 and 16, Block 19, University Lands, Loving County, Texas. The full consideration of \$87.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1125, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to El Paso Natural Gas Company covers 507.200 rods of 6-5/8 - inch natural gas line at \$0.75 per rod in Sections 26, 27 and 34, Block 1, University Lands, Andrews County, Texas, for a period of 10 years beginning September 1, 1958, and ending August 31, 1968. The full consideration of \$380.40 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1126, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to El Paso Natural Gas Company covers 63.503 rods of 4-1/2 - inch natural gas line at \$0.50 per rod in Section 10, Block 1, University Lands, Andrews County, Texas, for a period of 10 years beginning September 1, 1958, and ending August 31, 1968. The minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1127, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to El Paso Natural Gas Company covers 468.315 rods of 10-3/4 - inch natural gas line at \$1.00 per rod in Section 27, Block 1, and Section 36, Block 9, University Lands, Andrews County, Texas, for a period of 10 years beginning September 1, 1958, and ending August 31, 1968. The full consideration of \$468.32 for the 10-year period has been received.

POWER LINE EASEMENT NO. 1128, TEXAS ELECTRIC SERVICE COMPANY, CRANE AND WARD COUNTIES, TEXAS (RENEWAL OF EASEMENT NO. 389).--This application for a power line easement to Texas Electric Service Company covers 9,296 rods of line at \$0.50 per rod for a period of 10 years beginning January 1, 1959, and ending December 31, 1968. The distribution, transmission and telephone lines covered by this easement are located in Sections 3, 10, 11, 14, 15, 22, 23, 26, 27, 34, 35, 38, 39, 40, 45, 46 and 47, Block 30, University Lands, Crane County, Texas, and in Sections 1, 11, 12, 19, 20, 26, 27, and 34, Block 16, University Lands, Ward County, Texas. The number of rods of line covered by this easement is based on a resurvey of lines in place and, due to removal of some lines, is 1,720 rods less than the number of rods covered by Easement No. 389, of which this is a renewal. The full consideration of \$4,648.00 for the 10-year period has been received.

GRAZING LEASE NO. 680-A TO DARRELL S. WARREN - ASSIGNMENT OF 500 ACRES OUT OF GRAZING LEASE NO. 680 FROM HARRIS G. EASTHAM, JR., PECOS COUNTY, TEXAS.--This assignment from Harris G. Eastham, Jr., to Darrell Warren, designated as Grazing Lease No. 680-A, covers 500 acres in Sections 2, 3, 10 and 11, Block 18, University Lands, Pecos County, Texas, out of 3,345.4 acres in Blocks 18 and 20, Pecos County, contained in Grazing Lease No. 680, which was issued for the purpose of farming, stock raising and grazing for a term of 10 years beginning July 1, 1953, and ending June 30, 1963. Of the 500 acres being assigned there are at the present time between 350 and 400 acres under cultivation. Mr. Warren is to pay Mr. Eastham \$25,000.00 during the remaining 5-year period of the lease; Mr. Eastham has spent an estimated \$60,000.00 thus far in improvement of this acreage. Grazing Lease No. 680, covering 3,345.4 acres, was granted on a basis of a straight annual rental of \$0.35 per acre plus an annual rental of \$2.50 per acre on land in cultivation for the first 5-year period of the lease and an annual rental of \$5.00 per acre on land in cultivation for the second 5-year period of the lease. Rental payments under these terms are to be assumed by Mr. Warren, effective January 1, 1959, for the 500 acres being assigned to him. The standard assignment fee of \$25.00 and the \$1.00 General Land Office filing fee have been received.

GRAZING LEASE NO. 680-B TO L. D. HAREN - ASSIGNMENT OF 245.54 ACRES OUT OF GRAZING LEASE NO. 680 FROM HARRIS G. EASTHAM, JR., PECOS COUNTY, TEXAS.--This assignment from Harris G. Eastham, Jr., to L. D. Haren, designated as Grazing Lease No. 680-B, covers 245.54 acres in Sections 2 and 3, Block 18, University Lands, Pecos County, Texas, contained in Grazing Lease No. 680, which was issued for the purpose of farming, stock raising, and grazing for a term of 10 years beginning July 1, 1953, and ending June 30, 1963. There is no bonus involved in this assignment; however, the following consideration is stipulated: drilling and testing for water, fencing, and surveying, Mr. Eastham retaining a one-half interest in the new fencing during the term of the lease. Grazing Lease No. 680, covering 3,345.4 acres, was granted on a basis of a straight annual rental of \$0.35 per acre plus an annual rental of \$2.50 per acre on land in cultivation for the first 5-year period of the lease and an annual rental of \$5.00 per acre on land in cultivation for the second 5-year period of the lease. Rental payments under these terms are to be assumed by Mr. Haren, effective January 1, 1959, for the 245.54 acres being assigned to him. At the present time this acreage is not under cultivation. The standard assignment fee of \$25.00 and the \$1.00 General Land Office filing fee have been received.

PIPE LINE EASEMENT NO. 1129, TEXAS-NEW MEXICO PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS. (RENEWAL OF EASEMENT NO. 400).-- This application for a pipe line easement to Texas-New Mexico Pipe Line Company covers 618.58 rods of 4-1/2 - inch line at \$0.50 per rod and 4,817.30 rods of 8-5/8 - inch line at \$1.00 per rod for the 10-year period beginning February 1, 1959, and ending January 31, 1969, located in Sections 12, 13, 14, 15, 20, 21, 22, 23, 29, 30, 31, Block 12; Sections 25, 34, 35, 36, 39, 40, 41, 43, 44, Block 13; and Section 1, Block 14; University Lands, Andrews County, Texas. Easement No. 400, of which this is a renewal, covered 262.58 rods of 4-1/2 - inch line and 4,817.30 rods of 8-5/8 - inch line; however, an additional 356 rods of 4-1/2 - inch line was added during the course of Easement No. 400 in accordance with provisions of that easement. The full consideration of \$5,126.59 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1130, CONTINENTAL OIL COMPANY, REAGAN COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 384).--This application for a pipe line easement to Continental Oil Company covers 36.36 rods of 2-inch water line at \$0.25 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Section 7, Block 11, University Lands, Reagan County, Texas. The minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1131, TEXAS-NEW MEXICO PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS. (RENEWAL OF EASEMENT NO. 388).--This application for a pipe line easement to Texas-New Mexico Pipe Line Company covers 1,149 rods of 4-1/2 - inch line at \$0.50 per rod, 1,057 rods of 6-5/8 - inch line at \$0.75 per rod and 311 rods of 8-5/8 - inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968. These lines are located in Sections 13, 24, 25, and 36, Block 13, and Sections 1, 2, 14 and 26, Block 14, University Lands, Andrews County, Texas. The number of rods and the size of lines in Easement No. 1131 differ from those in Easement No. 388, of which it is a renewal, due to removal and change in size of some of the lines during the course of Easement No. 388. The full consideration of \$1,678.25 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1132, HUMBLE PIPE LINE COMPANY, CROCKETT COUNTY, TEXAS. (RENEWAL OF EASEMENT NO. 373).--This application for a pipe line easement to Humble Pipe Line Company covers 15.15 rods of 4-inch line at \$0.25 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Section 35, Block 7, University Lands, Crockett County, Texas. The minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1133, HUMBLE PIPE LINE COMPANY, REAGAN AND CROCKETT COUNTIES, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 374).--This application for a pipe line easement to Humble Pipe Line Company covers 3,288.42 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in the following University land: Sections 14, 23, 26, 35, 36, Block 11, Reagan County; Sections 6, 7, 18, 19, 30, Block 12, Reagan and Crockett Counties; and Sections 24 and 35, Block 7, Crockett County, Texas. Pipe line covered by Easement No. 1134, below, is on the same right of way as that of Easement No. 1133. Easement No. 374, which is being renewed by Easements No. 1133 and No. 1134, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$3,288.42 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1134, HUMBLE PIPE LINE COMPANY, REAGAN AND CROCKETT COUNTIES, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 374).--This application for a pipe line easement to Humble Pipe Line Company covers 3,288.42 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in the following University land: Sections 14, 23, 26, 35, 36, Block 11, Reagan County; Sections 6, 7, 18, 19, 30, Block 12, Reagan and Crockett Counties; and Sections 24 and 35, Block 7, Crockett County, Texas. Pipe line covered by Easement No. 1133, above, is on the same right of way as that of Easement No. 1134. Easement No. 374, which is being renewed by Easements No. 1133 and No. 1134, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$3,288.42 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1135, HUMBLE PIPE LINE COMPANY, CRANE COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 375).--This application for a pipe line easement to Humble Pipe Line Company covers 3,163.63 rods of 10-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 17, 18, 20, 21, 26, 27, 28, 35, 36 and 37, Block 31; and Sections 42, 43, and 44, Block 30, University Lands, Crane County, Texas. Pipe line covered by Easements No. 1136 and No. 1137, below, is on the same right of way as that of Easement No. 1135. Easement No. 375, which is being renewed by Easements No. 1135, No. 1136 and No. 1137 covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$3,163.63 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1136, HUMBLE PIPE LINE COMPANY, CRANE COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 375).--This application for a pipe line easement to Humble Pipe Line Company covers 3,163.63 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 17, 18, 20, 21, 26, 27, 28, 35, 36 and 37, Block 31; and Sections 42, 43 and 44, Block 30, University Lands, Crane County, Texas. Pipe line covered by Easement No. 1135, above, and Easement No. 1137, below, is on the same right of way as that of Easement No. 1136. Easement No. 375, which is being renewed by Easements No. 1135, No. 1136 and No. 1137, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$3,163.63 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1137, HUMBLE PIPE LINE COMPANY, CRANE COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 375).--This application for a pipe line easement to Humble Pipe Line Company covers 3,163.63 rods of 10-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 17, 18, 20, 21, 26, 27, 28, 35, 36 and 37, Block 31; and Sections 42, 43 and 44, Block 30, University Lands, Crane County, Texas. Pipe line covered by Easements No. 1135 and No. 1136, above, is on the same right of way as that of Easement No. 1137. Easement No. 375, which is being renewed by Easements No. 1135, No. 1136 and No. 1137, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$3,163.63 for the 10-year period has been received.

TELEPHONE AND TELEGRAPH EASEMENT NO. 1138, HUMBLE PIPE LINE COMPANY, CRANE AND ECTOR COUNTIES, TEXAS. (RENEWAL OF EASEMENT NO. 376).--This application for a telephone and telegraph easement to Humble Pipe Line Company covers 1,514.24 rods of line at \$0.50 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968. This telephone and telegraph line is located in Sections 3, 4, 7, 8 and 14, Block 35, University Lands, Crane and Ector Counties, Texas. Easement No. 376, of which this is a renewal, covered pipe line as well as telephone and telegraph lines installed as early as 1928 under special agreements. During the course of that easement the pipe line has been removed and easement covering the telephone and telegraph line is now being renewed under the University's current standard contract. The full consideration of \$757.12 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1139, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 377).--This application for a pipe line easement to Humble Pipe Line Company covers 1,674.24 rods of 10-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 10, 15, 16, 20, 21, 29, 30 and 31, Block 11, University Lands, Reagan County, Texas. Pipe line covered by Easement No. 1140, below, is on the same right of way as that of Easement No. 1139. Easement No. 377, which is being renewed by Easements No. 1139, No. 1140, No. 1141 and No. 1142, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,674.24 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1140, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 377).--This application for a pipe line easement to Humble Pipe Line Company covers 1,674.24 rods of 10-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 10, 15, 16, 20, 21, 29, 30 and 31, Block 11, University Lands, Reagan County, Texas. Pipe line covered by Easement No. 1139, above, is on the same right of way as that of Easement No. 1140. Easement No. 377, which is being renewed by Easements No. 1139, No. 1140, No. 1141 and No. 1142, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,674.24 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1141, HUMBLE PIPE LINE COMPANY, REAGAN AND CROCKETT COUNTIES, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 377).--This application for a pipe line easement to Humble Pipe Line Company covers 1,575.94 rods of 10-inch line at \$1.00 per rod and 5,957.39 rods of 12-inch line at \$1.50 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in the following University land: Sections 4, 8, 9, 11, 12, 13, Block 49, Reagan County; Section 25, Block 48, Crockett and Reagan Counties; Sections 1, 2, 3, 7, 8, 14 and 15, Block 47, Sections 11, 19, 20, 22 and 23, Block 44, Sections 2, 3, 9 and 10, Block 45, Section 30, Block 41 and Sections 1, 2, 10, 11, 15, 16, 20 and 21, Block 42, Crockett County, Texas. Pipe line covered by Easement No. 1142, below, is on the same right of way as that of Easement No. 1141. Easement No. 377, which is being renewed by Easements No. 1139, No. 1140, No. 1141 and No. 1142, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$10,512.03 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1142, HUMBLE PIPE LINE COMPANY, REAGAN AND CROCKETT COUNTIES, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 377).--This application for a pipe line easement to Humble Pipe Line Company covers 1,575.94 rods of 10-inch line at \$1.00 per rod and 5,957.39 rods of 12-inch line at \$1.50 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in the following University land: Sections 4, 8, 9, 11, 12, 13, Block 49, Reagan County; Section 25, Block 48, Crockett and Reagan Counties; Sections 1, 2, 3, 7, 8, 14 and 15, Block 47, Sections 11, 19, 20, 22 and 23, Block 44, Sections 2, 3, 9 and 10, Block 45, Section 30, Block 41 and Sections 1, 2, 10, 11, 15, 16, 20 and 21, Block 42, Crockett County, Texas. Pipe line covered by Easement No. 1141, above, is on the same right of way as that of Easement No. 1142. Easement No. 377, which is being renewed by Easements No. 1139, No. 1140, No. 1141, and No. 1142, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$10,512.03 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1143, HUMBLE PIPE LINE COMPANY, UPTON COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 378).--This application for a pipe line easement to Humble Pipe Line Company covers 1,038.97 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 10, 13, 14 and 15, Block 15, University Lands, Upton County, Texas. Pipe line covered by Easements No. 1144, No. 1145, and No. 1146, below, is on the same right of way as that of Easement No. 1143. Easement No. 378, which is being renewed by Easements No. 1143, No. 1144, No. 1145, No. 1146, No. 1147 and No. 1148, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,038.97 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1144, HUMBLE PIPE LINE COMPANY, UPTON COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 378).--This application for a pipe line easement to Humble Pipe Line Company covers 1,038.97 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 10, 13, 14 and 15, Block 15, University Lands, Upton County, Texas. Pipe line covered by Easement No. 1143, above, and Easements No. 1145 and No. 1146, below, is on the same right of way as that of Easement No. 1144. Easement No. 378, which is being renewed by Easements No. 1143, No. 1144, No. 1145, No. 1146, No. 1147 and No. 1148, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,038.97 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1145, HUMBLE PIPE LINE COMPANY, UPTON COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 378).--This application for a pipe line easement to Humble Pipe Line Company covers 1,038.97 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 10, 13, 14 and 15, Block 15, University Lands, Upton County, Texas. Pipe line covered by Easements No. 1143 and No. 1144, above, and Easement No. 1146, below, is on the same right of way as that of Easement No. 1145. Easement No. 378, which is being renewed by Easements No. 1143, No. 1144, No. 1145, No. 1146, No. 1147 and No. 1148, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,038.97 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1146, HUMBLE PIPE LINE COMPANY, UPTON COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 378).--This application for a pipe line easement to Humble Pipe Line Company covers 1,044.78 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 10, 13, 14 and 15, Block 15, University Lands, Upton County, Texas. Pipe line covered by Easements No. 1143, No. 1144, and No. 1145, above, is on the same right of way as that of Easement No. 1146. Easement No. 378, which is being renewed by Easements No. 1143, No. 1144, No. 1145, No. 1146, No. 1147 and No. 1148, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,044.78 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1147, HUMBLE PIPE LINE COMPANY, UPTON AND REAGAN COUNTIES, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 378).--This application for a pipe line easement to Humble Pipe Line Company covers 6,146.48 rods of 10-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in the following University land: Sections 8 through 12, Block 4, Upton County; Section 7, Block 4, Upton and Reagan Counties; Sections 25 through 30, Block 1, Sections 7 through 12, Block 8, and Section 12, Block 11, Reagan County, Texas. Pipe line covered by Easement No. 1148, below, is on the same right of way as that of Easement No. 1147. Easement No. 378, which is being renewed by Easements No. 1143, No. 1144, No. 1145, No. 1146, No. 1147 and No. 1148, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$6,146.48 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1148, HUMBLE PIPE LINE COMPANY, UPTON AND REAGAN COUNTIES, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 378).--This application for a pipe line easement to Humble Pipe Line Company covers 6,146.48 rods of 10-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in the following University land: Sections 8 through 12, Block 4, Upton County; Section 7, Block 4, Upton and Reagan Counties; Sections 25 through 30, Block 1, Sections 7 through 12, Block 8, and Section 12, Block 11, Reagan County, Texas. Pipe line covered by Easement No. 1147, above, is on the same right of way as that of Easement No. 1148. Easement No. 378, which is being renewed by Easements No. 1143, No. 1144, No. 1145, No. 1146, No. 1147 and No. 1148, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$6,146.48 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1149, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 379).--This application for a pipe line easement to Humble Pipe Line Company covers 1,388.78 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 4, 5, 6, 9, and 10, Block 11, University Lands, Reagan County, Texas. Pipe line covered by Easements No. 1150 and 1151, below, is on the same right of way as that of Easement No. 1149. Easement No. 379, which is being renewed by Easements No. 1149, No. 1150 and No. 1151, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,388.78 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1150, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 379).--This application for a pipe line easement to Humble Pipe Line Company covers 1,388.78 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 4, 5, 6, 9, and 10, Block 11, University Lands, Reagan County, Texas. Pipe line covered by Easement No. 1149, above, and Easement No. 1151, below, is on the same right of way as that of Easement No. 1150. Easement No. 379, which is being renewed by Easements No. 1149, No. 1150 and No. 1151, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,388.78 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1151, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 379).--This application for a pipe line easement to Humble Pipe Line Company covers 1,388.78 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 4, 5, 6, 9, and 10, Block 11, University Lands, Reagan County, Texas. Pipe line covered by Easements No. 1149 and No. 1150, above, is on the same right of way as that of Easement No. 1151. Easement No. 379, which is being renewed by Easements No. 1149, No. 1150 and No. 1151, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,388.78 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1152, TEXAS-NEW MEXICO PIPE LINE COMPANY, CRANE AND CROCKETT COUNTIES, TEXAS. (RENEWAL OF EASEMENT NO. 363).--This application for a pipe line easement to Texas-New Mexico Pipe Line Company covers 8,074.5 rods of 12-3/4 - inch line at \$1.50 per rod in the following University land: Sections 5, 8, 9, 16, 21, 28, and 33, Block 29, Sections 3, 4, 8, 9, 17, 20, 29 and 32, Block 30, and Sections 5, 7, 8, 18, 19, 30 and 31, Block 31, Crockett County; and Sections 43, 44, 45, 46, 47, and 48, Block 31, and Section 30, Block 43, Crane County, Texas. The number of rods covered by this easement differs from that of Easement No. 363, of which it is a renewal, due to removal of some lines during the course of Easement No. 363. The full consideration of \$12,111.75 for the 10-year period has been received.

PLANT SITE EASEMENT NO. 1153, J. S. PATTESON, JR., ANDREWS COUNTY, TEXAS. (EXTENSION OF TERMINATED PLANT SITE EASEMENT NO. 480 TO CHARLESTON PETROLEUM, INC.).-- This application for a plant site easement to Mr. J. S. Patteson, Jr., of Duncan, Oklahoma, covers a tract of 5 acres in Section 8, Block 14, University Lands, Andrews County, Texas, at a rental of \$250.00 for the period beginning July 1, 1957, and ending December 31, 1958. This site has been under Easement No. 480 to Charleston Petroleum, Inc., for use of a gasoline and compressor plant, the assets of this plant having been sold to Empire Southern Producing Company, who in turn sold the buildings upon the site to Patoma Hydrocarbon Company. This easement is to be granted to Mr. J. S. Patteson, Jr., so as to provide the time necessary for removal of the buildings on the site, lease of this site to Charleston Petroleum, Inc., being hereby cancelled effective July 1, 1957. Water Contract No. 59, which was granted to Charleston Petroleum, Inc., in connection with Plant Site Easement No. 480, is consequently also being cancelled, its purpose having been to provide water needed for the cooling tower in the gas and compressor plant in operation under Easement No. 480. The full consideration of \$250.00 covering rental of Easement No. 1153 from July 1, 1957, through December 31, 1958, has been received.

TERMINATION OF WATER CONTRACT NO. 59, CHARLESTON PETROLEUM, INC., ANDREWS COUNTY, TEXAS.--Water Contract No. 59 was issued to Charleston Petroleum, Inc., in connection with Plant Site Easement No. 480 to that company, its purpose having been to provide water needed for the cooling tower in the gas and compressor plant in operation under Easement No. 480. Inasmuch as Easement No. 480 is being terminated and water for operation of the plant on the site is no longer necessary, Water Contract No. 59 is to be terminated in accordance with Section 7 of that contract.

RATIFICATION OF WATER CONTRACT NO. 79, HALL & STEWART DRILLING COMPANY, ANDREWS COUNTY, TEXAS.--This water contract to Hall & Stewart Drilling Company grants the right and privilege of producing water from Section 3, Block 13, University Lands, Andrews County, Texas, for the purpose of drilling one oil well, Logsdon Well No. 1, located in Section 20, Block A-32, Public School Lands, Andrews County, Texas. The full consideration of \$500.00 has been received.

WATER CONTRACT NO. 80, J. E. HILL, ANDREWS COUNTY, TEXAS. (RENEWAL OF WATER CONTRACT NO. 22).--This water contract to Mr. J. E. Hill of Midland, Texas, grants the right of producing and selling water as an underground commercial water supply for a period of five years beginning April 1, 1958, and ending March 31, 1963, from Sections 13 and 24, Block 13, and Sections 14 and 26, Block 14, University Lands, Andrews County, Texas. The royalty to be paid is 12-1/2% on the gross amount of water produced and sold for use on University Lands and 25% of the gross amount of water produced and sold for use off University Lands, such royalties being payable monthly not later than the 20th day of the month and shall be accompanied by a sworn statement of lessee showing the gross amount of water produced and sold during the preceding month, together with monthly copies of lessee's meter reading and other memoranda reflecting the amount of water produced and sold. Provision is made in the contract for installation of facilities and equipment for measurement of water at lessee's expense. Royalty payments in default shall bear interest at the rate of 10% per annum from the date when they are due. The lessee is given the right at the termination of the lease to remove all improvements placed on the leased area for the production of water except casing from producing water wells, which wells become the property of the University upon termination of the lease.

CALICHE PERMIT NO. 120, MID-TEX CONSTRUCTION COMPANY, ANDREWS COUNTY, TEXAS.-- This application for a caliche permit to Mid-Tex Construction Company provides for the removal of 1,631 cubic yards of caliche from Block 13, University Lands, Andrews County, Texas, at the rate of \$0.25 per cubic yard. The full consideration of \$407.75 has been received.

CALICHE PERMIT NO. 121, FRANK MONTGOMERY, ANDREWS COUNTY, TEXAS.--This application for a caliche permit to Frank Montgomery provides for the removal of 324 cubic yards of caliche from Block 11, University Lands, Andrews County, Texas, at the rate of \$0.25 per cubic yard. The full consideration of \$81.00 has been received.

CALICHE PERMIT NO. 122, HUGH McMILLAN, INC., HUDSPETH COUNTY, TEXAS.--This application for a caliche permit to Hugh McMillan, Inc. provides for the removal of 692 cubic yards of caliche from Block J, Section 13, University Lands, Hudspeth County, Texas, at the rate of \$0.25 per cubic yard. The full consideration of \$173.00 has been received.

PYOTE AIRFIELD LEASE TO U. S. GOVERNMENT (EASEMENT NO. 186) - PROPOSAL FOR RELEASE OF ACREAGE AND AMENDMENT TO LEASE FOR ACREAGE RETAINED.--By original lease dated December 29, 1942 and subsequent amendments, the University has leased to the United States Government the 650 acres of land out of Sections 35, 36, 38 and 39, Block 16, University Lands, Ward County, for the Pyote Army Airfield which has now been closed down. The lease as amended runs to October 29, 1972 with an option for the Government to renew for an additional term of 25 years, with the Government having the right to drop the lease at any time. Rental is \$300 annually, payable at the end of each lease year.

Over a period of several months the U. S. Army Engineers, Albuquerque, N. M., have been in touch with the University regarding release of all but approximately ~~80~~ 195 acres of the leased lands. The Government plans to retain approximately ~~80~~ 95 acres for a permanent radar station. It has proposed rental of \$1.00 per year for the retained acreage under a lease for 25 years from date, renewable for another 25 years, and the University has quoted a minimum rental of \$50 annually.

The major problem in the release of the remainder of the acreage now held under lease has been the question of restoration of the premises. The lease as amended carries no provision for restoration of the premises, though giving the Government the right to remove all improvements, and extensive concrete runways, parking areas, reinforced concrete walls, and building foundations can be removed only at expense far out of line with the value of the land covered by such installations. The Government has expressed a willingness to do everything reasonable in the way of restoration, but has recently invited a proposal from the University on the matter of the lease on the retained acreage and release of the remainder, under which arrangement the Government would leave on the released premises for the use or disposition of the University approximately 20 buildings, made up of hangars, warehouses, and miscellaneous buildings, a railroad spur, and below ground water storage facilities. In an effort to expedite settlement of the matter, the Endowment Officer has proposed to the Government, subject to approval by the Board of Regents, the following which it is understood will receive favorable recommendation by the Army Engineers:

1. Release to the University at an early date of all acreage included in subject lease, except for approximately ~~80~~ 195 acres to be retained for the Air Force, with certain buildings and improvements now situated on such released acreage to remain on the land and turned over to the University with the land. In turn, the University would release the Government from all remaining obligations regarding restoration of the premises as such obligations pertain to the released acreage.
2. The approximate ~~80~~ 95 acres to be retained for the Air Force will be leased to the Government for 25 years, renewable for 25 years, at rental of \$1.00 per annum with a provision relieving the Government from any restoration upon termination of this lease.
3. Arrangements would be made at an early date for easements pertaining to utility lines now extending on or across acreage to be released by the Government and serving the ~~80~~ 95 acres to be retained.

It is recommended that the Board of Regents confirm and ratify the proposals set out above and, if such proposals are accepted substantially by the Government, authorize the Chairman to execute appropriate instruments when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

PROPOSAL FROM DAVID KER FOR BUSINESS SITE EASEMENT OUT OF FORMER PYOTE ARMY AIRFIELD SITE, BLOCK 16, UNIVERSITY LANDS, WARD COUNTY, TEXAS.--Contingent upon conclusion during September of the proposed arrangement with the U. S. Government on the former Pyote Army Airfield site set out above, Mr. David Ker proposes to lease from the University approximately 200 acres out of the former airfield site, on which most of the improvements expected to be released by the Government are located, on the following terms:

1. Lease for term of 20 years for a total cash consideration of \$25,000 to be paid \$10,000 upon execution of the lease, \$5,000 on or before 10 years from date of lease, and the balance of \$10,000 on or before 15 years from date of lease.
2. In the lease agreement, or by separate instrument as may be determined by the University, the University would release or convey to lessee all of its right and title to those improvements now on the leased premises, with full right of removal or disposition by lessee at any time after date of lease.
3. Lessee would assume no obligation to restore the land to its normal state by removal of concrete, structures, or other improvements except to fill underground excavations which are now on the premises or may be made during the term of lease.
4. Lessee expects to use the premises for a bonded cotton warehouse operation but would have the right to use premises for any purpose in any proper and legitimate manner.
5. Lessee would have the right to assign the lease and his rights to improvements on the premises at any time during the term of the lease, but lessee would remain personally liable for payment of total cash consideration.
6. The lease would be subject to the usual full mineral rights in the University for exploring, leasing and developing.
7. All other provisions of the lease would be arrived at by mutual agreement between lessee and the University Staff.

Mr. Ker has resided in El Paso and for several years operated a cotton warehouse at Marfa which he has now sold. He is of good reputation and reasonable financial responsibility.

It is recommended that, subject to necessary arrangements with the U. S. Government, the Board of Regents accept Mr. Ker's proposal and authorize the Chairman to execute the appropriate instrument, or instruments, upon approval as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

PROPOSED CHANGE IN REQUIREMENTS IN PERMIT FOR EXPLORATION FOR OIL AND GAS WITH GEOPHYSICAL INSTRUMENTS ON UNIVERSITY LANDS.--Section (c) of the present form of Permit for Exploration for Oil and Gas with Geophysical Instruments on University Lands is as follows:

"Permittee also agrees to transmit to the Board of Regents, The University of Texas, care of: The Endowment Officer, P. O. Box 7986, Austin 12, Texas, within sixty (60) days after the closing date of this permit, a plat for each horizon investigated under this permit, which plat shall have posted thereon the location of each shot hole and station point used in this survey, together with the corrected or adjusted instrument readings, recorded for each station point, and which plat shall be so contoured as to correctly present Permittee's interpretation of the geological condition considered, as a result of this survey, to exist in the lands covered by this permit. Such plat shall be certified as to correctness by Permittee or his duly authorized representative."

Based on various considerations discussed earlier by the University Staff with the Land and Investment Committee, it is recommended that Section (c) of the Permit form be amended, effective for all permits issued after September 20, 1958, to read as follows:

"Upon written request by the Endowment Officer, after recommendation therefor by the Geologist in Charge, University Lands, within sixty (60) days after the closing date of this permit, Permittee agrees to transmit to the Board of Regents, The University of Texas, care of The Endowment Officer, P. O. Box 7986, Austin 12, Texas, within thirty (30) days after receipt of aforesaid request, a plat for each horizon investigated under this permit. Such plat shall have posted thereon the location of each shot hole and station point used in the survey, together with the corrected or adjusted instrument readings recorded for each station point, and the plat shall be so contoured as to present correctly Permittee's interpretation of the geological conditions considered, as a result of this survey, to exist in the lands covered by this permit. Such plat shall be certified as to correctness by Permittee or his duly authorized representative."

PROPOSAL FROM KERMIT DYCHE FOR FARMING LEASE.--The University has received from Mr. Kermit Dyche of Fort Stockton, Texas, a proposal for a farming lease for a period of 5 years on Sections 9 and 16, Block 28, University Lands, Pecos County, comprising a total of 781.53 acres. This acreage is presently included in Grazing Lease No. 706 to Charles J. Cox and H. W. Harris at rental of \$0.30 per acre annually with the standard provision for removal by the University for farming purposes. Other land in the immediate area not owned by the University is irrigated by wells and is being farmed satisfactorily. The nearest irrigation well is approximately one-half mile from the University's line, and it is believed that a satisfactory ground-water supply exists under the acreage on which Mr. Dyche's proposal is made. Mr. Dyche offers rental of \$5.00 per acre annually, payable annually in advance, amounting to \$3,907.55 annually and \$19,537.75 for the five years.

The policy regarding ground-water resources adopted by the Board of Regents on May 4, 1957 reads in part as follows:

"(1) After reasonable reserves for its grazing lessees and mineral lessees, the University, in dealing with the ground-water resources on University Lands, will give first consideration to the present and prospective needs of municipalities in the area."

TRUST AND SPECIAL FUNDS--INVESTMENT MATTERS.--

REPORT OF PURCHASES, EXCHANGES, REDEMPTION AND SALES OF SECURITIES.--The following purchases, exchanges, redemption and sales of securities have been made for the Trust and Special Funds since the report of May 30, 1958. We ask that the Board ratify and approve these transactions:

PURCHASES		
<u>Date</u>	<u>Security</u>	<u>Principal Cost</u>
5/29/58	\$4,000 par value Southern California Edison Company First & Refunding Mortgage Bonds, 4-7/8% Series J, due September 1, 1982, purchased at 109-1/2 to yield 4.25% to maturity (Will C. Hogg Memorial Scholarships Endowment Fund)	\$ 4,390.00
6/27/58	37 Shares Pacific Gas and Electric Company Common Stock, purchased at \$52 plus 20 rights per share (10 rights not used) (Hogg Foundation: W. C. Hogg Estate Fund)	1,924.00
	15 Shares Ditto (285 rights held; 10 rights purchased from Hogg Foundation: W. C. Hogg Estate Fund; 5 rights purchased thru transfer agent) (Funds Grouped for Investment)	783.96
	5 Shares Ditto (The James W. McLaughlin Fellowship Fund - Reserve for Depletion)	260.00
7/14/58	\$20,000 par value New York Telephone Company Refunding Mortgage 4-1/8% Bonds, Series K, due July 1, 1993, purchased at 102-1/4 to yield 4.00% to maturity (Hogg Foundation: Varner Properties)	20,500.00
	\$12,000 par value Ditto (Funds Grouped for Investment)	12,300.00
	\$15,000 par value Ditto	15,375.00
	\$9,000 par value American Telephone & Telegraph Company Twenty-six Year Debentures, due November 1, 1983, purchased at 111 to yield 4.28% to maturity	10,012.50
	\$10,000 par value Northern States Power Company (a Minnesota Corporation) First Mortgage Bonds 4% Series, due July 1, 1988, at 100-1/4 to yield 3.99% to maturity	10,050.00
	\$15,000 par value Florida Power Corporation First Mortgage Bonds 4-1/8% Series, due July 1, 1988, purchased at 100-3/4 to yield 4.08% to maturity (The James W. McLaughlin Fellowship Fund)	15,150.00
7/15/58	\$20,000 par value United States Steel Corporation 4% SF Debentures, due July 15, 1983, purchased at 100.50 Net to yield 3.97% to maturity (The James W. McLaughlin Fellowship Fund)	20,100.00
	200 Shares C. I. T. Financial Corporation Common Stock, purchased at 50 per share	10,088.00
	300 Shares Corn Products Refining Company Common Stock, purchased at 43-1/4 per share	13,096.89
	200 Shares The First National City Bank of New York Capital Stock, purchased at 66-1/8 Net per share	13,225.00
	200 Shares Wisconsin Electric Power Company Common Stock, purchased at 36-3/4 per share (Hogg Foundation: Varner Properties)	7,424.76

<u>Date</u>	<u>PURCHASES (Continued)</u> <u>Security</u>	<u>Principal Cost</u>
7/15/58	200 Shares Baltimore Gas & Electric Company Common Stock, purchased at 40-3/4 per share	\$ 8,228.76
	100 Shares The Cincinnati Gas & Electric Company Common Stock, purchased at 33-1/2 per share	3,385.75
	100 Shares The First National City Bank of New York Capital Stock, purchased at 66-1/8 Net per share	6,612.50
	200 Shares Wisconsin Electric Power Company Common Stock, purchased at 36-3/4 per share (Funds Grouped for Investment)	7,424.76
	100 Shares Commercial Credit Company Common Stock, purchased at 57 per share (The James W. McLaughlin Fellowship Fund - Reserve for Depletion)	5,744.70
	100 Shares American Home Products Corporation Capital Stock, purchased at 99-1/4 per share	9,973.93
	27 Shares American Telephone & Telegraph Company Capital Stock, purchased at 178-1/8 per share	4,851.50
	100 Shares Baltimore Gas & Electric Company Common Stock, purchased at 40-3/4 per share	4,114.38
	200 Shares Bank of America National Trust & Savings Association (San Francisco, California) Common Stock, purchased at 39-3/4 Net per share	7,950.00
	100 Shares The Chase Manhattan Bank Capital Stock (New York, N. Y.) purchased at 52-1/2 Net per share	5,250.00
	200 Shares National Biscuit Company Common Stock, 100 shares purchased at 48-3/4 and 100 shares purchased at 48-7/8 per share	9,849.32
	100 Shares Pacific Gas & Electric Company Common Stock, purchased at 55-3/4 per share	5,619.58
	100 Shares Standard Oil Company (New Jersey) Capital Stock, purchased at 51-3/4 per share	5,219.18
	100 Shares Union Carbide Corporation Capital Stock, purchased at 91-1/4 per share (The James W. McLaughlin Fellowship Fund)	9,173.13
7/16/58	\$10,000 par value United States Steel Corporation 4% SF Debentures due 1983, due July 15, 1983, purchased at 100.50 Net to yield 3.97% to maturity (Funds Grouped for Investment)	10,050.00
	\$20,000 par value Ditto (Hogg Foundation: Varner Properties)	20,100.00
	\$7,000 par value Ditto (Will C. Hogg Memorial Scholarships Fund)	7,035.00
8/5/58	\$8,000 par value U. S. 1-1/2% Treasury Notes Series EA-1960, due April 1, 1960, purchased at 99:23 Net (99.71875) to yield 1.67% to maturity (Murray Case Sells Foundation Student Loan Fund)	7,977.50
8/11/58	\$12,000 par value U. S. 3-7/8% Treasury Bonds of 1974, due November 15, 1974, purchased at 102.21875 Net to yield 3.69% to maturity (Funds Grouped for Investment)	12,266.25

PURCHASES
(Continued)

<u>Date</u>	<u>Security</u>	<u>Principal Cost</u>
8/12/58	\$2,000 par value Florida Power Corporation First Mortgage Bonds, 4-1/8% Series, due July 1, 1988, purchased at 98-1/2 Net to yield 4.21% to maturity (The James W. McLaughlin Fellowship Fund)	\$ 1,970.00
	\$3,000 par value, Florida Power Corporation First Mortgage Bonds, 4-1/8% Series, due July 1, 1988, purchased at 98-1/2 Net to yield 4.21% to maturity (The James W. McLaughlin Fellowship Fund - Reserve for Depletion)	2,955.00
8/13/58	100 Shares Chemical Corn Exchange Bank Capital Stock, purchased at 50-1/4 Net per share (Funds Grouped for Investment)	5,025.00
	100 Shares Consumers Power Company Common Stock, purchased at 51-1/2 per share (Funds Grouped for Investment)	5,194.15
	50 Shares First National City Bank of New York Capital Stock, purchased at 66-1/4 Net per share (The William Orville Bullington Memorial Fund)	3,312.50
8/15/58	\$13,000 par value United States 3-7/8% Treasury Bonds, due November 15, 1975, purchased at 102-8/32nds) (102.25) Net to yield 3.69% to maturity (Student Property Deposit Scholarship Fund)	13,292.50
8/18/58	38 Shares Otis Elevator Company Common Stock, purchased at 54-1/8 per share (The William Orville Bullington Memorial Fund)	2,083.50

PURCHASES MADE BY TEXAS WESTERN COLLEGE

<u>Date</u>	<u>Security</u>	<u>Principal Cost</u>
5/15/58	\$34,000 maturity value U. S. Treasury Bills, dated 5/15/58, due 8/14/58, purchased to yield 1.11% to maturity (Student Union Building Fee Account)	\$33,904.46

PURCHASES MADE BY THE SEALY & SMITH FOUNDATION
FOR THE JOHN SEALY HOSPITAL

<u>Date</u>	<u>Security</u>	<u>Principal Cost</u>
6/24/58	\$10,000 par value Baltimore Gas & Electric Company First Refunding 4% Bonds, due March 1, 1993, purchased at 102-3/4 to yield 3.86% to maturity	\$10,302.50
	\$10,000 par value Columbia Gas System Inc., Debentures, 4-3/8% Series J, due March 1, 1983, purchased at 102-5/8 to yield 4.20% to maturity	10,291.50
	\$10,000 par value Gulf States Utilities Company First Mortgage 4% Bonds, due May 1, 1988, purchased at 102-3/4 Net to yield 3.84% to maturity	10,275.00
	\$10,000 par value New Jersey Bell Telephone Company 3-7/8% Debentures, due April 1, 1993, purchased at 100-3/4 to yield 3.84% to maturity	10,100.00

EXCHANGES

<u>Date</u>	<u>Security</u>	<u>Principal Cost</u>
6/4/58	\$321,000 par value U. S. 2-7/8% Treasury Notes, Series A-1958, due June 15, 1958, into \$321,000 par value U. S. 1-1/4% Treasury Certificates of Indebtedness, Series B-1959, due May 15, 1959 (Archer M. Huntington Museum Fund)	No Cash
	\$40,000 par value U. S. 2-7/8% Treasury Notes, Series A-1958, due June 15, 1958, into \$40,000 par value U. S. 1-1/4% Treasury Certificates of Indebtedness, Series B-1959, due May 15, 1959 (Ford Foundation Grant for School of Law)	No Cash
	\$40,000 par value U. S. 2-7/8% Treasury Notes, Series A-1958, due June 15, 1958, into \$40,000 par value U. S. 2-5/8% Treasury Bonds of 1965, due February 15, 1965 (Interscholastic League Funds - Football Account)	No Cash
	\$100,000 par value U. S. 2-7/8% Treasury Notes, Series A-1958, due June 15, 1958, into \$100,000 par value U. S. 2-5/8% Treasury Bonds of 1965, due February 15, 1965 (Hogg Foundation: Varner Properties - Unappropriated Income)	No Cash
	\$240,000 par value U. S. 2-3/8% Treasury Bonds of 1958, due June 15, 1958, into \$20,000 par value U. S. 1-1/4% Treasury Certificates of Indebtedness, Series B-1959, due May 15, 1959, and \$220,000 par value U. S. 2-5/8% Treasury Bonds of 1965, due February 15, 1965 (Estate of Lila Belle Etter)	No Cash

REDEMPTION

<u>Date</u>	<u>Security</u>	<u>Net Proceeds</u>
6/30/58	\$5,000 Investment Share Account (50 fully paid shares) of the Guardian Savings and Loan Association, Dallas, Texas (Will C. Hogg Memorial Scholarships Endowment Fund)	\$5,000.00

SALES

<u>Date</u>	<u>Security</u>	<u>Net Proceeds</u>
6/2/58	24/100ths fractional share Monsanto Chemical Company Common Stock (Rehabilitation Clinic Endowment Fund - Medical Branch)	\$ 8.30
6/27/58	10 rights to subscribe for Pacific Gas & Electric Company Common Stock (Hogg Foundation: W. C. Hogg Estate Fund)	2.64
7/2/58	100 Shares Reed Roller Bit Company Common Stock, sold at 19-1/8 per share and 65 shares Reed Roller Bit Company Common Stock, sold at 19 per share (Sharp Fund - Pioneers in Texas Oil)	3,088.75
7/9/58	100 Shares Allied Kid Company Capital Stock, sold at 29-1/2 per share (The William Orville Bullington Memorial Fund)	2,911.89
	400 Shares Radio Corporation of America Common Stock, sold at 35-5/8 per share (Funds Grouped for Investment)	14,062.46
	6 Shares Inland Steel Company Capital Stock, sold at 89-3/4 per share	528.88
	6 Shares Square D Company Common Stock, sold at 21-1/4 per share	121.19
	6 Shares The Standard Oil Company (Ohio) Common Stock, sold at 51-1/4 per share (La Verne Noyes Foundation)	299.04
	15 Shares P. Lorillard Company Common Stock, sold at \$71 per share (Jack G. Taylor Endowment Fund)	1,047.60
	10 Shares United States Tobacco Company Common Stock, sold at 29 per share (John Charles Townes Foundation: Carl Abramson Fund)	281.19
	10 Shares Worthington Pump & Machinery Corporation Cumulative Prior Preferred Stock, 4-1/2% Series, sold at 91-3/4 per share	901.48
	20 Shares Pan American Sulphur Company Capital Stock, sold at 18-1/2 per share	358.55
	108 Shares Rockwell Manufacturing Company Common Stock, sold at 37-3/4 per share (John Charles Townes Foundation: Wright Chalfant Morrow Fund)	4,028.90
	17 Shares General Motors Corporation Preferred Stock, \$3.75 Series, sold at 89-3/4 per share	1,502.75
	17 Shares Houston Lighting & Power Company \$4 Preferred Stock, sold at 91 per share	1,522.51
	144 Shares American General Insurance Company Capital Stock, sold at 36-3/4 per share less transfer taxes	5,291.76
	290 Shares Anderson, Clayton & Co., Common Stock, sold 200 shares at 37-1/2 and 90 shares at 37-3/8 per share (John Charles Townes Foundation: Garwood-Clayton Fund)	10,738.77

SALES (Continued)

<u>Date</u>	<u>Security</u>	<u>Net Proceeds</u>
7/9/58	96 Shares Tennessee Gas Transmission Company Common Stock, sold at 28-5/8 per share (Cabot Educational Grant in Journalism)	\$ 2,713.06
7/10/58	336 Shares Tennessee Gas Transmission Company Common Stock, sold at 28-5/8 per share (Cabot Educational Grant in Journalism)	6,779.60
	360 Shares Ditto (Alfred & Nellie King Graduate Fellowship - College of Engineering)	10,169.39
	113 Shares Northern Illinois Gas Company Common Stock, sold 100 Shares at 22-7/8 and 13 shares at 22-3/4 per share (Hogg Foundation: W. C. Hogg Estate Fund)	2,544.47
	200 Shares Baldwin Rubber Company Common Capital Stock, sold at 13-7/8 per share (The William Orville Bullington Memorial Fund)	2,732.90
7/11/58	15 Shares Creole Petroleum Corporation Certificate of Stock, sold at 76 per share (Geology Foundation: Carolyn G. and George M. Knebel Fund)	1,134.29
	15 Shares Ditto (Geology Foundation: Hal P. Bybee Memorial Fund)	1,134.29
7/14/58	30 Shares Aermotor Company Common Capital Stock, sold at 1257.89533 per share (La Verne Noyes Foundation)	37,736.86
7/16/58	861 Shares Massachusetts Investors Trust Certificates of Beneficial Interest, sold at 11.15 per share less transfer taxes (Funds Grouped for Investment)	9,599.81
7/16 & 17/58	395 Shares General Dynamics Corporation Common Stock, all sold at 59 per share (Hogg Foundation: Ima Hogg Scholarship in Mental Hygiene)	23,111.17
8/14/58	110 Shares Halliburton Oil Well & Cementing Company Common Stock, sold 100 shares at 68 per share and 10 shares at 67-3/4 per share (Geology Foundation: Various Donors)	7,414.00

W. A. JAMES SCHOLARSHIP FUND - RECOMMENDATION RE SALE OF PEDEN IRON AND STEEL COMPANY COMMON STOCK.-- The W. A. James Scholarship Fund consists entirely of 590 shares Peden Iron and Steel Company Common Stock, bequeathed to the University by Paragraph 10 of the Will of W. A. James, deceased, which reads as follows, the Board of Regents having accepted the bequest on October 29, 1954:

"I give, devise and bequeath to The University of Texas five hundred ninety (590) shares of stock of the Peden Iron and Steel Company, Houston, Texas, to be held by the said University, and the income therefrom to be paid into a revolving scholarship fund for the use and benefit of any of my blood relatives. In the event none of my blood relatives shall use the said scholarship fund, then after a reasonable lapse of time the proper scholarship committee of the said University shall use the said scholarship fund for the benefit of some other worthy person or persons."

The University's Attorney has given an opinion to the effect that the Peden Iron and Steel Company stock can be sold and the proceeds placed in the Funds Grouped for Investment endowment account where a better yield and broad diversification could be obtained for the fund. Further, the Endowment Officer has checked the possibility of any family connections of Mr. James with the company, and the Executor of the Estate of Mr. James has advised that the only interest of the family in the company was that of a stockholder.

Accordingly, it is recommended that the Endowment Officer be authorized to sell the 590 shares of Peden Iron and Steel Company Common Stock and to place the proceeds therefrom in Funds Grouped for Investment for the W. A. James Scholarship Fund, the timing of the sale to be subject to the approval of the Staff Investment Committee.

HOGG FOUNDATION: W. C. HOGG ESTATE FUND; OLGA KEITH WEISS FUND - RECOMMENDATION RE EXCHANGE OF HUMBLE OIL & REFINING COMPANY CAPITAL STOCK FOR STANDARD OIL COMPANY (NEW JERSEY) CAPITAL STOCK.--The Standard Oil Company (New Jersey) has offered 1-1/4 shares of its capital stock in exchange for each share of capital stock of the Humble Oil & Refining Company. The offer will terminate October 14, 1958. About 88% of the 71.8 million shares of Humble stock outstanding is held by Standard Oil Company (New Jersey). The latest estimates for 1958 earnings for Humble range from \$2.00 to \$2.25 per share as compared to an estimated \$3.25 for Jersey. Dividends of Humble are on a \$1.40 annual basis as compared with \$2.25 disbursed by Jersey last year and a possibly somewhat smaller amount to be paid in 1958. Current prices, close for September 4, 1958, are 55-3/4 for Jersey as compared to 69-3/4 for Humble. Price-wise, the exchange, despite the recent sharp advance in Humble, would be at approximate parity; whereas, dividend-wise, the exchange would be advantageous. Also, from the standpoint of marketability of the stock, the exchange would be favorable. Accordingly, it is recommended that the Endowment Officer be authorized to exchange the 400 shares of Humble stock held by the Hogg Foundation: W. C. Hogg Estate Fund and the 3600 shares held by gift by the Olga Keith Weiss Fund for the Standard Oil Company (New Jersey) Capital Stock.

GEOLOGY FOUNDATION: HAL P. BYBEE MEMORIAL FUND - RECOMMENDATION RE SALE OF REED ROLLER BIT COMPANY COMMON STOCK.--Subject to acceptance by the Board of Regents at the current meeting, the Hal P. Bybee Memorial Fund under the Geology Foundation will hold 100 shares Reed Roller Bit Company Common Stock, donated in July, 1958, by Mr. Wallace E. Pratt of Carlsbad, New Mexico. In making the gift, Mr. Pratt did not stipulate whether or not the stock should be retained or sold. Accordingly, it is recommended that the Endowment Officer be authorized to sell the stock and to place the proceeds from the sale to the Hal P. Bybee Memorial Fund now carried in Funds Grouped for Investment, the timing of the sale to be subject to the approval of the Staff Investment Committee.

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

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - REPORT OF BEQUEST FROM MRS. ESTHER SLEVIN STADTLER, DECEASED.-- M. D. Anderson Hospital and Tumor Institute has been advised by Houston Bank and Trust Company, Independent Executor, of the following bequest under the will of Mrs. Esther Slevin Stadler (Mrs. Robert C. H. Stadler) of Houston who died on March 26, 1958:

"S E C O N D

I give, devise and bequeath to University of Texas M. D. Anderson Hospital and Tumor Institute, 6723 Bertner Street, Houston, Texas, the sum of Twelve Thousand Five Hundred (\$12,500.00) Dollars for the following uses and purposes to wit: Such sum is to be invested and reinvested and the interest therefrom is to be used exclusively within the State of Texas to provide a lecture each year on some subject related to cancer research by a speaker to be chosen by the Director of the M. D. Anderson Hospital, such series of lectures to be known as 'The Robert and Esther Stadler Lectures.' If the interest derived from the bequest should be insufficient to provide a lecture each year by an eminent authority on the subject, such lectures may, in the discretion of the said Director, be provided at longer intervals. If on the other hand, any surplus should remain after the provision of an annual lecture, such surplus may be used at the discretion of the Director of the Hospital to supply any need of the said Hospital."

It is recommended that the Board of Regents accept this bequest, payment of which is expected in the next few months.

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - REPORT OF BEQUEST FROM MRS. DOROTHY CALVERT MCLEOD, DECEASED.--M. D. Anderson Hospital and Tumor Institute has been furnished a copy of the Will of Mrs. Dorothy Calvert McLeod, deceased, a former employee of that institution, providing a bequest to the Social Service Patient Welfare Fund of the Hospital as follows:

"V.

I, Dorothy Calvert McLeod, hereby give and bequeath all the rest, residue and remainder of my estate, real, personal and mixed, and wherever situated, owned or claimed by me at the time of my death, to the Social Service Patient Welfare Fund of M. D. Anderson Hospital, which is managed by the Business Office of the M. D. Anderson Hospital, to be disbursed as may be deemed most appropriate and expedient by the Business Office of said Hospital."

The estimate received of the possible value of the bequest is \$20,000 to \$25,000. The Will is being contested by a cousin of Mrs. McLeod. The First City National Bank of Houston has qualified as Temporary Administrator of the Estate. Mr. W. Scott Red of Houston is the Attorney for the Estate. The University Attorney is working with the office of the Attorney General and the contest probably will be heard in October. This report is for the information of the Board of Regents.

ESTATE OF MRS. HATTIE E. GAINES, DECEASED - REPORT ON PRESENT STATUS.--At the March 15, 1958 meeting of the Board of Regents, the bequest to the University from the Estate of Mrs. Hattie E. Gaines, deceased, was reported. Since that time a contest of the Will has been filed on behalf of the grandchildren of Mrs. Gaines in which the University was not joined. However, in the answer filed by the Executor, The Austin National Bank, it was urged that The University of Texas be made a party to the suit by reason of our interest in the Estate. The suit is now pending in the District Court of Travis County for determination.

ESTATE OF MR. ROBERT MAXEY, DECEASED - REPORT OF BEQUEST TO THE UNIVERSITY OF TEXAS.-- The Austin National Bank, Independent Executor and Trustee of the Estate of Robert Maxey, deceased, has furnished the University a copy of Mr. Maxey's Will

which provides in part as follows:

"Sixteenth:(c) After the death of all the individuals named in the preceding subdivision of this paragraph, the trust herein created shall cease and the trust property then in the hands of the trustee shall descend to and vest in the following manner: . . . to the Board of Regents of the University of Texas, Austin, Texas, as trustees, the sum of Thirty Thousand Dollars (\$30,000.00) in cash or its equivalent, plus an undivided one-half (1/2) interest in Survey No. Eighty-two (82), the East one-half (1/2) of Survey No. Sixty-two (62) and the Southeast One-fourth (S.E. 1/4) of Survey No. Forty-eight (48) all in Block "G", W. T. Ry. Co., Original Grantee, Public School Land, in Gaines County, Texas...

. . .

Eighteenth: The portion of my estate devised and bequeathed to the Board of Regents of the University of Texas as trustees in Paragraph Sixteenth (c) hereof, shall constitute a part of the funds and property of the John Charles Townes Foundation in such a way, however, as not to lose its identity, and shall be used for the establishment of the Thomas Shelton Maxey Professorship in the School of Law of the University of Texas; and I direct that all of said property and funds shall be kept invested and that the current income and the accumulated income, if any, therefrom be used to supplement the salary of such full professor in the School of Law as shall be selected from time to time by the Board of Regents upon the recommendation of the Dean and faculty of the School of Law and the President of the University to hold the Thomas Shelton Maxey Professorship. I direct that no professor shall be selected except one who from and after the time of his selection shall receive at least the highest salary then fixed as the compensation for an ordinary professorship in said school and the supplement herein provided for shall be added to such salary. It is to be understood, however, that the Dean of said school may be eligible to hold said professorship.

It is my purpose in establishing the said professorship to honor my father, the late Judge Thomas Shelton Maxey, and to further the interests of legal education in Texas, and I request that in making their recommendation the faculty of the School of Law confer with such person as may be at the time of such recommendation the President of the State Bar of Texas, whose advice, however, as to the person to be selected shall be directory and not mandatory."

The two surviving persons who have the income for life referred to above are advanced in years, but no funds are expected to be received by the University for some time.

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

TEXAS WESTERN COLLEGE - COTTON ESTATE - CANCELLATION OF GRAZING LEASE TO MR. L. MOODY BENNETT.-- At the May, 1957 meeting of the Board of Regents, approval was given for the renewal of a grazing lease to Mr. L. Moody Bennett of 16,911 acres of Cotton Estate Lands in Hudspeth County for a one year period beginning June 1, 1957 and ending May 31, 1958, at the rate of five cents (\$.05) per acre, payable in advance. After several inquiries it has developed that Mr. Bennett was unable to continue his operations because of drought conditions and did not use the property after June 1, 1957. It is recommended that the matter be dropped.

TEXAS WESTERN COLLEGE - COTTON ESTATE - RENEWAL OF GRAZING LEASE TO MR. J. A. NEAL.-- The President and Business Manager of Texas Western College have recommended the renewal of the grazing lease on 6,100.95 acres of Cotton Estate Property in Culberson County, Texas, to Mr. J. A. Neal for a five-year period beginning August 1, 1958 and ending July 31, 1963, at the rate of seven cents (\$.07) per acre per year, payable annually in advance, with option to renew for an additional five-year period at a mutually agreeable rental. All other terms of the lease are in accordance with the standard provisions for University grazing leases. It is recommended that the grazing lease be renewed and that the Chairman of the Board be authorized to execute the lease instrument upon approval as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

HOGG FOUNDATION: VARNER PROPERTIES - REPORT ON ROOFING WORK ON MITCHELL BUILDING (BETTES BUILDING), HOUSTON, TEXAS.-- At the May 30, 1958 meeting of the Board of Regents, authority was given for contract with A. M. Bowles Company for repairs to the roof of the Bettles Building at a price of \$5,485 and for additional work, if needed, to put the roof in satisfactory condition, the total expenditures not to exceed \$6,000. The repairs have now been made, and payment has been made to the A. M. Bowles Company in the amount of the contract, \$5,485.

E. D. FARMER INTERNATIONAL SCHOLARSHIP FUND - RATIFICATION OF SALE OF JENNINGS AVENUE PROPERTY, FORT WORTH, TO JOHN R. DIAL, RUBY G. REID, AND R. W. DIAL AND REPORT OF CLOSING.-- At the May 30, 1958 meeting of the Board of Regents, the offer of John R. Dial, Ruby G. Reid, and R. W. Dial was accepted for the purchase of the Jennings Avenue Property of the E. D. Farmer International Scholarship Fund, described as the East 60 feet of Lots 1 through 8, Block 3, Jennings East Addition, City of Fort Worth, at a total price of \$57,500. Total consideration was to be paid, \$25,000 in cash and the remainder in monthly installments over 6-1/2 years with interest at 5% and full pre-payment privileges without penalty. However, shortly after the sale was closed on August 1, the purchasers were able to pay the note in full, with interest from August 1 to August 9. The interest of \$40.68 plus the refund on insurance premiums previously paid in the amount of \$665.45 have been credited to the Income Account of the Scholarship Fund, No. 68660. The total sales price of \$57,500, less expenses covering filing fees, title guaranty policy and escrow fee of \$216.25, have been credited to the Endowment Account No. 77420 in the net amount of \$57,283.75.

The City of Fort Worth had assessed taxes for 1956 and 1957 in the total amount of \$2,687.86 against the property, though exemptions had been allowed for earlier years. The taxes were waived after the Land and Trust Attorney's correspondence and conferences with the Fort Worth tax attorney.

It is recommended that the Board of Regents ratify these actions and adopt the following Resolution concerning this sale:

WHEREAS, by deed dated March 17, 1934, and by deed dated December 30, 1938, George Beggs, as Executor and Trustee of the Will of Edward Disney Farmer, deceased, conveyed to the State of Texas for the use and benefit of The University of Texas a certain tract of land known as the Jennings Avenue Property, being the East 60 feet of Lots 1-8, Block 3, Jennings East Addition, City of Fort Worth, Texas, for the establishment of the E. D. Farmer International Scholarship Fund, the deed dated March 17, 1934, being recorded in Book 1212, page 75, and the deed dated December 30, 1938, being recorded in Book 1392, page 281 of the Deed Records of Tarrant County, Texas; and

WHEREAS, by deed dated July 28, 1958, pursuant to an offer to purchase the above-described property, the Board of Regents of The University of Texas, as Trustee of the E. D. Farmer International Scholarship Fund, conveyed to John R. Dial, Ruby G. Reid, a widow, and R. W. Dial of the City of Fort Worth, Tarrant County, Texas, the above-described property in consideration of the sum of \$57,500.00 payable as follows: \$25,000.00 in cash and the execution of a certain note in an amount of \$32,500.00 payable in equal monthly installments over a period of approximately six and one-half years with interest at the rate of 5% per annum and with prepayment privileges without penalty; and

WHEREAS, the note has been paid in full and a release of the Vendor's Lien and Deed of Trust Lien has been executed by the Chairman:

NOW, THEREFORE, BE IT RESOLVED, That all of the acts of the Chairman of the Board of Regents of The University of Texas, acting as Trustee of the E. D. Farmer International Scholarship Fund, in the execution of a certain deed dated July 28, 1958, and the conveyance of the above-described property, together with the execution of the instrument releasing the Vendor's Lien and Deed of Trust Lien, be and the same are in all things hereby ratified.

MURRAY CASE SELLS ESTATE - RATIFICATION OF SIGNATURE ON RELEASE OF OVERRIDING ROYALTY ON TWO LEASES IN SCURRY COUNTY, TEXAS.--Instruments have been circulated by Sells Petroleum, Incorporated and the Trustees representing the beneficiary schools for execution by the presidents of the schools whereby a release was approved of the overriding royalty held by the institutions on shallow undeveloped portion of the following leases: Lease No. 2578 - J. N. Bynum Estate, NW/4 Sec. 178, Block 97, H&TC Ry. Co. Survey, Scurry County, Texas, and Lease No. 2579 - C. C. Marr, W/2 SW/4 Section 178, Block 97, H&TC Ry. Co. Survey, Scurry County, Texas. The release was signed on behalf of The University of Texas by President Logan Wilson on June 10, 1958, after approval by the Land and Trust Attorney and the Endowment Officer. Ratification of this action is recommended.

W. J. MCDONALD OBSERVATORY FUND - OFFER BY MRS. JENNIE P. NOBLES TO PURCHASE TRACT OF 50 ACRES, N. C. PARKS SURVEY, LAMAR COUNTY, TEXAS.--Mrs. Jennie P. Nobles of Deport, Texas, has offered to pay \$1,425.00 cash for the tract of approximately 50 acres in the N. C. Parks Survey, Lamar County, near the Hoovertown community. The University would retain a fully participating one-half mineral interest but with full leasing rights in the purchaser. This tract is on the University's books at approximately \$50 per acre, going back to the inventory on Mr. McDonald's Estate about 1928. However, it is unimproved, uncultivated, brings in no income, and was given a value of approximately \$30.00 per acre in a recent appraisal from one of the banks in the area. It is recommended that the offer of Mrs. Nobles be accepted, and that the Board of Regents adopt the following Resolution:

WHEREAS, the Board of Regents of The University of Texas, as Trustee of the W. J. McDonald Observatory Fund under the will of W. J. McDonald, deceased, is the owner of a tract of land comprising 50 acres, more or less, being a part of a 154 acre tract of land in the N. C. Parks Survey in the Hoover-town Community, Lamar County, Texas; and

WHEREAS, Mrs. Jennie P. Nobles of Deport, Texas, has made an offer to purchase the above-described tract of land for the sum of Fourteen Hundred Twenty Five Dollars (\$1,425.00) cash, reserving unto the Board of Regents one-half interest in the minerals, participating and with leasing rights in the grantee; and it is the opinion of the Board of Regents that such sale would be advantageous to the W. J. McDonald Trust Fund, and that the same should be accepted:

NOW, THEREFORE, BE IT RESOLVED, that upon receipt of the consideration the Chairman of the Board of Regents of The University of Texas for and on behalf of the Board of Regents of The University of Texas, as Trustee of the W. J. McDonald Observatory Fund under the will of W. J. McDonald, deceased, be and he is hereby authorized and directed to execute and deliver a proper deed conveying the above-described property to Mrs. Jennie P. Nobles, and that the Secretary of the Board attest the deed and affix the common seal.

DR. WALTER JUNIUS HILDEBRAND SCHOLARSHIP FUND - OFFER BY MALCOLM GESCHEIDLE FOR PURCHASE OF 299-ACRE TRACT IN GONZALES COUNTY, TEXAS.--Mr. Malcolm Gescheidle, tenant on the property for several years, has offered to buy the tract of approximately 299 acres in the Jonathan Cottle and E. Kelley Surveys, Gonzales County, received by the University under the Will of Mrs. Edith Fly Hildebrand, deceased, as part of her estate left for the establishment of the Dr. Walter Junius Hildebrand Scholarship Fund for the benefit of the Medical Branch. Mr. Gescheidle offers to pay \$60 per acre cash with the University to retain one-half of the minerals, fully participating as to bonuses, rentals, and royalties, but with full leasing rights to be exercised by the owner of the land. As an alternate proposal, Mr. Gescheidle offers \$65 per acre cash with the University to retain only a one-half royalty interest.

In October, 1955, Mr. Gescheidle offered \$55 per acre cash with the University to retain a one-half non-participating mineral interest. The Board of Regents made him a counter-offer of \$70 per acre with a fully participating one-half mineral interest to be retained. Mr. Gescheidle declined to accept the counter-offer.

The tract is on the University's books at \$80 per acre, or a total of \$23,920, which was the value given in the Inventory and Appraisement for Mrs. Hildebrand's Estate in 1953.

Mr. Gescheidle has had the tract under year-to-year farming leases for several years and now pays \$600 cash annual rental. He and his relatives own the acreage which adjoins this tract on all sides except for a few hundred feet on one side, and it is believed that it will not be possible to obtain a better offer than Mr. Gescheidle's on the present market. Mr. W. E. Bouldin and Mr. W. L. Greer of Gonzales appraised the property in 1955 at \$65 per acre if a small mineral interest should be retained and at \$60 per acre if a one-half non-participating interest should be retained. They have recently reported to the University, that in their opinion, the present value is practically the same as at the time of their appraisal.

The tract is under a five-year oil and gas lease now held by Gulf Coast Leaseholds, Inc., dated November 7, 1956, made by the University with bonus of \$2.00 per acre and annual rental of \$1.00 per acre. Annual rental due in November, 1957 was paid. There is no activity in the area which would indicate mineral value other than strictly speculative value.

It is recommended that the Board of Regents accept Mr. Gescheidle's offer to buy the property for \$60 per acre cash, with the University to retain a participating interest of one-half of the minerals, and that it adopt the following Resolution:

WHEREAS, the Board of Regents of The University of Texas, as Trustee of the Hildebrand Scholarship Fund under the will of Edith Fly Hildebrand, deceased, is the owner of a tract of land comprising 299 acres, more or less, out of the Jonathan Cottle League Survey and E. Kelley Survey situated in Gonzales County, Texas, being the same tract described in a deed from W. S. Fly to W. J. Hildebrand, dated April 12, 1911, recorded in Volume 91, pages 78-79 of the Deed Records of Gonzales County, Texas, to which deed and the record thereof reference is hereby made; and

WHEREAS, Malcolm Gescheidle of Gonzales, Gonzales County, Texas, has made an offer to purchase the above-described tract of land at the rate of Sixty Dollars (\$60.00) per acre in cash with a reservation in the Board of Regents of one-half of the minerals, participating and with leasing rights in the grantee, and it is the opinion of the Board of Regents that such sale would be advantageous to the Hildebrand Scholarship Fund, and that the same should be accepted:

NOW, THEREFORE, BE IT RESOLVED, That upon receipt of the consideration the Chairman of the Board of Regents of The University of Texas for and on behalf of the Board of Regents of The University of Texas, as Trustee of the Hildebrand Scholarship Fund under the will of Edith Fly Hildebrand, deceased, be and he is hereby authorized and directed to execute and deliver a proper deed conveying the above-described property to Malcolm Gescheidle, and that the Secretary of the Board attest the deed and affix the common seal.

HOGG FOUNDATION: VARNER PROPERTIES - AUTHORITY TO FILE SUPPLEMENT U FEDERAL INCOME TAX RETURN FOR FISCAL YEAR ENDED JULY 31, 1958.--It is recommended that the Comptroller and Endowment Officer be authorized to sign and file Supplement U Federal Income Tax Return for the fiscal year ended July 31, 1958 on the Varner Properties, being prepared by the Branch College Auditor, with authority to check the return and any legal questions pertaining to it with Mr. Ben Bird with the firm of Weeks, Bird, Cannon & Appleman.

8/31,400.