

Meeting No. 940

THE MINUTES OF THE BOARD OF REGENTS
OF
THE UNIVERSITY OF TEXAS SYSTEM

Pages 1 - 90

May 9-10, 2001

Austin, Texas

TABLE OF CONTENTS
 THE MINUTES OF THE BOARD OF REGENTS
 OF
 THE UNIVERSITY OF TEXAS SYSTEM
 MAY 9-10, 2001
 AUSTIN, TEXAS

MEETING NO. 940

	<u>Page No.</u>
<u>MAY 9, 2001</u>	
I. Attendance	1
II. SPECIAL ITEMS	2
U. T. BOARD OF REGENTS	
1. Approval of Chairman's Committee and Other Representative Appointments	2
2. Regents' <u>Rules and Regulations</u> : Amendments to Part One, Chapter I (Board of Regents)	4
III. ANNUAL MEETING WITH REPRESENTATIVES OF THE UNIVERSITY OF TEXAS SYSTEM STUDENT ADVISORY COUNCIL	8
IV. EXECUTIVE SESSION OF THE BOARD OF REGENTS	10
U. T. SOUTHWESTERN MEDICAL CENTER - DALLAS	
1. Settlement of Medical Liability Litigation -- Jayme Thomas	10
U. T. AUSTIN	
2. Deliberation of Negotiated Contract for Prospective Gift	10

U. T. M. D. ANDERSON CANCER CENTER

3. Approval to Accept a Negotiated Gift and Authorization for President Mendelsohn to Execute the Agreement (No Publicity) 11

MAY 10, 2001

- I. Attendance 12
- II. Introduction of Dr. W. David Watts, President-Elect of The University of Texas of the Permian Basin, and James T. Willerson, M.D., President of The University of Texas Health Science Center at Houston 12
- III. U. T. Board of Regents: Approval of Minutes of Regular Meeting Held February 14-15, 2001, and Special Meetings Held March 9 and April 30, 2001 13
- IV. ANNOUNCEMENT OF TASK FORCES BY CHAIRMAN MILLER 13
- V. SPECIAL ITEMS 13

U. T. BOARD OF REGENTS

1. Approval to Amend the Regents' Rules and Regulations, Part One, Chapter I, Section 7, Subsection 7.3 (UTIMCO) and Addition of New Subsection 7.4 (Texas Growth Fund) 13
2. Proposed Amendment to the Regents' Rules and Regulations, Part One, Chapter II, Section 16, Subsection 16.1 (Presidents of Component Institutions) (Withdrawn) 14
3. Amendments to the Regents' Rules and Regulations, Part One, Chapter III, Section 1, Subsection 1.8 (Academic Titles), Subdivision 1.84 15
4. Regents' Rules and Regulations, Part Two: Amendments to Chapter I, Section 1 (Gifts to The University of Texas System) 16

	U. T. SYSTEM	
5.	Report of Summary of Gift Acceptance Conforming to Board Policy for December 1, 2000 Through February 28, 2001	17
VI.	MATTERS RELATED TO THE UNIVERSITY OF TEXAS INVESTMENT MANAGEMENT COMPANY (UTIMCO)	18
	U. T. SYSTEM	
1.	Report on Investments for the Fiscal Quarter Ended February 28, 2001	18
2.	Approval of Increases in the Annual Distributions from the Permanent University Fund, the Permanent Health Fund, and the Long Term Fund	29
VII.	REPORTS AND RECOMMENDATIONS OF STANDING COMMITTEES	32
A.	REPORT OF EXECUTIVE COMMITTEE	32
B.	REPORT AND RECOMMENDATIONS OF THE FINANCE AND PLANNING COMMITTEE (FORMERLY BUSINESS AFFAIRS AND AUDIT COMMITTEE)	33
	U. T. SYSTEM	
1.	Approval of <u>Chancellor's Docket No. 105</u> (Catalog Change)	33
	U. T. BOARD OF REGENTS	
2.	Regents' <u>Rules and Regulations</u> , Part One: Amendments to Chapter VI, Section 6, Subsection 6.6 (Solicitation), Subdivision 6.61	34

U. T. SYSTEM

3. Adoption of Fiscal Year 2002 Budget Preparation Policies and Limitations for General Operating Budgets, Auxiliary Enterprises, Contracts and Grants, Restricted Current Funds, Designated Funds, and Service and Revolving Funds Activities and Calendar for Budget Operations 35
4. Appointment of Blue Cross and Blue Shield of Texas, Richardson, Texas, a Division of Health Care Service Corporation, Chicago, Illinois, as Plan Administrator for the Self-Funded UT Select PPO Medical Plan and (a) Humana, Inc., Louisville, Kentucky, (b) Blue Cross and Blue Shield of Texas (HMO Blue), Richardson, Texas, a Division of Health Care Service Corporation, Chicago, Illinois, and (c) Texas Universities Health Plan (TUHP), Austin, Texas, as Carriers for Fully-Insured Health Maintenance Organizations (HMOs) to be Effective September 1, 2001 40
5. Approval of Monthly Premiums for Medical, Dental, and Vision Plans and Health Maintenance Organizations (HMOs) Effective September 1, 2001 41

U. T. DALLAS

6. Approval to Negotiate a Lease with Sportscentre, LLP, Dallas, Texas, or a Related Business Entity, of Approximately 10 Acres of Land Located in Richardson, Collin County, Texas, and Authorization for the Executive Vice Chancellor for Business Affairs or the Executive Director of Real Estate to Execute All Documents Related Thereto 46

U. T. M. D. ANDERSON CANCER CENTER

7. Authorization to Enter into a Lease with Introgen Therapeutics, Inc., for a Specialized Laboratory Facility 47

INFORMATIONAL REPORT

U. T. SYSTEM

- Presentation of the March 2001 Monthly Financial Report 47

- C. REPORT AND RECOMMENDATIONS OF THE ACADEMIC AFFAIRS COMMITTEE 49

U. T. AUSTIN

1. Request for Approval of an Agreement with the Education Commission of the States, Denver, Colorado, and Just for the Kids, Inc., Austin, Texas, to Support a Joint Initiative to Create the National Center on Educational Accountability (Deferred) 49
2. Utility Infrastructure Expansion/Upgrade - Phase I: Approval to Amend the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget to Include Project; Approval to Appropriate Funds and Authorize Expenditure; Authorize Institutional Management of Project; and Approval of Use of Revenue Financing System Parity Debt, Receipt of Parity Debt Certificate, and Finding of Fact with Regard to Financial Capacity 49

U. T. PAN AMERICAN

- 3. Cooling Plant Upgrade/Thermal Storage: Approval to Amend the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget to Include Project; Appropriate Funds; and Authorize Institutional Management of Project 52
- 4. Establishment of a Bachelor of Arts in Dance; Authorization to Submit the Proposal to the Coordinating Board for Approval (Catalog Change); and Authorization of Certification that Coordinating Board Criteria for Approval Are Met 53

U. T. SAN ANTONIO

- 5. Approval to Establish a Doctor of Philosophy Degree Program in Business Administration and Approval to Submit the Proposal to the Coordinating Board for Approval (Catalog Change) 54
- 6. Authorization to Establish a Doctor of Philosophy Degree Program in Electrical Engineering and Authorization to Submit the Proposal to the Coordinating Board for Approval (Catalog Change) 55
- 7. Approval to Establish a Doctor of Philosophy Degree Program in English and Approval to Submit the Proposal to the Coordinating Board for Approval (Catalog Change) 56

- D. REPORT AND RECOMMENDATIONS OF THE HEALTH AFFAIRS COMMITTEE 58

U. T. SYSTEM

1. Approval to Decrease the Institutional Premium Charge of The University of Texas System Professional Medical Liability Benefit Plan Effective September 1, 2001 58

U. T. MEDICAL BRANCH - GALVESTON

2. Authorization to Acquire Approximately 5.349 Acres of Land Located in Blocks 485, 674, and 675 in Galveston, Galveston County, Texas, and Authorization for the Executive Vice Chancellor for Business Affairs or the Executive Director of Real Estate to Execute All Documents Related Thereto 59

3. Approval to Establish a Master of Public Health Degree and Amend the U. T. Board of Regents' Table of Programs Accordingly; Authorization to Submit the Proposed Degree Program and Change in the Institution's Table of Programs to the Coordinating Board (Catalog Change); and Authorization of Certification that Coordinating Board Criteria for Approval Are Met Except for Previous Approval of Planning Authority 60

U. T. HEALTH SCIENCE CENTER - HOUSTON

4. Recreation Center Reconstruction: Approval to Amend the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget to Include Project; Appropriate Funds; and Authorize Institutional Management of Project 62

5.	Authorization to Offer a Doctorate of Science in Nursing Degree at a Distance in El Paso in Collaboration with U. T. El Paso and Approval to Submit the Proposal to the Coordinating Board for Approval (Catalog Change)	63
U. T. HEALTH SCIENCE CENTER - SAN ANTONIO		
6.	Authorization to Establish a Master of Medical Science Degree; Approval to Submit the Proposal to the Coordinating Board for Approval (Catalog Change); and Authorization of Certification that Coordinating Board Criteria for Approval Are Met	65
U. T. M. D. ANDERSON CANCER CENTER		
7.	Authorization to Acquire the Fannin Holcombe Building Located at 6900 Fannin Street in Houston, Harris County, Texas; Authorization to Submit a Request to the Coordinating Board for Approval of the Transaction; and Authorization for the Executive Vice Chancellor for Business Affairs or the Executive Director of Real Estate to Execute All Documents Related Thereto	66
U. T. BOARD OF REGENTS		
8.	Celebration of Achievements on the Occasion of the 60th Anniversary of U. T. M. D. Anderson Cancer Center	67
E.	REPORT AND RECOMMENDATIONS OF THE FACILITIES PLANNING AND CONSTRUCTION COMMITTEE	70
U. T. ARLINGTON		
1.	Americans with Disabilities Act (ADA) Compliance Projects (Project No. 301-813): Approval to Revise Total Project Cost; Appropriate Additional Funds and Authorize Expenditure; and	

Approval of Use of Revenue Financing System Parity Debt, Receipt of Parity Debt Certificate, and Finding of Fact with Regard to Financial Capacity	70
--	----

U. T. AUSTIN

2. Basketball Support Facility (Project No. 102-053): Approval to Change Funding Source; Authorize Expenditure Prior to Design Development; Increase Budget, Appropriate Funds, and Authorize Expenditure for Repair and Renovation Stage; and Approval of Use of Revenue Financing System Parity Debt, Receipt of Parity Debt Certificate, and Finding of Fact with Regard to Financial Capacity	73
3. Parking Garage 4B and Office Building (Project No. 102-985): Approval to Revise Total Project Cost; Approval to Redesignate Project as Parking Garage 6 and North Office Building A; and Appropriation of Additional Funds and Authorization of Expenditure	76
4. Ransom Center Renovation (Project No. 102-987): Approval to Revise Total Project Cost and Appropriation of Additional Funds	77
5. Sarah M. and Charles E. Seay Building (Project No. 102-922): Approval to Revise Total Project Cost and Appropriation of Additional Funds and Authorization of Expenditure	77

U. T. DALLAS

6. Callier Center Satellite Facility (Project No. 302-018): Approval of Design Development Plans; Approval of Evaluation of Alternative Energy Economic Feasibility;	
--	--

	Approval of Total Project Cost; and Appropriation of Funds and Authorization of Expenditure	78
U. T. SOUTHWESTERN MEDICAL CENTER - DALLAS		
7.	North Campus Phase 3 Expansion - Radiation Oncology Center (Project No. 303-990) (Addition to The Seay Biomedical Building): Approval to Revise Total Project Cost and Appropriate Additional Funds and Authorize Expenditure	80
8.	North Campus Phase 4 (Project No. 303-024): Approval of Design Development Plans; Approval of Evaluation of Alternative Energy Economic Feasibility; Approval of Total Project Cost; Appropriation of Funds and Authorization of Expenditure; and Approval of Use of Revenue Financing System Parity Debt, Receipt of Parity Debt Certificate, and Finding of Fact with Regard to Financial Capacity	81
U. T. HEALTH SCIENCE CENTER - HOUSTON		
9.	Nursing and Biomedical Sciences Building (Project No. 701-967): Redesignation of Project as School of Nursing and Student Community Center	84
U. T. M. D. ANDERSON CANCER CENTER		
10.	Ambulatory Clinical Building (Project No. 703-039): Approval of Design Development Plans; Approval of Evaluation of Alternative Energy Economic Feasibility; Approval of Total Project Cost; Appropriation of Funds and Authorization of Expenditure; and Approval of Use of Revenue Financing System Parity Debt, Receipt of Parity Debt Certificate, and Finding of Fact with Regard to Financial Capacity	84

VIII.	REPORT OF BOARD FOR LEASE OF UNIVERSITY LANDS	88
IX.	SPECIAL REPORT	88
	U. T. SYSTEM	
	Activities of U. T. System Institutions Relating to the Study, Preservation, and Appreciation of the History of the State of Texas	88
X.	OTHER MATTERS	89
	U. T. BOARD OF REGENTS	
	Presentation of Certificate of Appreciation to Dr. Charles A. Sorber, President of The Uni- versity of Texas of the Permian Basin	89
XI.	SCHEDULED MEETING	90
XII.	ADJOURNMENT	90

MEETING NO. 940

WEDNESDAY, MAY 9, 2001.--The members of the Board of Regents of The University of Texas System convened at 11:45 a.m. on Wednesday, May 9, 2001, in the Board Room on the Ninth Floor, Ashbel Smith Hall, 201 West Seventh Street, Austin, Texas, with the following in attendance:

ATTENDANCE.--

Present
Chairman Miller, presiding
Vice-Chairman Clements
Vice-Chairman Riter
Vice-Chairman Romero
Regent Craven
Regent Krier
Regent Oxford
Regent Sanchez

Absent
*Regent Hunt

Counsel and Secretary Frederick

Chairman Miller announced a quorum present and called the meeting to order. He welcomed Regent Judith L. Craven and Regent Cyndi Taylor Krier to membership on the Board and congratulated Vice-Chairman Rita C. Clements on her reappointment. He thanked the people that are The University of Texas System and noted that the faculty and staff are one of The University's most important assets. The professional activities of these faculty and staff educate students, generate revenue, provide service, heal patients, build communities, and provide leadership of the 15 component institutions of the System. Chairman Miller emphasized the ongoing and important collaboration of institutions in the System working for the common good.

*Regent Hunt was absent due to illness.

SPECIAL ITEMS

1. U. T. Board of Regents: Approval of Chairman's Committee and Other Representative Appointments

Supplemental material for Chairman Miller's recommended appointments to standing and special committees of the Board and to external boards was sent to members of the Board in advance of the meeting and was available on yellow paper.

In accordance with the requirements of the Regents' Rules and Regulations, Part One, Chapter I, Section 7, the U. T. Board of Regents concurred in Chairman Miller's appointments to (1) the chairmanship of the Standing and Special Committees, (2) the Board for Lease of University Lands, (3) the Board of Directors of The University of Texas Investment Management Company (UTIMCO), and (4) the Board of Directors of the Texas Growth Fund as set forth below.

Appointments by Chairman Miller to the Standing Committees, Special Committee on Minorities and Women, and other liaison groups, which do not require Regental approval, are also set forth below for information, and all were effective May 4, 2001.

Unless otherwise noted, these appointments will remain in effect until the succeeding Board Chairman shall reconstitute the committees in 2003.

a. STANDING COMMITTEES

Executive Committee*

Charles Miller, Chairman
Rita C. Clements, Vice-Chairman
A. W. "Dub" Riter, Jr., Vice-Chairman
Raul R. Romero, Vice-Chairman

*Elected during Special Called Meeting of the Board of Regents held on April 30, 2001.

Note: Chairman Miller chairs the Executive Committee and is a voting member of that Committee. Chairman Miller is a nonvoting ex officio member of the standing committees listed on Page 3.

Finance and Planning Committee (Formerly Business Affairs and Audit)

Woody L. Hunt, Chairman
Cyndi Taylor Krier
Patrick C. Oxford
A. W. "Dub" Riter, Jr.
Raul R. Romero

Academic Affairs Committee

Cyndi Taylor Krier, Chairman
Woody L. Hunt
Patrick C. Oxford
Raul R. Romero

Health Affairs Committee

Patrick C. Oxford, Chairman
Rita C. Clements
Judith L. Craven, M.D.
A. R. (Tony) Sanchez, Jr.

Facilities Planning and Construction Committee

Rita C. Clements, Chairman
Judith L. Craven, M.D.
A. W. "Dub" Riter, Jr.
A. R. (Tony) Sanchez, Jr.

b. SPECIAL COMMITTEE

Special Committee on Minorities and Women

Judith L. Craven, M.D., Chairman
Rita C. Clements
Cyndi Taylor Krier
Raul R. Romero

Note: Chairman Miller is a nonvoting ex officio member of this special committee.

c. REGENTAL REPRESENTATIVES

Board for Lease of University Lands

Judith L. Craven, M.D.
Cyndi Taylor Krier
Charles Miller, Alternate

The University of Texas Investment Management Company (UTIMCO)
Board of Directors (to serve until April 1, 2003, or until their successors
are chosen and qualified, or until their earlier resignation or removal)

Rita C. Clements
Woody L. Hunt
A. W. "Dub" Riter, Jr.

Texas Growth Fund Board of Directors

A. W. "Dub" Riter, Jr.

M. D. Anderson Cancer Center Outreach Corporation

Patrick C. Oxford*

*Approved on February 15, 2001.

2. U. T. Board of Regents - Regents' Rules and Regulations: Amendments to
Part One, Chapter I (Board of Regents)

Chairman Miller noted that supplemental material for this item had been provided to members of the Board and was available on yellow paper to modify the descriptions and responsibilities of Board committees consistent with plans outlined in the Special Called Meeting on April 30, 2001. The Board amended the Regents' Rules and Regulations, Part One, Chapter I as set forth on Pages 5 - 7.

a. Section 3, Subsection 3.2, Subdivision 3.25, regarding the duties of the Chairman, was amended to read as follows:

3.25 Except for the Executive Committee, the Chairman shall be a nonvoting ex officio member of all standing and special committees of the Board and a voting member of the Executive Committee.

b. Section 7, Subsection 7.1 was amended as follows:

7.1 Standing Committees.--The following committees shall be standing committees of the Board to consider policies for the government of all major areas: (a) Executive Committee; (b) Finance and Planning Committee; (c) Academic Affairs Committee; (d) Health Affairs Committee; (e) Facilities Planning and Construction Committee.

7.11 Composition of Standing Committees; Appointment of Chairmen.--

7.111 The Executive Committee is composed of the Chairman, Vice-Chairmen of the Board, and additional voting members of the Board appointed by the Chairman as needed in the conduct of special called meetings of the Executive Committee. The Chairman of the Board is the Chairman of the Executive Committee and is a voting member of that Committee.

7.112 Each standing committee is composed of not less than four members of the Board appointed by the Chairman.

...

7.14 Duties of the Executive Committee.--Any action taken by the Executive Committee pursuant to authority granted in Part One, Chapter I, Section 9, Subsection 9.5 of these Rules and Regulations shall be effective at the time the action is taken by the Committee unless otherwise stated by the Committee and shall be reported to the Board at its next regularly scheduled meeting.

- 7.15 Duties of the Finance and Planning Committee.--The Finance and Planning Committee shall:
- 7.151 Continue long-range planning activities, building on the existing long-range plan, and ensure development of related plan implementation policies and procedures for the U. T. System and the component institutions.
 - 7.152 Review and make recommendations to the Board as appropriate on matters related to business affairs such as: operating budget; debt financing transactions and issues concerning the Permanent University Fund, including administering standards for resource allocation; University Lands - West Texas Operations; System-wide and self-insured insurance programs; and special task forces, initiatives, and commissions for System Administration and the component institutions.
 - 7.153 Review and report to the Board as appropriate on matters related to the System-wide compliance program.
 - 7.154 Review and make recommendations to the Board as appropriate on the System-wide internal audit plan.
 - 7.155 Obtain, review, and report to the Board on System and institutional internal audit reports and State Auditor's reports.
 - 7.156 Transmit to the Chancellor, subject to the prior approval of the Board, any instructions for System or institutional audits as deemed necessary to ensure management control within The University of Texas System. (In this regard, the System Director of Audits reports to the Chairman of the Finance and Planning Committee.)
 - 7.157 Review and recommend to the Board as appropriate on issues and activities related to The University of Texas Investment Management Company (UTIMCO).

- c. Item 7.168 relating to the duties of the Academic Affairs Committee was deleted and Item 7.169 was renumbered as Item 7.168 as follows:
 - 7.168 Make recommendations concerning capital improvement priorities related to the approved missions of the general academic institutions.

- d. Item 7.178 relating to the duties of the Health Affairs Committee was deleted and Item 7.179 was renumbered as Item 7.178 as follows:
 - 7.178 Make recommendations concerning capital improvement priorities related to the approved missions of the health-related institutions.

- e. Section 9, Subsection 9.5 was amended to read as set forth below:
 - 9.5 Delegation of Authority to the Executive Committee.--Except as may be specifically set out otherwise in these Rules and Regulations, the Board delegates to the Executive Committee of the Board authority to act on behalf of the Board on all matters requiring immediate attention. When approving any contract, agreement, or document, the Committee shall designate the officer, employee, or agent authorized to execute and deliver the contract or agreement and specify any other required approvals. The designated delegate may further delegate his or her delegated authority unless otherwise specified. Any such further delegation of authority must be made in writing and the designated delegate shall permanently maintain, or cause to be maintained, evidence of any such delegation. A delegate of the primary delegate may not further delegate such authority. All members of the Board will be given prompt notice of all meetings of the Executive Committee and will be invited to attend and participate in all Executive Committee discussions and deliberations. The Executive Committee shall report to the Board at its next regular meeting actions taken by the Committee on behalf of the Board as provided in Part One, Chapter I, Section 7 of these Rules and Regulations.

Amendments to the Regents' Rules and Regulations, Part One, Chapter I, Section 3, Subsection 3.2, Subdivision 3.25 note that the Chairman, who serves as an ex officio member of standing and special committees, is a

nonvoting member and thus is not counted for purposes of determining a quorum of these committees. He is, however, a voting member of the Executive Committee of the Board.

Amendments to Section 7 allow additional members to be added to the Executive Committee as determined by the Chairman, to specify that all standing committees will have at least four members, and to delete language requiring the Executive Committee to consult with other members of the Board before acting which, if followed, could conflict with the provisions of the Texas Open Meetings Act.

Substantive amendments to Subdivision 7.15 change the name of the Business Affairs and Audit Committee to the Finance and Planning Committee and revise the duties of the Committee. Amendments to former Subparagraphs 7.151, 7.168, and 7.178 conform to action taken in February 2001 that authorized the Chancellor to make personnel decisions related to System Administration executive officers' appointments after discussion with the Board.

Amendments to Section 9 provide greater authority to the Executive Committee to act when necessary, but require that all members of the Board of Regents be provided notice of meetings and an opportunity to attend.

ANNUAL MEETING WITH REPRESENTATIVES OF THE UNIVERSITY OF TEXAS SYSTEM STUDENT ADVISORY COUNCIL.--Chairman Miller stated that the Board was pleased to have representatives of The University of Texas System Student Advisory Council (SAC) at this annual meeting and introduced Mr. Arturo Barrio, Chair of the Council.

The following members of the Council presented their accomplishments and recommendations to the Board as previously distributed and as described more fully in the [2000-2001 Annual Report](#) on file in the Office of the Board of Regents:

Ms. Myrna Rodriguez (The University of Texas at El Paso), Vice-Chair, spoke of a list serve Internet site that improved communication and the flow of information amongst members of the Student Advisory Council.

Ms. Meredith Tamayo (The University of Texas at Brownsville), Secretary, provided information on the activities of the Council and the structure of the committees.

Mr. Vasile Stanescu (The University of Texas at Dallas), Chair of the Academic Affairs Committee, addressed student concerns about faculty

proficiency in the English language, both spoken and written. He also recommended early student input in major System-wide issues such as accountability.

Ms. Athanasia Panopoulos (The University of Texas Health Science Center at Houston), Co-Chair of the Graduate Affairs Committee, recommended that U. T. component institutions be permitted to issue tuition waivers to teaching/research assistants and assistant instructors. It was noted that this is a legislative issue.

Mr. Simon Williams (The University of Texas Health Science Center at Houston), Chair of the Minority and Multicultural Affairs Committee, encouraged greater administrative support for international students and encouraged the Texas Legislature to expand the Joint Admission Medical Program to more graduate and professional programs.

Ms. Sharon Smith (The University of Texas at Arlington), Chair-Elect of the SAC, spoke on behalf of the Student Rights Committee to recommend a student be assigned to the Board of Regents and to recommend the U. T. System assist students in locating textbooks.

Mr. Paul Tran (The University of Texas at Dallas), Chair of the Tuition and Fees Committee, discussed a System-wide one-stop shopping Web site for financial aid and a requirement for entrance and exit exams for student loans.

Mr. Nicholas Cook (The University of Texas of the Permian Basin), Chair of the Technology Affairs Committee, recommended student services such as registration, payment of fees and fines, adding/dropping of courses and grades be accessible on-line. He also recommended availability of contractual merchandise such as software on-line as opposed to distribution of compact discs to students, and recommended an on-line directory of faculty.

Mr. Barrio then introduced the following SAC officers for the 2001-2002 academic year:

Ms. Sharon Smith (U. T. Arlington), Chair
Mr. Paul Tran (U. T. Dallas), Vice-Chair
Mr. Nicholas Cook (U. T. Permian Basin), Administrative Assistant
Mr. Leo Gonzalez (The University of Texas at San Antonio), Historian.

Chancellor R. D. Burck stated that he had received the 2000-2001 Annual Report from the SAC and found the recommendations well researched and interesting. He assured the SAC that he would respond promptly.

RECESS TO EXECUTIVE SESSION.--At 2:50 p.m., Chairman Miller announced that the Board would recess to convene in Executive Session pursuant to Texas Government Code Sections 551.071, 551.073, and 551.074 to consider those matters listed on the Executive Session agenda.

RECONVENE.--At 5:05 p.m., the Board reconvened in open session for action on matters considered in Executive Session.

EXECUTIVE SESSION OF THE BOARD OF REGENTS

Chairman Miller reported that the Board met in Executive Session to discuss matters in accordance with Texas Government Code Sections 551.071, 551.073, and 551.074. He said no action was taken on the personnel item on the Executive Session agenda. In response to an inquiry from Chairman Miller regarding the wishes of the Board, the following actions were taken:

1. U. T. Southwestern Medical Center - Dallas: Settlement of Medical Liability Litigation -- Jayme Thomas

Upon motion of Vice-Chairman Clements, duly seconded, the Board authorized the Chancellor and the Office of General Counsel to settle, on behalf of The University of Texas Southwestern Medical Center at Dallas physicians, the medical liability litigation brought by Jayme Thomas in accordance with the proposal presented in Executive Session.

2. U. T. Austin: Deliberation of Negotiated Contract for Prospective Gift

No action was taken on the item relating to a proposed gift to benefit The University of Texas at Austin.

3. U. T. M. D. Anderson Cancer Center: Approval to Accept a Negotiated Gift and Authorization for President Mendelsohn to Execute the Agreement (No Publicity)

Upon motion of Regent Oxford, duly seconded, the Board authorized President Mendelsohn to conclude negotiations for a proposed gift to benefit The University of Texas M. D. Anderson Cancer Center in accordance with the parameters discussed in Executive Session and to execute the gift agreement on behalf of the Board.

The motion carried without objection.

It was requested that no publicity be given to this matter.

RECESS.--At 5:10 p.m., Chairman Miller announced that the Board would recess to reconvene in Open Session on Thursday, May 10, at 8:30 a.m. in the Board Room on the Ninth Floor, Ashbel Smith Hall, 201 West Seventh Street, Austin, Texas.

THURSDAY, MAY 10, 2001.--The members of the Board of Regents of The University of Texas System reconvened at 8:40 a.m. on Thursday, May 10, 2001, in the Board Room on the Ninth Floor, Ashbel Smith Hall, 201 West Seventh Street, Austin, Texas, with the following in attendance:

ATTENDANCE.--

Present

Chairman Miller, presiding
Vice-Chairman Clements
Vice-Chairman Riter
Vice-Chairman Romero
Regent Craven
Regent Krier
Regent Oxford

Absent

*Regent Hunt
**Regent Sanchez

Counsel and Secretary Frederick

Chairman Miller announced a quorum present and called the meeting to order. (Regent Craven was not present when the meeting convened, but arrived later.)

INTRODUCTION OF DR. W. DAVID WATTS, PRESIDENT-ELECT OF THE UNIVERSITY OF TEXAS OF THE PERMIAN BASIN, AND JAMES T. WILLERSON, M.D., PRESIDENT OF THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT HOUSTON.--Chairman Miller welcomed Dr. W. David Watts, President-Elect of The University of Texas of the Permian Basin, and James T. Willerson, M.D., President of The University of Texas Health Science Center at Houston, to their first regularly scheduled meeting. Dr. Watts will become President of U. T. Permian Basin effective June 11, 2001, and Dr. Willerson was appointed President of U. T. Health Science Center – Houston at a special called meeting on March 9, 2001.

*Regent Hunt was absent due to illness.

**Regent Sanchez was absent due to a previous commitment.

U. T. BOARD OF REGENTS: APPROVAL OF MINUTES OF REGULAR MEETING HELD FEBRUARY 14-15, 2001, AND SPECIAL MEETINGS HELD MARCH 9 AND APRIL 30, 2001.--The Minutes of the regular meeting of the Board of Regents of The University of Texas System held on February 14-15, 2001, in Austin, Texas, were approved as distributed by the Counsel and Secretary to the Board. The official copy of these Minutes is recorded in the Permanent Minutes, Volume XLVIII, Pages 242 - 602. Regent Krier abstained from voting on approval of these Minutes as she did not attend the referenced meeting. Regent Craven was not present for the vote.

The Board also approved the Minutes of the special meetings of the Board of Regents of the U. T. System held on March 9 and April 30, 2001, in Austin, Texas, as distributed by the Counsel and Secretary to the Board. The official copy of these Minutes is recorded in the Permanent Minutes, Volume XLVIII, Pages 603 - 611. Regent Krier abstained from voting on approval of these Minutes as she did not attend the referenced meetings. Regent Craven was not present for the vote.

ANNOUNCEMENT OF TASK FORCES BY CHAIRMAN MILLER.--Chairman Miller announced plans to create four Special Task Forces to address specific issues as follows:

1. Technology -- Regent Sanchez
2. Access, Opportunity, and Success -- Regent Craven
3. Federal and International -- Vice-Chairman Romero
4. Accountability and Deregulation -- Regent Krier

SPECIAL ITEMS

1. U. T. Board of Regents: Approval to Amend the Regents' Rules and Regulations, Part One, Chapter I, Section 7, Subsection 7.3 (UTIMCO) and Addition of New Subsection 7.4 (Texas Growth Fund)

The Board amended the Regents' Rules and Regulations, Part One, Chapter I, Section 7 as set forth on Page 14 to clarify Regental membership on The University of Texas Investment Management Company (UTIMCO) Board of Directors in Subsection 7.3, and to formally recognize the Texas

Growth Fund in the Regents' Rules (Subsection 7.4) as an entity requiring Regental representation. The Texas Growth Fund II, as authorized by the Texas Constitution, expires on September 1, 2008.

a. Subsection 7.3, relating to UTIMCO, was amended to read as follows:

7.3 The University of Texas Investment Management Company (UTIMCO).--Pursuant to Section 66.08 of the Texas Education Code, the U. T. Board of Regents shall appoint the nine directors of The University of Texas Investment Management Company (UTIMCO). At least three members of the U. T. Board of Regents and the Chancellor shall be appointed to the UTIMCO Board of Directors by the Chairman of the U. T. Board of Regents, by and with the consent of the U. T. Board of Regents. At least one director will be selected from a list of candidates with substantial background and expertise in investments, as submitted to the U. T. Board of Regents by the Board of Regents of The Texas A&M University System.

b. New Subsection 7.4, relating to the Texas Growth Fund, was added as set forth below:

7.4 Texas Growth Fund.--Pursuant to Section 70(m), Article XVI of the Texas Constitution, the Texas Growth Fund II shall be managed by a Board of Trustees that "includes one member from and elected by" the U. T. Board of Regents.

2. U. T. Board of Regents: Proposed Amendment to the Regents' Rules and Regulations, Part One, Chapter II, Section 16, Subsection 16.1 (Presidents of Component Institutions) (Withdrawn)

The proposed amendment to add language to the Regents' Rules and Regulations, Part One, Chapter II, Section 16, Subsection 16.1, related to an optional streamlined process for appointing an interim president to the presidency of a component institution of The University of Texas System, was withdrawn.

Dr. James Bartlett, Professor at The University of Texas at Dallas and Chair of the Faculty Quality Committee, addressed the Board on behalf of the U. T. System Faculty Advisory Council. Dr. Bartlett expressed concerns that the proposed presidential search process does not invite faculty input nor necessarily encourage a search from outside the U. T. System. He also

said that the proposed time of three months on the job was insufficient. In light of these remarks and the fact that the authority of the Regents to hire a president is not affected, the Board withdrew the item from consideration.

3. U. T. Board of Regents: Amendments to the Regents' Rules and Regulations, Part One, Chapter III, Section 1, Subsection 1.8 (Academic Titles), Subdivision 1.84

The Board amended the Regents' Rules and Regulations, Part One, Chapter III, Section 1, Subsection 1.8, Subdivision 1.84, relating to academic titles, to read as set forth below:

1.84 Prefixes to academic and staff positions in which tenure cannot be acquired:

...

- (d) Honorary titles, such as Dean Emeritus, Chair Emeritus, Professor Emeritus, and similar honorary designations may be given to a retired faculty member or in anticipation of the retirement of a faculty member, effective upon retirement. The conferring of one of these titles is not automatic upon retirement and may be conferred only upon approval by the president of the component institution in accordance with procedures included in the institutional Handbook of Operating Procedures and final approval by the Board of Regents.

These amendments to the Regents' Rules and Regulations clarify the scope of honorary titles that may be awarded to a retired faculty member or prior to the retirement of a faculty member, effective upon retirement. This language is consistent with Part One, Chapter II, Section 17, Subsection 17.4 of the Regents' Rules concerning the honorary titles of Chancellor Emeritus, President Emeritus, and similar honorary designations.

4. U. T. Board of Regents - Regents' Rules and Regulations, Part Two: Amendments to Chapter I, Section 1 (Gifts to The University of Texas System)

The Board amended the Regents' Rules and Regulations, Part Two, Chapter I, Section 1, relating to gifts to The University of Texas System, to read as set forth below:

a. Section 1, Subsection 1.2 was amended to read as follows:

1.2 Unless otherwise approved by the Board, all gifts to the System or any component institution shall be made in accordance with all relevant laws and Board policies, including but not limited to the provisions of the U. T. System Gift Acceptance Procedures, the Gift Policy Guidelines for Surface and Mineral Estates in Real Property, the U. T. System Environmental Review Policy for Acquisitions of Real Property Assets, and approved institutional policies. Approval by the Board of Regents is required prior to the acceptance of a gift of an outdoor work of art. Considerations will include appropriateness with regard to the component institution's Campus Master Plan and any installation and/or continuing expense to the institution.

b. Section 1, Subsection 1.(16), Subdivision 1.(16)5 concerning conduct related to gifts was deleted to eliminate outdated language about real estate transactions involving Board members. Standards of conduct related to such transactions are now covered by specific provisions of State law.

U. T. component institutions have been subject to U. T. System guidelines for the acceptance of commemorative gifts of art for many years, with the guidelines formally issued as a written U. T. System policy in August 1980. With coverage of the acceptance of gifts in Part Two, Chapter I of the Regents' Rules and Regulations, and the more detailed "U. T. System Gift Acceptance Procedures" authorized by the U. T. Board of Regents at its August 1999 meeting, the stand-alone U. T. System administrative policy is not optimally grouped with like policy provisions.

The addition of language regarding outdoor works of art to the Regents' Rules and Regulations, Part Two, Chapter I, Section 1, Subsection 1.2, summarizes the key provisions of the existing U. T. System policy in a more accessible format and rescinds the related U. T. System policy.

5. U. T. System: Report of Summary of Gift Acceptance Conforming to Board Policy for December 1, 2000 Through February 28, 2001

Vice Chancellor for Development and External Relations Perry reviewed the Summary of Gift Acceptance for The University of Texas System for the period December 1, 2000 through February 28, 2001, as set forth below.

Vice Chancellor Perry reported 182 items conforming to Board policy were approved including the acceptance of \$37,804,619 in gifts. Other matching contributions from previously accepted Board-held matching funds totaled \$786,149.14 and transfers of endowment funds totaled \$411,000.

Mrs. Perry noted that this report includes only those funds that relate to endowments, estates, and other funds managed by the U. T. System Office of Development and External Relations.

# ALL ITEMS	COMPONENT INSTITUTION	TOTAL VALUE
1	U. T. System Administration	\$ 10,000
1	U. T. Arlington	10,000
96	U. T. Austin	22,018,554 *
1	U. T. Brownsville	---
1	U. T. Dallas	10,000
12	U. T. El Paso	7,299,185
1	U. T. Pan American	---
1	U. T. Permian Basin	35,000
4	U. T. San Antonio	1,058,049
3	U. T. Tyler	110,007
14	U. T. Southwestern Medical Center – Dallas	1,062,127 *
6	U. T. Medical Branch – Galveston	278,000
21	U. T. Health Science Center – Houston	3,430,733
5	U. T. Health Science Center – San Antonio	616,196
15	U. T. M. D. Anderson Cancer Center	1,866,767
<u>0</u>	U. T. Health Center – Tyler	---
182	TOTAL	\$ 37,804,619

*Not included in total:

U. T. Austin: \$411,000 transfer of endowment funds;

U. T. Southwestern Medical Center – Dallas: \$786,149.14 of Board-held matching funds.

MATTERS RELATED TO THE UNIVERSITY OF TEXAS
INVESTMENT MANAGEMENT COMPANY (UTIMCO)

1. U. T. System: Report on Investments for the Fiscal Quarter Ended February 28, 2001

On behalf of The University of Texas Investment Management Company (UTIMCO), Regent Riter, an officer of the UTIMCO Board of Directors, summarized the Report on Investments for The University of Texas System for the fiscal quarter ended February 28, 2001, for the Permanent University Fund, Permanent Health Fund, Long Term Fund, Short Intermediate Term Fund, and Separately Invested Assets.

Report by Regent Riter on Behalf of UTIMCO

Mr. Chairman and members of the Board, I am pleased to summarize the investments for The University of Texas System for the fiscal quarter ended February 28, 2001.

Pages 20 - 28 contain the Summary Reports on Investments for the fiscal quarter ended February 28, 2001.

Item I on Page 20 reports the endowment neutral policy portfolio asset allocation and benchmark returns. The performance of the Permanent University Fund (PUF), the Permanent Health Fund (PHF), and the Long Term Fund (LTF) is measured against the endowment neutral policy portfolio return. The neutral policy portfolio return is the neutrally weighted average index return for the various asset classes in the endowment portfolio.

Item II on Pages 21 - 22 reports summary activity for the PUF investments and a comparison of the asset allocation of the PUF versus the endowment neutral policy portfolio. Total net investment return for the quarter was .06% versus the neutral policy portfolio return of .59%.

Item III on Pages 23 - 24 reports summary activity for the PHF and a comparison of the asset allocation of the PHF versus the endowment neutral policy portfolio. Total net investment return for the quarter was .76% versus the neutral policy portfolio return of .59%.

Item IV on Pages 25 - 26 reports summary activity for the LTF and a comparison of the asset allocation of the LTF versus the endowment neutral

policy portfolio. Total net investment return for the quarter was a negative .17% versus the neutral policy portfolio return of .59%.

Item V on Page 27 reports summary activity for the Short Intermediate Term Fund (SITF). Total net investment return on the SITF was 3.02% for the quarter versus the SITF's performance benchmark of 3.11%.

Item VI on Page 28 presents book and market value of cash, fixed income, equity, and other securities held in funds outside of internal investment pools. Total cash and equivalents, consisting primarily of component operating funds held in the Dreyfus money market fund, increased by \$146 million to \$943 million during the second quarter. Asset values for the remaining asset classes were fixed income securities: \$107 million versus \$101 million at previous quarter-end; equities: \$114 million versus \$107 million at previous quarter-end; and other investments of \$1 million versus \$4 million at previous quarter-end.

i. Endowment Neutral Policy Portfolio Asset Allocation and Benchmark Returns for the Quarter Ended February 28, 2001

	Endowment Neutral Policy Portfolio Asset Allocation	Benchmark Return	Benchmark
Cash	0.0%	3.11%	Q1 Day T-Bills Average Yield
Domestic Common Stocks:			
Large/Medium Capitalization Equities	25.0%	-5.43%	Standard & Poor's 500 Index
Small Capitalization Equities	7.5%	6.75%	Russell 2000 Index
Total Domestic Common Stocks	32.5%		
International Common Stocks:			
Established Markets	12.0%	-4.26%	Morgan Stanley Capital International Europe, Asia, Far East Index (net)
Emerging Markets	3.0%	6.94%	Morgan Stanley Capital International Emerging Markets Free
Total international Common Stocks	15.0%		
Alternative Equities:			
Marketable	10.0%	3.36%	91 Day T-Bills + 7%
Nonmarketable	15.0%	4.00%	17%
Total Alternative Equities	25.0%		
Inflation Hedging	7.5%	-1.10%	33% (Goldman Sachs Commodity Index - 100 basis points) plus 67% (National Commercial Real Estate Index Fund)
Total Equities	60.0%		
Fixed Income:			
Domestic	15.0%	4.42%	Lehman Brothers Aggregate
International	5.0%	3.23%	Salomon Non-U.S. World Government Index, Unhedged
Total Fixed Income	20.0%		
Total	100.0%	0.59%	

II. PERMANENT UNIVERSITY FUND (1)

a.) Summary Investment Report at February 28, 2001 (2)

	(\$ millions)			
	FY99-00 Full Year	FY00-01		
		1st Qtr	2nd Qtr	Year-to-Date
Beginning Net Assets	7.4656	8,452.3	7,652.6	8,452.3
PUF Lands Receipts (3)	83.1	30.5	27.6	58.1
Investment Return	1,215.1	(508.2)	9.7	(496.5)
Expenses	(13.9)	(4.9)	(3.0)	(7.9)
Distributions to AUF	(297.6)	(317.1)	-	(317.1)
Ending Net Assets	<u>6452.3</u>	<u>7,652.6</u>	<u>7,686.9</u>	<u>7,686.9</u>
AUF Distribution:				
From PUF Investments	297.6	317.1		317.1
From Surface income	6.0	1.1	2.3	3.4
Total	<u>303.6</u>	<u>318.2</u>	<u>2.3</u>	<u>320.5</u>

(1) Report prepared in accordance with Sec. 51.0032 of the Texas Education Code.

(2) General - The Investment Summary Report excludes PUF Lands mineral and surface interests with estimated August **31, 2000** values of \$677.9 million and \$156.4 million, respectively.

(3) PUF Land Receipts-As of February 28, 2001: **1,227,756** acres under lease; 519,098 producing acres: 3,267 active leases; and 2,059 producing leases.

II. PERMANENT UNIVERSITY FUND (continued)

b. Comparison of Asset Allocation Versus Endowment Neutral Policy Portfolio and Net Investment Return at February 28, 2001

	Asset Allocation	Endowment Neutral Policy Portfolio
Cash	4.4%	0.0%
Domestic Common Stocks:		
Large/Medium Capitalization Equities	22.5%	25.0%
Small Capitalization Equities	9.5%	7.5%
Total Domestic Common Stocks	32.0%	32.5%
International Common Stocks:		
Established Markets	12.0%	12.0%
Emerging Markets	3.3%	3.0%
Total International Common Stock:	15.3%	15.0%
Alternative Equities:		
Marketable	9.2%	10.0%
Nonmarketable	15.9%	15.0%
Total Alternative Equities	25.1%	25.0%
Inflation Hedging	3.9%	7.5%
Total Equities	76.3%	80.0%
Fixed Income:		
Domestic	16.7%	15.0%
International	2.6%	5.0%
Total Fixed Income	19.3%	20.0%
Total	100.0%	100.0%
	0.06%	0.59%

III. PERMANENT HEALTH FUND (1)

a.) Summary Investment Report at February 262001

(\$ millions)

	FY99-00	FY00-01		
	Full Year	1 st Qtr	2nd Qtr	Year-to-Date
Beginning Net Assets	690.3	1,016.6	925.1	1,016.6
Contributions	25.0			
Investment Return	143.8	(80.2)	8.0	(72.2)
Expenses	(1.9)	(0.8)	(0.1)	(0.9)
Distributions (Payout)	(40.6)	(10.5)	(10.5)	(21.0)
Ending Net Assets	1,016.6	925.1	922.5	922.5
Net Asset Value per Unit	1.112525	1.012446	1.009531	
No. of Units (End of Period)	913,765,506	913,765,506	913,765,506	
Distribution Rate per Unit	0.04500	0.01150	0.01150	

(1) Report prepared in accordance with Sec. 51.0032 of the Texas Education Code.

III. PERMANENT HEALTH FUND (continued)

b.) Comparison of Asset Allocation Versus Endowment Neutral Policy Portfolio and Net Investment Return at February 28, 2001

	Asset Allocation	Endowment Neutral Policy Portfolio
Cash	4.5%	0.0%
Domestic Common Stocks:		
Large/Medium Capitalization Equities	27.4%	25.0%
Small Capitalization Equities	11.3%	7.5%
Total Domestic Common Stocks	38.7%	32.5%
International Common Stocks:		
Established Markets	13.8%	12.0%
Emerging Markets	4.1%	3.0%
Total International Common Stocks	17.9%	15.0%
Alternative Equities:		
Marketable	13.4%	10.0%
Nonmarketable	1.8%	15.0%
Total Alternative Equities	15.0%	25.0%
Inflation Hedging	4.4%	7.5%
Total Equities	78.0%	80.0%
Fixed Income:		
Domestic	18.9%	15.0%
International	2.6%	5.0%
Total Fixed income	19.5%	20.0%
Total	100.0%	100.0%
Three Month Total Net Investment Return	0.76%	0.59%

IV. LONG TERM FUND (1)

a.) Summary Investment Report at February 26, 2001

(\$ millions)

	FY99-00	FY00-01		
	Full Year	1st Qtr	2nd Qtr	Year-to-Date
Beginning Net Assets	2,118.9			
Net Contributions		27.2	33.0	60.2
Investment Return	547.1	(208.7)	(3.2)	(211.9)
Receipt of Funds from System for UTIMCO Fee	1.9	0.6	0.6	1.2
Expenses	(9.6)	(1.8)	(1.4)	(3.2)
Distributions (Payout)	(115.2)	(31.2)	(31.7)	(62.9)
Distribution of Gain on Participant Withdrawals	(9.2)	(1.3)	(0.2)	(1.5)
Ending Net Assets	3,136.2	2,921.0	2,918.1	2,918.1
Net Asset Value per Unit	6.198	5.726	5.657	5.657
No. of Units (End of Period)	506,024,547	510,164,819	515,880,951	515,880,951
Distribution Rate per Unit	0.23000	0.06125	0.06125	0.12250

(1) Report prepared in accordance with Sec. 51.0032 of the Texas Education Code.

IV. LONG TERM FUND (continued)

b.) Comparison of Asset Allocation Versus Endowment Neutral Policy Portfolio and Net Investment Return at February 21, 2001

	Asset Allocation	Endowment Neutral Policy Portfolio
Cash	2.9%	0.0%
Domestic Common Stocks:		
Large/Medium Capitalization Equities	24.5%	25.0%
Small Capitalization Equities	9.4%	7.5%
Total Domestic Common Stocks	33.9%	32.5%
International Common Stocks:		
Established Markets	12.6%	12.0%
Emerging Markets	3.3%	3.0%
Total International Common Stocks	15.9%	15.0%
Alternative Equities:		
Marketable	9.4%	10.0%
Nonmarketable	14.2%	15.0%
Total Alternative Equities	23.6%	25.0%
Inflation Hedging	3.9%	7.5%
Total Equities	77.3%	80.0%
Fixed Income:		
Domestic	16.8%	15.0%
International	3.0%	5.0%
Total Fixed Income	19.8%	20.0%
Total	100.0%	100.0%
Three Month Total Net Investment Return	-0.17%	0.59%

V. SHORT INTERMEDIATE TERM FUND (1)

Summary Investment Report at February 28.2001

(\$ millions)

	FY99-00	FY00-01		
	Full Year	1 st Qtr	2nd Qtr	Year-to-Date
Beginning Net Assets	1,769.4	1844.4	1,852.4	1,844.4
Contributions				
(Net of Withdrawals)	61.6		28.6	16.9
Investment Return	107.9	(11.7)	56.4	104.8
Expenses	(0.5)	(0.1)	(0.1)	(0.2)
Distributions of Income	(114.0)	(28.6)	(28.0)	(56.6)
Ending Net Assets	1,844.4	1,852.4	1,909.3	1,909.3
Net Asset Value per Unit	9.858	9.963	10.114	
No. of Units (End of Period)	187,089,202	185,934,780	188,785,844	
Total Net Investment Return			3.02%	

(1) Report prepared in accordance with Sec. 51.0032 of the Texas Education Code.

VI. SEPARATELY INVESTED ASSETS (1)

Summary Investment Report at February 28, 2001.

SEPARATELY INVESTED ASSETS
SUMMARY REPORT
(\$ thousands)

ASSET TYPES	FUND TYPE												TOTAL	
	CURRENT PURPOSE DESIGNATED		RESTRICTED		ENDOWMENT & SIMILAR FUNDS		ANNUITY & LIFE FUNDS		INCOME FUNDS		OPERATING FUNDS		BOOK	MARKET
Cash & Equivalents:	<u>BOOK</u>	<u>MARKET</u>	<u>BOOK</u>	<u>MARKET</u>	<u>BOOK</u>	<u>MARKET</u>	<u>BOOK</u>	<u>MARKET</u>	<u>BOOK</u>	<u>MARKET</u>	<u>BOOK</u>	<u>MARKET</u>	<u>BOOK</u>	<u>MARKET</u>
Beginning value 12/1/00	3,777	3,777	1,562	1,562	36,309	36,309	4 %	4 %	3		755,046	755,046	797,193	797,193
Increase/(Decrease)	368	368	1,719	1,719	6,740	6,740	(59)	(59)	66	6	136,906	136,906	145,740	145,740
Ending value 2/28/01	4,145	4,145	3,281	3,281	43,049	43,049	437	437	69	69	1,	1,	942,933	941,933
Debt Securities:														
Beginning value 12/1/00	.	.	-	1	53,822	52,442	15,664	16,024	.	.	31,122	32,428	100,625	100,909
Increase/(Decrease)			17	16	(1,574)	(776)	(1%)	237	.	.	5,384	6,664	3,620	6,126
Ending value 2/28/01	.	.			52,246	51,666	15,474	16,261	.	.	36,506	39,092	104,245	107,035
Equity Securities:														
Beginning value 12/1/00	42	7,210	2,475	2,523	22,960	35,210	17,932	16,742	.	.	70,019	45,623	113,428	107,308
Increase/(Decrease)		(1,971)	280	256	6,154	3,327	829	(105)	.	.	7,793	4,843	15,056	6,350
Ending value 2/28/01	42	5,239	2,755	2,779	29,114	38,537	18,761	16,637			77,812	50,466	128,484	113,658
Other:														
Beginning value 12/1/00	3,000	3,000	5	5	581	581	77	36	.	.			3,663	3,622
Increase/(Decrease)	(3,000)	(3,000)	37	37	-	-	5	(20)	.	.	.	.	(2,958)	(2,983)
Ending value 2/28/01	-	-	42	42	581	581	82	16	.	.	.	.	705	639

(1) Report prepared in accordance with Sec. 51.0032 of the Texas Education Code.
Details of individual assets by account furnished upon request.

2. U. T. System: Approval of Increases in the Annual Distributions from the Permanent University Fund, the Permanent Health Fund, and the Long Term Fund

Upon recommendation of The University of Texas Investment Management Company (UTIMCO) and the UTIMCO Board of Directors, the Board approved that:

- a. The fiscal year distribution from the Permanent University Fund (PUF) to the Available University Fund (AUF) be increased by 6.7% from \$317,081,112 to \$338,433,636 effective September 1, 2001
- b. The distribution rate for the Permanent Health Fund (PHF) be increased from \$0.046 per unit to \$0.047 per unit effective November 30, 2001
- c. The distribution rate for the U. T. System Long Term Fund (LTF) be increased from \$0.245 per unit to \$0.251 per unit effective November 30, 2001.

The PUF Investment Policy states that the annual distribution from the PUF to the AUF shall be an amount equal to 4.5% of the trailing 12-quarter average of the net asset value of the Fund for the quarter ending February of each fiscal year. Per this formula, the amount to be distributed from the PUF for Fiscal Year 2001-2002 is \$338,433,636 as calculated in the following chart:

<u>Quarter Ended</u>	<u>Net Asset Value</u>
5/31/98	\$ 7,112,953,989
8/31/98	6,517,087,231
11/30/98	7,188,931,905
2/28/99	7,202,068,320
5/31/99	7,437,047,422
8/31/99	7,465,560,698
11/30/99	7,697,888,965
2/29/00	7,924,756,395
5/31/00	7,910,907,663
8/31/00	8,452,335,867
11/30/00	7,652,556,843
2/28/01	7,686,874,230
	<u>\$ 90,248,969,528</u>
Number of quarters	12
Average Net Asset Value	<u>\$ 7,520,747,461</u>
Distribution Percentage	4.5%
FY 2001-02 Distribution	<u>\$ 338,433,636</u>

Article VII, Section 18 of the Texas Constitution requires that the amount of distributions to the AUF be determined by the U. T. Board of Regents in a manner intended to provide the AUF with a stable and predictable stream of annual distributions and to maintain over time the purchasing power of PUF investments and annual distributions to the AUF. The Constitution further limits the U. T. Board's discretion to set annual PUF distributions to the satisfaction of three tests:

1. The amount of PUF distributions to the AUF in a fiscal year must be not less than the amount needed to pay the principal and interest due and owing in that fiscal year on PUF bonds and notes. The distribution of \$338,433,636 is substantially greater than PUF Bonds debt service of \$148,409,000 projected for FY 2001-2002.

System	Debt Service
U. T.	\$ 94,099,000
TAMU	54,310,000
Total	\$ 148,409,000

Sources: The University of Texas System Office of Finance
The Texas A&M University System Office of Treasury Services

2. The U. T. Board may not increase annual PUF distributions to the AUF (except as necessary to pay PUF debt service) if the purchasing power of PUF investments for any rolling 10-year period has not been preserved. As the schedule below indicates, the U. T. Board may increase the FY 2000-01 distribution of \$317,081,112 by 6.7% because the average annual increase in the rate of growth of the value of PUF investments (net of expenses, inflation, and distributions) for the trailing 10-year period ending February 28, 2001 was 3.43%.

<u>Average Annual</u>	<u>Percent</u>
Rate of Total Return	11.43%
Expense Rate	(0.03%) (1)
Inflation Rate	(2.71%)
Distribution Rate	(5.26%)
Net Real Return	3.43%

(1) Paid from AUF until 1/01/00

3. The annual distribution from the PUF to the AUF during any fiscal year made by the U. T. Board may not exceed an amount equal to 7% of the average net fair market value of PUF investment assets as

determined by the U. T. Board (except as necessary to pay PUF Bonds debt service). The annual distribution rate calculated using the trailing 12-quarter average value of the PUF is within the 7% maximum allowable distribution rate.

Value of PUF Investments (1)	Distribution	Distribution as a % of Value of PUF Investments	Maximum Allowed Rate
\$7,520,747,461	\$338,433,636	4.50%	7.00%

(1) Source: UTIMCO

The spending formula under the LTF Investment Policy and the PHF Investment Policy increases distributions at the rate of inflation subject to a distribution range of 3.5% to 5.5% of the average market value of the LTF assets and PHF assets for each Fund's respective trailing 12 fiscal quarters.

The 2.4% increase in LTF distribution rate from \$0.245 per unit to \$0.251 and the 2.2% increase in the PHF distribution rate from its current rate of \$0.046 per unit to \$0.047 per unit are based on the investment policies to increase the distributions by the average rate of inflation for the trailing 12 quarters. The consumer price index for the prior three years as of November 30, 2000, was 2.4%. These distribution rates were approved by the UTIMCO Board on February 22, 2001.

RECESS FOR COMMITTEE MEETINGS AND COMMITTEE REPORTS TO THE BOARD.--At 9:15 a.m., the Board recessed for meetings of the Standing Committees, and Chairman Miller announced that at the conclusion of each committee meeting the Board would reconvene to approve the report and recommendations of that committee.

The meetings of the Standing Committees were conducted in open session and the reports and recommendations thereof are set forth on the following pages.

REPORTS AND RECOMMENDATIONS OF STANDING COMMITTEES

REPORT OF EXECUTIVE COMMITTEE (Page 32).--Chairman Miller reported that there were no items referred from the Executive Committee to the Board pursuant to Section 7, Subsection 7.1, Subdivision 7.14 of Chapter I of Part One of the Regents' Rules and Regulations.

REPORT AND RECOMMENDATIONS OF THE FINANCE AND PLANNING COMMITTEE (FORMERLY BUSINESS AFFAIRS AND AUDIT COMMITTEE) (Pages 33 - 48).--In the absence of Committee Chairman Hunt, Vice-Chairman Riter reported that the Finance and Planning Committee (formerly Business Affairs and Audit Committee) met in open session to consider those matters on its agenda and to formulate recommendations for the U. T. Board of Regents. Unless otherwise indicated, the actions set forth in the Minute Orders which follow were recommended by the Finance and Planning Committee and approved in open session and without objection by the U. T. Board of Regents:

1. U. T. System: Approval of Chancellor's Docket No. 105 (Catalog Change)

The Board approved Chancellor's Docket No. 105 in the form distributed by the Counsel and Secretary to the Board with the exception of an amendment to the Student Constitution at The University of Texas at San Antonio on Page SA - 9 which was deferred. The Docket is attached following Page 90 in the official copies of the Minutes and is made a part of the record of this meeting.

It was expressly authorized that any contracts or other documents or instruments approved therein may be executed by the appropriate officials of the respective institution involved.

Appointments involving former president and chancellor positions were found to be in the best interest of The University of Texas System, as required by Texas Education Code Section 51.946.

To avoid any appearance of a possible conflict of interest, Regent Sanchez was recorded as abstaining from any vote on the item on Page HD - 20 of The University of Texas Southwestern Medical Center at Dallas Docket related to the appointment of Vice President Dennis K. Stone to the Board of Directors of Eliance Biotechnology Inc. Regent Sanchez has a small limited partnership interest (less than 1%) in StartTech Seed Fund II that provided 20% of the funding for Eliance Biotechnology. He holds no other interest in StartTech, does not have a representative on the StartTech Board, and did not participate in the management board's decision to invest in Eliance.

2. U. T. Board of Regents - Regents' Rules and Regulations, Part One: Amendments to Chapter VI, Section 6, Subsection 6.6 (Solicitation), Subdivision 6.61

The Board amended the Regents' Rules and Regulations, Part One, Chapter VI, Section 6, Subsection 6.6, Subdivision 6.61, relating to solicitation, to read as set forth below:

6.61

. . .

(f) The collection of contributions or the sale of merchandise, food, or nonalcoholic beverages by the students' association or by a registered student, faculty, or staff organization. A students' association or a registered student, faculty, or staff organization may not conduct such solicitation activities on behalf of or for the benefit of any individual, association, organization, corporation, or group of individuals that is not registered as a student, faculty, or staff organization or that is not otherwise qualified under the criteria of Item (i) of Subdivision 6.61 to conduct solicitation. In the case of specific drives for disaster relief, the chief student affairs officer of the institution may approve a drive that complies with all other requirements of Subsection 6.6. Texas law allows a registered student organization to be relieved from State sales tax liability for one fund-raising sale per month. All proposed sales events are subject to applicable provisions of these Rules and to other institutional policies concerning the time, place, and manner of solicitation. The sales must be for the benefit of the registered organization and may not involve another entity not authorized to solicit under these Rules. The items offered for sale may not be items that the organization has obtained on consignment.

. . .

(i) Solicitation of funds by any organization that can present to the Chancellor of the U. T. System or the president of the component institution, or his or her delegate, written evidence from the Internal Revenue Service that the organization has been granted an exemption from taxation under Section 501(c)(3), Internal Revenue Code.

. . .

The amendment to the Regents' Rules and Regulations, Part One, Chapter VI, Section 6, Subsection 6.6, Subdivision 6.61, Item (f) transfers a 1996 University of Texas System administrative policy to the Regents' Rules and Regulations. This policy resulted from a change to Section 151.321 of the Texas Tax Code enacted by House Bill 596 passed by the 74th Texas Legislature. This amendment to the Regents' Rules and Regulations rescinds the U. T. System policy entitled "Tax-Free Sales by Registered Student Organizations."

3. U. T. System: Adoption of Fiscal Year 2002 Budget Preparation Policies and Limitations for General Operating Budgets, Auxiliary Enterprises, Contracts and Grants, Restricted Current Funds, Designated Funds, and Service and Revolving Funds Activities and Calendar for Budget Operations

The Board adopted the following Budget Preparation Policies and Limitations and Calendar for preparation of the Fiscal Year 2002 Operating Budget for The University of Texas System:

U. T. System FY 2002 Budget Preparation Policies

General Guidelines – The regulations and directives which will be included in the General Appropriations Act enacted by the 77th Texas Legislature serve as the basis for budget preparation policies. In preparing the draft of the FY 2002 Operating Budget, the president of each component institution should adhere to guidelines and policies as detailed below and those policies included in the General Appropriations Act. Following legislative approval of the General Appropriations Act, the Chancellor will issue detailed instructions regarding the implementation of those regulations and directives into the component budget process.

Overall budget totals, including reasonable reserves, must be limited to the funds available for the year from General Revenue Appropriations, Estimates of Educational and General Income, and limited use of institutional unappropriated balances.

Salary Guidelines – Recommendations regarding salary policy are subject to the following directives.

1. Salaries Proportional by Fund – Unless otherwise restricted, payment for salaries, wages, and benefits paid from appropriated funds, including local funds and educational and general funds as defined in Texas Education Code Section 51.009 (a) and (c), shall be proportional to the source of funds.
2. Merit Increases – Subject to available resources and resolution of any major salary inequities, institutions should give priority to implementing merit salary increases for faculty and staff.

Merit increases or advances in rank for faculty are to be on the basis of teaching effectiveness, research, and public service.

Merit increases or promotions for administrative and professional staff and classified staff are to be based on evaluation of performance in areas appropriate to work assignments.

To be eligible for a merit increase, classified staff must have been employed by the institution for at least six months as of August 31, 2001.

3. Other Increases – Equity adjustments, competitive offers, and increases to accomplish contractual commitments may also be granted in this budget and should also consider merit where appropriate, subject to available resources. Such increases should be noted and explained in the supplemental data accompanying the budget.
4. New Positions – New administrative and professional, classified staff and faculty positions are to be requested only when justified by workloads or to meet needs for developing new programs.

5. Tobacco Settlement Funds – The distribution from the Endowment Funds appropriated to Higher Education and to the Permanent Health Fund for Health Related Institutions should be estimated at 4.7 percent as shown in the following tables:

<i>Individual Endowments</i>	
Component	Annual
U. T. El Paso	\$1,175,000
U. T. SWMC Dallas	2,350,000
U. T. MB Galveston	1,175,000
U. T. HSC Houston	1,175,000
U. T. HSC San Antonio	9,400,000
U. T. MDA Cancer Center	4,700,000
U. T. HC Tyler	1,175,000
U. T. RAHC*	940,000

*Lower Rio Grande Valley Regional Academic Health Center (RAHC)

<i>Permanent Health Fund</i>	
<i>Component</i>	<i>Annual</i>
U. T. SWMC Dallas	\$2,146,725
U. T. MB Galveston	2,097,046
U. T. HSC Houston	1,822,660
U. T. HSC San Antonio	1,706,194
U. T. MDA Cancer Center	1,704,549
U. T. HC Tyler	1,205,292

6. It is the expectation that Fiscal Year 2002 salary increases for merit, equity, or other reasons be included in the Operating Budgets.

Staff Benefits Guidelines – Recommendations regarding the State contribution for employees staff benefits such as group insurance premiums, teacher retirement, and optional retirement are subject to legislative determination via the General Appropriations Act. Upon approval of this legislation, the Chancellor will issue appropriate instructions regarding the implementation of the benefits into the budget process.

Other Employee Benefits – Employer contributions to the self-insured Unemployment Compensation Fund are based on an actuarial study and are \$0.475 per \$100 of the first \$9,000 of salary paid per employee. Workers' Compensation Insurance rates have been experience rated for each component. The Chancellor will issue appropriate instructions regarding the implementation of Workers' Compensation Insurance Benefits.

Other Operating Expenses Guidelines – Increases in Maintenance, Operation, Equipment, and Travel are to be justified by expanded workloads, for developing new programs, or for correcting past deferrals or deficiencies.

Budget Reductions and Limitations – The General Appropriations Act may contain provisions requiring budget reductions and budget restrictions which may impact the FY 2002 Operating Budget. Upon approval of this legislation, the Chancellor or other appropriate authority will issue instructions regarding the implementation of any of these reductions and limitations into the budgeting process.

FY 2002 Operating Budget Calendar

May 10, 2001	U. T. Board of Regents approves budget policies for FY 2002 Operating Budgets
June 1-8, 2001	Budget major goals/policy hearings with System Administration
June 22, 2001	Draft copies of budgets, salary rosters, and supplemental data due to System Administration
July 2-10, 2001	Technical budget hearings with System Administration
July 16, 2001	Final copies of budgets, salary rosters, and supplemental data due to System Administration
August 1, 2001	Operating Budget Summaries mailed to U. T. Board of Regents
August 8-9, 2001	U. T. Board of Regents approves Operating Budget
August 17, 2001	Approved budgets and salary rosters due to System Administration for copying and binding

The U. T. System FY 2002 Budget Preparation Policies will be consistent with the regulations and directives which will be included in the General Appropriations Act to be enacted by the 77th Texas Legislature. Following legislative approval of the General Appropriations Act, the Chancellor will issue detailed instructions regarding the implementation of these regulations and directives.

4. U. T. System: Appointment of Blue Cross and Blue Shield of Texas, Richardson, Texas, a Division of Health Care Service Corporation, Chicago, Illinois, as Plan Administrator for the Self-Funded UT Select PPO Medical Plan and (a) Humana, Inc., Louisville, Kentucky, (b) Blue Cross and Blue Shield of Texas (HMO Blue), Richardson, Texas, a Division of Health Care Service Corporation, Chicago, Illinois, and (c) Texas Universities Health Plan (TUHP), Austin, Texas, as Carriers for Fully-Insured Health Maintenance Organizations (HMOs) to be Effective September 1, 2001

Vice-Chairman Riter noted that a supplemental agenda item related to the proposed appointment of a plan administrator for the self-funded medical plan and carriers for the fully-insured health maintenance organizations (HMOs) for employees and retirees of The University of Texas System was before the Board on yellow paper.

In accordance therewith, the Board approved the appointment of a plan administrator for the self-funded UT Select Preferred Provider Organization (PPO) medical plan and three fully-insured HMOs to serve U. T. System employees and retirees effective September 1, 2001, as follows:

- a. Blue Cross and Blue Shield of Texas, Richardson, Texas, a Division of Health Care Service Corporation, Chicago, Illinois, as the plan administrator of the self-funded UT Select PPO medical plan to serve employees and retirees of the U. T. System
- b. Humana, Inc., Louisville, Kentucky, as a fully-insured HMO to serve employees and retirees in the Austin, Corpus Christi, Galveston, Houston, and San Antonio, Texas, areas
- c. Blue Cross and Blue Shield of Texas (HMO Blue), Richardson, Texas, a Division of Health Care Service Corporation, Chicago, Illinois, as a fully-insured HMO to serve employees and retirees in the Dallas, El Paso, Midland, Odessa, and Tyler, Texas, areas
- d. Texas Universities Health Plan (TUHP), Austin, Texas, as a fully-insured HMO to serve employees and retirees in the San Antonio, Texas, area.

The UT Select PPO medical plan contract was awarded to Blue Cross and Blue Shield of Texas due to the more favorable negotiated provider contracts which allow for an expansive network for the employees and retirees in the service areas, the reasonable administrative fee, and superior customer service. The fully-insured HMO contracts were awarded to Humana, Inc., Blue Cross and Blue Shield of Texas (HMO Blue), and Texas Universities Health Plan due to the most reasonable premium rates offered, the networks available to members in the service areas, and favorable customer service.

See Item 5 below for group medical monthly premium rates.

5. U. T. System: Approval of Monthly Premiums for Medical, Dental, and Vision Plans and Health Maintenance Organizations (HMOs) Effective September 1, 2001

A supplemental agenda item related to recommended monthly insurance premiums for employees and retirees of The University of Texas System was before the Board on yellow paper.

The Board approved the monthly premiums as shown in the following tables for the U. T. System self-funded medical plan and the fully-insured health maintenance organizations (HMOs), dental and vision plans to be effective September 1, 2001.

U. T. SYSTEM SELF-FUNDED MEDICAL PLAN MONTHLY PREMIUM RATES FOR FY 2001-2002	
Coverage Level	BLUE CROSS AND BLUE SHIELD OF TEXAS (HMO BLUE) UT SELECT PPO* PLAN
Subscriber Only (Automatic Package)**	\$286.17
Subscriber and Spouse	\$558.56
Subscriber and Child(ren)	\$510.33
Subscriber and Family	\$774.21
*Preferred Provider Organization	
**The Automatic Package is the default plan for all eligible employees and retirees.	

FULLY-INSURED HMO MONTHLY PREMIUM RATES FOR FY 2001-2002				
HUMANA HMO				
	AUSTIN	GALVESTON/ HOUSTON	SAN ANTONIO	CORPUS CHRISTI
Coverage Level				
Subscriber Only	\$239.25	\$238.56	\$228.61	\$232.49
Subscriber and Spouse	\$466.59	\$465.25	\$445.73	\$453.36
Subscriber and Child(ren)	\$426.33	\$425.11	\$407.28	\$414.25
Subscriber and Family	\$646.58	\$644.72	\$617.63	\$628.21

FULLY-INSURED HMO MONTHLY PREMIUM RATES FOR FY 2001-2002				
HMO BLUE				
	DALLAS	TYLER	EL PASO	MIDLAND/ ODESSA
Coverage Level				
Subscriber Only	\$250.17	\$250.17	\$250.17	\$250.17
Subscriber and Spouse	\$488.01	\$488.01	\$488.01	\$488.01
Subscriber and Child(ren)	\$445.89	\$445.89	\$445.89	\$445.89
Subscriber and Family	\$676.29	\$676.29	\$676.29	\$676.29

FULLY-INSURED HMO MONTHLY PREMIUM RATES FOR FY 2001-2002	
TEXAS UNIVERSITIES HEALTH PLAN	
SAN ANTONIO	
Coverage Level	
Subscriber Only	\$203.02
Subscriber and Spouse	\$395.58
Subscriber and Child(ren)	\$361.48
Subscriber and Family	\$548.03

DENTAL PLAN MONTHLY PREMIUM RATES FOR FY 2001-2002		
	U. T. SYSTEM SELF-FUNDED DELTA DENTAL RATES	UNITED DENTAL (DENTAL HMO)
Coverage Level		
Subscriber Only	\$26.41	\$10.73
Subscriber and Spouse	\$50.14	\$19.94
Subscriber and Child(ren)	\$55.27	\$26.20
Subscriber and Family	\$78.59	\$31.50

FULLY-INSURED VISION PLAN MONTHLY PREMIUM RATES FOR FY 2001-2002	
Coverage Level	SUPERIOR VISION
Subscriber Only	\$7.22
Subscriber and Spouse	\$11.20
Subscriber and Child(ren)	\$11.46
Subscriber and Family	\$18.48

MONTHLY LIFE INSURANCE PREMIUM RATE
The rates for the monthly life insurance plan remained the same as the previous year with the exception of optional coverage for spouse and/or child(ren). The monthly rate for spouse and/or child(ren) coverage increased from \$2.25 per month to \$2.50 per month to allow for guaranteed coverage without the requirement to prove good health.

Since the 77th Texas Legislature, which was in session at the time of this meeting, had not yet provided premium sharing funds for U. T. System employees and retirees, these approved rates as shown above were based on expected funding from the Texas Legislature. In accordance therewith, the Executive Vice Chancellor for Business Affairs was authorized to approve a modification to the rates as necessary if the appropriated funds fail to provide the required revenue.

The UT Select PPO medical plan benefits have been modified due to increasing premium rates. The modified plan offers increased copayments for office visits with no maximum office visit benefit, and coinsurance for other non-office and inpatient services. To reduce the increases in premium rates, an increase in the maximum out-of-pocket cost and office visit copayments under all medical plans has occurred. The impact of the premium increases was minimized due to new contracts, benefit changes, and new carriers. Overall employee and retiree out-of-pocket cost for FY 2002 will increase approximately 22.6%. The premium rates include .5% for Employee Group

Insurance operating expenses, \$1.43 per employee per month for Basic Life Insurance and \$1.00 per employee per month for the Employee Assistance Programs offered by the U. T. System.

The monthly premium rates shown for the self-funded UT Select PPO medical plan were established based upon past and projected claims experience and were recommended by Rudd & Wisdom, Inc., a nationally recognized actuarial firm based in Austin, Texas.

The premium rates for the fully-insured HMOs, United Dental HMO and the vision plan were established by each organization. The premium rates for the fully-insured dental HMO and vision plan reflect no increase.

Previously, employees and retirees who declared themselves as smokers and were enrolled in a U. T. self-funded medical or dental plan were assessed a \$10 per month smoker fee. Effective September 1, 2001, the smoker fee will no longer be assessed due to future implementation of the Health Insurance Portability and Protection Act (HIPPA).

Vice-Chairman Riter called on Mr. Dan Stewart, U. T. System Director of Employee Group Insurance, who stated that he regretted the increase in health insurance premium rates. He said the rates are favorable, however, in a market of high medical costs. He mentioned the successful negotiations with The University of Texas Medical Branch at Galveston as well as the other medical facilities that will be providers in this endeavor. Mr. Stewart said that the new vendors, who were selected by the staff within the Employee Group Insurance Office and three external individuals, will bring a higher level of customer service and will provide a much stronger network for employees and retirees. Mr. Stewart also mentioned the addition of a long-term care program and noted the Tyler and Permian Basin regions will have additional options for HMOs. Regent Oxford thanked Mr. Stewart and the Employee Group Insurance staff for their work and Chancellor R. D. Burck echoed Regent Oxford's congratulations and pointed out that the vendor selection process operated in a difficult environment due to escalating costs for health care.

See Item 4 on Page 40 regarding selection of the self-funded health plan administrator and fully-insured health plan carriers.

6. U. T. Dallas: Approval to Negotiate a Lease with Sportscentre, LLP, Dallas, Texas, or a Related Business Entity, of Approximately 10 Acres of Land Located in Richardson, Collin County, Texas, and Authorization for the Executive Vice Chancellor for Business Affairs or the Executive Director of Real Estate to Execute All Documents Related Thereto

Vice-Chairman Riter noted that supplemental material related to the negotiation of a ground lease was before the Board on yellow paper.

In accordance therewith, authorization was granted to The University of Texas System Real Estate Office and the Office of General Counsel, on behalf of The University of Texas at Dallas, to conclude negotiations for a ground lease of approximately 10 acres of land located in Richardson, Collin County, Texas, to Sportscentre, LLP, Dallas, Texas, or a related business entity, for the construction of a commercial indoor sports facility.

Further, the Board authorized the Executive Vice Chancellor for Business Affairs or the Executive Director of Real Estate to execute all documents, instruments, and other agreements and to take all further actions deemed necessary or desirable to carry out the purpose and intent of the foregoing action.

The subject property is an approximately 10-acre portion of a 13.84-acre tract of land located at the southeast corner of Synergy Park Boulevard and Floyd Road in Richardson, Texas. The improvements to be built on the property include a building containing approximately 165,000 square feet of space and a lighted parking lot with approximately 400 spaces. The building will be a commercial indoor sports facility containing soccer fields, volleyball courts, roller hockey rinks, and basketball courts, with architectural design subject to approval of the Facilities Planning and Construction Committee.

The terms of the ground lease include: (1) a 20-year term with no extension options; (2) a base annual minimum rent of \$210,000, payable at \$17,500 per month, with a CPI index increase every five years; (3) an annual percentage rent payment of 10% of the gross revenues, to the extent it exceeds the annual minimum rent amount; and (4) a reversion of the improvements to U. T. Dallas, at no cost, at the end of the lease term. The form of the lease is subject to the approval of the U. T. System Real Estate Office and the Office of General Counsel.

7. U. T. M. D. Anderson Cancer Center: Authorization to Enter into a Lease with Introgen Therapeutics, Inc., for a Specialized Laboratory Facility

The Board authorized The University of Texas M. D. Anderson Cancer Center to enter into a lease with Introgen Therapeutics, Inc., for a specialized laboratory facility located in the proximity of the Texas Medical Center. The facility will be used for research operations in the interim period between the completion of the South Campus Clinical Research Facility and the Basic Sciences Research Building.

Section 618.001 et seq. of the Texas Government Code requires that any contract with a person who employs a current or former agency head be approved by the governing board in an open meeting and that the Legislative Budget Board be notified of the terms of the contract. Dr. William H. Cunningham, former Chancellor of The University of Texas System, recently accepted a position on the Board of Directors of Introgen Therapeutics, Inc. Appropriate and timely notice of the lease has been given to the Legislative Budget Board.

The initial term of the lease is for eight years with a first renewal option of four years and a second renewal option of three years. The lease also provides for a market rental payment of \$76,841 per month for the first five years, which includes the amount required to reimburse the lessor for improvements to the space, and \$13,053 per month for the remaining three years of the initial term.

Chairman Miller advised the Board that he owns less than 5% of the outstanding capital stock of Introgen Therapeutics, Inc., which he purchased prior to joining the U. T. Board of Regents. Pursuant to Texas Education Code Section 51.923, he asked that the record clearly reflect this disclosure and his abstention from discussion or vote on this item.

INFORMATIONAL REPORT

U. T. System: Presentation of the March 2001 Monthly Financial Report

Mr. Kerry L. Kennedy, Executive Vice Chancellor for Business Affairs, reviewed the March 2001 Monthly Financial Report for The University of Texas System and reported that there were no variances from budget which did not have reasonable explanations.

Turning to the current report, Mr. Kennedy noted that total current revenues totaled approximately \$3.2 billion, about 6% over this same time period last year. Expenditures were nearly \$3.1 billion, about 7.2% over the previous year. He reported the total operating margin for the System is \$102 million at March 31, down about \$19 million or 16% from the prior year primarily due to fair market value adjustments to certain investments with the downturn in the stock market. He reported a 15% variance (almost \$75 million increase) in income from patients compared with the prior year due to patient fee increases as well as patient volumes at The University of Texas M. D. Anderson Cancer Center. Operations and maintenance of plant facilities exceeded comparable 2000 expenditures by \$21 million, due in part to higher gas and utility prices and increased occupancy in these facilities.

Vice-Chairman Clements requested that in the future, significant variances be explained in a footnote in the report.

Regent Oxford asked if the decrease in the net value of the practice plans was budgeted and also asked about the cause of the losses. Executive Vice Chancellor Kennedy replied that some of the losses were planned and noted significant losses in the past at The University of Texas Health Science Center at Houston as well as at The University of Texas Health Science Center at San Antonio. He noted both institutions are taking significant actions to reduce their losses and remarked that losses are often due to high administrative costs and patient billing.

Executive Vice Chancellor Mullins stated that part of the problem relates to managed care contracts that have been reduced to some degree since last year, more than what was anticipated in original budgets; the other portion is teaching hospitals support.

Chancellor Burck committed to a more in-depth review and discussion of this issue at the next Health Affairs Committee meeting.

* * * * *

Chairman Miller noted that after this meeting, the Business Affairs and Audit Committee would be renamed the Finance and Planning Committee to emphasize the planning aspects that will be taken up at the Board level and at the senior staff level over the next year.

REPORT AND RECOMMENDATIONS OF THE ACADEMIC AFFAIRS COMMITTEE (Pages 49 - 57).--Committee Chairman Krier reported that the Academic Affairs Committee met in open session to consider those matters on its agenda and to formulate recommendations for the U. T. Board of Regents. Unless otherwise indicated, the actions set forth in the Minute Orders which follow were recommended by the Academic Affairs Committee and approved in open session and without objection by the U. T. Board of Regents:

1. U. T. Austin: Request for Approval of an Agreement with the Education Commission of the States, Denver, Colorado, and Just for the Kids, Inc., Austin, Texas, to Support a Joint Initiative to Create the National Center on Educational Accountability (Deferred)

The proposed item related to The University of Texas at Austin negotiations with the Education Commission of the States, Denver, Colorado, and Just for the Kids, Inc., Austin, Texas, to support a joint initiative to create the National Center on Educational Accountability was deferred.

2. U. T. Austin - Utility Infrastructure Expansion/Upgrade - Phase I: Approval to Amend the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget to Include Project; Approval to Appropriate Funds and Authorize Expenditure; Authorize Institutional Management of Project; and Approval of Use of Revenue Financing System Parity Debt, Receipt of Parity Debt Certificate, and Finding of Fact with Regard to Financial Capacity

Upon recommendations from the Academic Affairs and Facilities Planning and Construction Committees, the Board:

- a. Amended the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget to include the Utility Infrastructure Expansion/Upgrade - Phase I project at The University of Texas at Austin at a preliminary project cost of \$8,000,000
- b. Appropriated funds and authorized expenditure of \$8,000,000 from Revenue Financing System Bond Proceeds

- c. Authorized U. T. Austin to manage the total project budgets, appoint architects, approve facility programs, prepare final plans, and award contracts associated with the Utility Infrastructure Expansion/Upgrade - Phase I project.

In compliance with Section 5 of the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System, adopted by the U. T. Board of Regents on February 14, 1991, and amended on October 8, 1993, and August 14, 1997, and upon delivery of the Certificate of an Authorized Representative as set out on Page 51, the Board resolved that:

- a. Parity Debt shall be issued to pay the project's cost, including any project costs prior to the issuance of such Parity Debt
- b. Sufficient funds will be available to meet the financial obligations of the U. T. System, including sufficient Pledged Revenues as defined in the Master Resolution to satisfy the Annual Debt Service Requirements of the Financing System, and to meet all financial obligations of the U. T. Board of Regents relating to the Financing System
- c. U. T. Austin, which is a "Member" as such term is used in the Master Resolution, possesses the financial capacity to satisfy its direct obligation as defined in the Master Resolution relating to the issuance by the U. T. Board of Regents of tax-exempt Parity Debt in the aggregate amount of \$8,000,000
- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the U. S. Treasury Regulations.

The Utility Infrastructure Expansion/Upgrade - Phase I project at U. T. Austin involves the engineering analysis and design required to purchase and install equipment to expand the campus utility infrastructure.

Because the project is exclusively a utility infrastructure upgrade entailing equipment expansion, replacement, or renovation of existing facilities, this project is best managed by the U. T. Austin Facilities Management staff who have the experience and capability to coordinate and manage all aspects of the work.

PARITY DEBT CERTIFICATE OF U. T. SYSTEM REPRESENTATIVE

I, the undersigned Assistant Vice Chancellor for Finance of The University of Texas System, a U. T. System Representative under the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System (the "Master Resolution"), adopted by the U. T. Board of Regents ("Board") on February 14, 1991, and amended on October 8, 1993, and August 14, 1997, do hereby execute this certificate for the benefit of the Board pursuant to Section 5(a)(ii) of the Master Resolution in connection with the authorization by the Board to issue "Parity Debt" to finance the construction cost of the Utility Infrastructure Expansion/Upgrade - Phase I at U. T. Austin, and do certify that to the best of my knowledge, the Board is in compliance with and not in default of any terms, provisions, and conditions in the Master Resolution, the First Supplemental Resolution Establishing the Revenue Financing System Commercial Paper Program ("First Supplemental"), the Second Supplemental Resolution, the Third Supplemental Resolution, the Fourth Supplemental Resolution, the Fifth Supplemental Resolution, the Sixth Supplemental Resolution, the Seventh Supplemental Resolution as amended, the Eighth Supplemental Resolution, and the Ninth Supplemental Resolution as amended.

EXECUTED this 11th day of April, 2001

/s/ Philip Aldridge

Assistant Vice Chancellor for Finance

3. U. T. Pan American - Cooling Plant Upgrade/Thermal Storage: Approval to Amend the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget to Include Project; Appropriate Funds; and Authorize Institutional Management of Project

The Academic Affairs and Facilities Planning and Construction Committees recommended and the Board:

- a. Amended the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget to include the Cooling Plant Upgrade/Thermal Storage project at The University of Texas - Pan American at a preliminary project cost of \$2,000,000 with funding of \$1,500,000 from Gifts and Grants and \$500,000 from Interest on Local Funds
- b. Appropriated funds of \$1,500,000 from Gifts and Grants and \$500,000 from Interest on Local Funds
- c. Authorized U. T. Pan American to manage the total project budgets, appoint architects, approve facility programs, prepare final plans, and award contracts associated with the Cooling Plant Upgrade/Thermal Storage project.

The Cooling Plant Upgrade/Thermal Storage project at U. T. Pan American involves a series of upgrades in the present cooling plant. The upgrades will occur mainly in the pump drives and additional equipment will be required for more efficient operation. The addition of a thermal storage tank will increase capacity to provide chilled water for the new Regional Academic Health Center (RAHC) facility.

This repair and rehabilitation project will be managed by the U. T. Pan American Facilities Management staff who have the experience and capability to coordinate and manage all aspects of the work.

4. U. T. Pan American: Establishment of a Bachelor of Arts in Dance; Authorization to Submit the Proposal to the Coordinating Board for Approval (Catalog Change); and Authorization of Certification that Coordinating Board Criteria for Approval Are Met

The Board:

- a. Established a Bachelor of Arts in Dance at The University of Texas - Pan American
- b. Authorized submission of the proposal to the Texas Higher Education Coordinating Board for review and appropriate action
- c. Authorized the Executive Vice Chancellor for Academic Affairs to certify on behalf of the U. T. Board of Regents that relevant Coordinating Board criteria for approval by the Commissioner of Higher Education have been met.

In addition, the Coordinating Board will be asked to change the Table of Programs for U. T. Pan American to reflect authorization for the degree program.

U. T. Pan American will offer a Bachelor of Arts in Dance with performance and teacher certification options. The degree will require 124 semester credit hours for the performance option and up to 134 hours for teacher certification. Students will enroll in regular courses and gain experience in dance and choreography while participating under faculty supervision in the U. T. Pan American Folkloric Dance Company and the U. T. Pan American Dance Ensemble. Upon graduation, the students will be prepared as certified teachers of dance, performers, or support staff for dance companies. The curriculum includes instruction in ballet and modern dance and has been designed to meet the standards of the National Association of Schools of Dance and will also meet all requirements of the State Board for Educator Certification.

Students will be able to take up to 12 regular classes from four full-time faculty members as well as several appropriately credentialed staff of the University's dance and theater programs who help teach. Students will earn credit for supervised performing and directing with the U. T. Pan American Folkloric Dance Company and the U. T. Pan American Dance Ensemble.

The total projected five-year direct cost for the program is estimated to be \$381,944, which includes \$25,000 for outreach and recruitment. One full-time position and one part-time accompanist position will be added as the program matures. By the fifth year, enrollment-generated revenues are expected to be significantly greater than the incremental cost of implementing the program.

The program meets all applicable Coordinating Board criteria for degree programs that may be approved by the Commissioner of Higher Education on behalf of the Coordinating Board.

Upon approval by the Coordinating Board, the next appropriate catalog published at U. T. Pan American will be amended to reflect this action.

5. U. T. San Antonio: Approval to Establish a Doctor of Philosophy Degree Program in Business Administration and Authorization to Submit the Proposal to the Coordinating Board for Approval (Catalog Change)

Committee Chairman Krier stated that the three doctoral proposals for The University of Texas at San Antonio that were before the Board today (May 10) is the largest number of doctoral degree programs to be approved at one time by The University of Texas System. She credited former Chairman Tom Loeffler for his work on these degree programs. (See Item 6 on Page 55 and Item 7 on Page 56.)

The Board established a Doctor of Philosophy degree program in Business Administration at U. T. San Antonio and approved submission of the proposal to the Texas Higher Education Coordinating Board for review and appropriate action.

The Ph.D. degree will require that the Table of Programs for U. T. San Antonio be amended. It is consistent with the institutional plans for offering quality degree programs to meet student needs.

U. T. San Antonio will offer the Ph.D. in Business Administration with concentrations in the five traditional areas of accounting, economics, finance, management, and information technology. The program will require 46 semester credit hours of course work beyond the Master's degree plus a dissertation based on original research in the appropriate concentration.

By the fifth year of operation, U. T. San Antonio estimates that the cost of operating the program will be \$770,000 and revenues will be \$1.37 million. Thus, the University anticipates a significant surplus available to enhance the quality of this doctoral program and other University activities. The University has committed adequate start-up funds to the program.

Upon Coordinating Board approval, the next appropriate catalog published at U. T. San Antonio will be amended to reflect this action.

6. U. T. San Antonio: Authorization to Establish a Doctor of Philosophy Degree Program in Electrical Engineering and Authorization to Submit the Proposal to the Coordinating Board for Approval (Catalog Change)

The Board authorized a Doctor of Philosophy degree program in Electrical Engineering at The University of Texas at San Antonio and authorized submission of the proposal to the Texas Higher Education Coordinating Board for review and appropriate action.

The Ph.D. degree will require that the Table of Programs for U. T. San Antonio be amended. It is consistent with the institutional plans for offering quality degree programs to meet student needs.

U. T. San Antonio will offer the Ph.D. in Electrical Engineering with a focus on signals and systems. This focus reinforces and supports the existing Ph.D. programs in neurobiology and computer sciences and will also support and reinforce the information systems part of the Ph.D. in Business Administration.

The program requires 30 semester credit hours of course work beyond the Master's degree plus a satisfactory dissertation based on original research in the area of signals and systems. Graduates will be prepared to serve as faculty in electrical engineering departments, to conduct research in government and industrial laboratories, and/or to develop new products and processes related to transmitting and processing signals and digitized information.

The University expects to admit approximately 10 new students per year to this program and facilities and equipment are adequate to support Ph.D.-level research. The program will require sufficient additional faculty to teach up to six new doctoral-level courses per semester and to mentor approximately 20 students in the active dissertation phase of their work. To be competitive

for quality doctoral students, the department will provide sufficient financial support through teaching assistantships, research assistantships, and fellowships for a minimum of 25 students per year. Student aid will be funded by reallocating some formula-funded teaching duties to the doctoral students and by using externally generated research support to pay research assistant stipends. When the program is fully developed in the fifth year, the additional cost of operation is projected to be approximately \$1.03 million and revenues are expected to be at least \$1.83 million, with potential additional financial and in-kind support from the local business community.

Upon approval by the Coordinating Board, the next appropriate catalog published at U. T. San Antonio will be amended to reflect this action.

7. U. T. San Antonio: Approval to Establish a Doctor of Philosophy Degree Program in English and Authorization to Submit the Proposal to the Coordinating Board for Approval (Catalog Change)

The Board established a Doctor of Philosophy degree program in English at The University of Texas at San Antonio and approved submission of the proposal to the Texas Higher Education Coordinating Board for review and appropriate action.

The Ph.D. degree will require that the Table of Programs for U. T. San Antonio be amended. It is consistent with the institutional plans for offering quality degree programs to meet student needs.

U. T. San Antonio will offer a Ph.D. in English with an emphasis on preparing the next generation of faculty to teach in a culturally diverse, technologically sophisticated global society. The University has assembled faculty with demonstrated scholarship in the study of intersecting literary cultures and the impact of those cultures on English language literature. The scholars place special emphasis on the impact of the intersection of Mexican-American, African-American, and Anglo cultures.

The Ph.D. in English will be closely related to the recently approved Ph.D. in Culture, Literacy, and Language and has potential intellectual links to the language, linguistics, and communications aspects of the Ph.D. in Biology (neurobiology emphasis), the Ph.D. in Electrical Engineering (signals and systems) (See Item 6 on Page 55), and the Ph.D. in Computer Science.

The English program currently has 26 faculty members including nationally recognized experts in Mexican-American literature which is more than adequate to initiate the program. This faculty has already integrated most of the cross-cultural literary and pedagogical elements of the doctoral program into the Master's curriculum. With the general growth of the University, more English faculty will be hired with capabilities for supporting the program.

When fully operational, the program will require five new courses per semester. Those five courses, plus the supervision of dissertations, will require approximately two additional faculty members. The estimated annual cost of new faculty, an administrative assistant, and some library augmentation for the fifth year, when the program becomes fully operational, is estimated to be \$40,000. Formula generated revenues for that year are estimated to be \$61,000.

Upon approval by the Coordinating Board, the next appropriate catalog published at U. T. San Antonio will be amended to reflect this action.

REPORT AND RECOMMENDATIONS OF THE HEALTH AFFAIRS COMMITTEE
(Pages 58 - 69).--Committee Chairman Oxford reported that the Health Affairs Committee met in open session to consider those matters on its agenda and to formulate recommendations for the U. T. Board of Regents. Unless otherwise indicated, the actions set forth in the Minute Orders which follow were recommended by the Health Affairs Committee and approved in open session and without objection by the U. T. Board of Regents:

1. U. T. System: Approval to Decrease the Institutional Premium Charge of The University of Texas System Professional Medical Liability Benefit Plan Effective September 1, 2001

The Board approved a decrease in the premium rates for The University of Texas System Professional Medical Liability Benefit Plan, with 50% of the decrease attributable to reductions of 7.5% for U. T. System faculty physicians and 12.5% for resident physicians effective September 1, 2001.

Further, the Board approved that 50% of the premium reduction be based on the actuarially determined experience of each U. T. System health component by risk class, with rates as follows:

	<u>RISK CLASS 1</u>		<u>RISK CLASS 2</u>		<u>RISK CLASS 3</u>	
	<u>PREMIUM RATES</u>		<u>PREMIUM RATES</u>		<u>PREMIUM RATES</u>	
	<u>Staff</u>	<u>Resident</u>	<u>Staff</u>	<u>Resident</u>	<u>Staff</u>	<u>Resident</u>
UTMDACC	\$ 2,004	\$ 1,080	\$ 2,508	\$ 1,356	\$ 4,008	\$ 2,172
UTSMCDAL	1,800	972	2,256	1,224	3,600	1,956
UTMB	2,532	1,368	3,168	1,716	5,064	2,748
UTHSCHOU	2,208	1,200	2,760	1,500	4,416	2,388
UTHSCSA	2,148	1,164	2,688	1,452	4,296	2,328
UTHCTY	2,304	1,248	2,880	1,560	4,608	2,496
	<u>RISK CLASS 4</u>		<u>RISK CLASS 5</u>			
	<u>PREMIUM RATES</u>		<u>PREMIUM RATES</u>			
	<u>Staff</u>	<u>Resident</u>	<u>Staff</u>	<u>Resident</u>		
UTMDACC	\$ 9,324	\$ 5,052	\$13,032	\$ 7,056		
UTSMCDAL	8,376	4,536	11,700	6,336		
UTMB	11,772	6,384	16,464	8,916		
UTHSCHOU	10,272	5,568	14,352	7,776		
UTHSCSA	9,984	5,412	13,968	7,572		
UTHCTY	10,716	5,808	14,976	8,124		

Pursuant to the authority of Chapter 59 of the Texas Education Code, the U. T. Board of Regents adopted The University of Texas System Professional Medical Liability Benefit Plan to provide coverage for certain medical staff and medical students of the U. T. System. The Plan (formerly known as the Professional Medical Liability Self-Insurance Plan) went into effect on April 1, 1977, and is funded by the payment of premiums from the Faculty Physician Practice Plans of the component health institutions of the U. T. System. On May 10, 2000, the U. T. Board of Regents approved a decrease in premium rates for the Plan effective September 1, 2000, with 50% based on experience and 50% attributable to an 11.5% across-the-board decrease in premiums.

There are currently 6,114 staff and resident physicians of the U. T. System covered by the Plan, with basic liability limits of \$500,000 per claim for staff physicians and \$100,000 for residents. A total of 3,345 medical students are enrolled in the Plan by paying \$25 a year for \$25,000 coverage.

2. U. T. Medical Branch - Galveston: Authorization to Acquire Approximately 5.349 Acres of Land Located in Blocks 485, 674, and 675 in Galveston, Galveston County, Texas, and Authorization for the Executive Vice Chancellor for Business Affairs or the Executive Director of Real Estate to Execute All Documents Related Thereto

The Board, on behalf of The University of Texas Medical Branch at Galveston, authorized acquisition of approximately 5.349 acres of land located in Blocks 485, 674, and 675 in Galveston, Galveston County, Texas, at a price not exceeding the property's fair market value as determined by an MAI appraisal.

Further, the Board authorized the Executive Vice Chancellor for Business Affairs or the Executive Director of Real Estate to execute all documents, instruments, and other agreements and to take all further actions deemed necessary or desirable to carry out the purpose and intent of the foregoing action.

The acquisition of Block 485 expands U. T. Medical Branch - Galveston's central campus to realign its main entry to the campus on Sixth Street (also known as University Boulevard).

The acquisition of Blocks 674 and 675 will allow the construction of additional student housing and surface parking and will expand the link from the central campus to the west end of campus. Block 674 includes a historical marker acknowledging the property as the site of the residence of the legendary pirate Jean Lafitte. Development plans will respect the marker and residence foundation. Block 675 is currently used by the Galveston Housing Authority to provide affordable housing, and any development of the site will be planned to minimize impact on the residents and the availability of public housing.

3. U. T. Medical Branch - Galveston: Approval to Establish a Master of Public Health Degree and Amend the U. T. Board of Regents' Table of Programs Accordingly; Authorization to Submit the Proposed Degree Program and Change in the Institution's Table of Programs to the Coordinating Board (Catalog Change); and Authorization of Certification that Coordinating Board Criteria for Approval Are Met Except for Previous Approval of Planning Authority

The Board:

- a. Established a Master of Public Health degree program at The University of Texas Medical Branch at Galveston
- b. Amended the U. T. Board of Regents' Table of Programs accordingly
- c. Authorized submission of the proposal to the Texas Higher Education Coordinating Board for review and appropriate action
- d. Authorized the Executive Vice Chancellor for Health Affairs to certify on behalf of the U. T. Board of Regents that relevant Coordinating Board criteria for approval by the Commissioner of Higher Education have been met except for previous approval of planning authority.

Further, the Board approved a request to the Coordinating Board to change the approved Table of Programs for U. T. Medical Branch - Galveston to reflect authorization for the degree program.

The Master of Public Health (MPH) degree program at U. T. Medical Branch - Galveston will support the resident training program in Preventive Medicine. This program evolved from a Master of Science in Preventive Medicine and Community Health degree that has been offered since 1952 and accredited by the Council on Education for Public Health as an MPH equivalent since June 1999. The program provides for a 36 semester credit hour course of study that is required for the first year of the Preventive Medicine Residency.

The graduate program in Preventive Medicine and Community Health through the U. T. Graduate School of Biomedical Sciences - Galveston currently serves about 12 students per year. The U. T. Medical Branch - Galveston offers the only university-based residency program in the United States to provide all recognized specialty areas in preventive medicine. Upon approval by the Coordinating Board, degrees could be awarded to students already enrolled at the institution and completing all courses required for the Master of Public Health program as early as July 2001.

The faculty members available to support the program include leaders in their disciplines and in the field of public health. By credential designation, those faculty holding primary appointments include six with the M.D. degree and 17 with the Ph.D. degree, and those holding secondary appointments include five with the M.D. degree and 24 with a Ph.D. degree.

The Master of Public Health program requires no new funds as funds have been reallocated from existing resources. The costs for the first year are estimated to be \$177,498 and costs for the second year are estimated to be \$182,823. The increase in subsequent years should not exceed 3%. The reallocated costs for the Master of Public Health degree program have been integrated into the School of Medicine Department of Preventive Medicine and Community Health and the Graduate School of Biomedical Sciences program in Preventive Medicine and Community Health over the past three years. These costs have included allocations for faculty and staff salaries and maintenance and operation. Therefore, current and future costs are part of the current and future operating budgets. Additional support will come from U. T. Medical Branch - Galveston endowments and faculty-generated funds as needed.

The program meets seven of the eight applicable Coordinating Board criteria for degree programs that may be approved by the Commissioner of Higher Education on behalf of the Coordinating Board. The Master of Public Health degree program is not included in the Table of Programs previously approved

by the Coordinating Board for the U. T. Medical Branch - Galveston; therefore, the degree program does not meet the Certification for Approval of a New Bachelor's and Master's Level Degree Program by the Commissioner and must be approved by the Coordinating Board.

Upon approval by the Coordinating Board, the next appropriate catalog published at U. T. Medical Branch - Galveston will be amended to reflect this action.

4. U. T. Health Science Center - Houston - Recreation Center Reconstruction: Approval to Amend the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget to Include Project; Appropriate Funds; and Authorize Institutional Management of Project

The Health Affairs and Facilities Planning and Construction Committees recommended and the Board:

- a. Amended the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget to include the Recreation Center Reconstruction project at The University of Texas Health Science Center at Houston at a total project cost of \$3,000,000
- b. Appropriated funds of \$3,000,000 from Insurance Proceeds and Auxiliary Enterprise Balances
- c. Authorized U. T. Health Science Center - Houston to manage the total project budgets, appoint architects, approve facility programs, prepare final plans, and award contracts associated with the Recreation Center Reconstruction project.

The Recreation Center Reconstruction project at U. T. Health Science Center - Houston involves the replacement of the facility that was destroyed by fire on January 19, 2001. Replacing the Recreation Center at the earliest possible date will greatly benefit the institution's personnel and students.

The Recreation Center Reconstruction project, at a total project cost of \$3,000,000, is to be funded from Insurance Proceeds and Auxiliary Enterprise Balances. Prior to the May 2001 Board meeting, the insurance claim was under evaluation to determine the amount of funding available from Insurance Proceeds. Auxiliary Enterprise Balances will cover all costs in excess of funding provided by the Insurance Proceeds. U. T. Health Science Center - Houston expected the insurance claim to be resolved shortly following the May 2001 U. T. Board of Regents' meeting and administrators desired to expedite the process of selecting an architect and initiating replacement of the facility. The proration of sources of funds will be determined upon completion of the insurance claim review process and will be submitted to the U. T. Board of Regents for approval at the August 2001 meeting, in accordance with the Regents' Rules and Regulations, Part Two, Chapter VII, Section 4.

This replacement project will consist of a number of separate projects that can be best managed by the U. T. Health Science Center - Houston Facilities Management staff who have the experience and capability to manage all aspects of the work.

5. U. T. Health Science Center - Houston: Authorization to Offer a Doctorate of Science in Nursing Degree at a Distance in El Paso in Collaboration with U. T. El Paso and Approval to Submit the Proposal to the Coordinating Board for Approval (Catalog Change)

Committee Chairman Oxford called on Dr. James T. Willerson, President of The University of Texas Health Science Center at Houston, who outlined the strengths of the collaborative approach to offer the Doctorate of Science in Nursing degree at a distance in El Paso in collaboration with The University of Texas at El Paso. He spoke about the need for the program in the El Paso area and how this program is an effort of the Health Science Center to have an outreach effect in the border area. Executive Vice Chancellor Charles B. Mullins stated this degree program demonstrates how a large System can use technology to offer a degree at another campus with very little cost. Regent Oxford applauded the collaborative efforts, which benefit the State of Texas, and also the use of technology through distance education.

The Board authorized U. T. Health Science Center - Houston to offer a Doctorate of Science in Nursing at a distance in El Paso in collaboration with U. T. El Paso and approved submission of the proposal to the Texas Higher Education Coordinating Board for review and appropriate action. Even

though U. T. Health Science Center - Houston currently has authority to offer the Doctorate of Science in Nursing degree program, approval by the U. T. Board of Regents and subsequent approval by the Coordinating Board is required to offer this program at a distance. U. T. Health Science Center - Houston will offer the program in collaboration with the U. T. El Paso College of Health Sciences School of Nursing.

The Doctorate of Science in Nursing is the only practice-oriented professional doctorate program in Texas. The closest program is located in San Antonio, over 540 miles from El Paso. The faculty and administration at U. T. El Paso specifically sought collaboration with the U. T. Nursing School - Houston because the Doctorate of Science in Nursing program was a better match for the community's need to solve clinically based problems.

The combination of courses taken at the U. T. Nursing School - Houston outreach site in El Paso, cognate and elective courses taken in graduate programs at U. T. El Paso, and required Doctorate of Science in Nursing courses offered via distance learning technology will enable students to complete as much as 75% of the course work and all of the clinical requirements without traveling to Houston.

To the extent possible, students at the U. T. El Paso collaborative outreach site will receive student support services comparable to that provided to students in Houston including admission, registration, records maintenance, and library services.

No new State funds will be needed to support this program. Reallocation of resources within the U. T. Nursing School - Houston budget has already been made to accommodate the needs of the Doctorate of Science in Nursing degree program. Funding for direct expenses for the outreach program will come from the formula and local revenue.

Upon approval by the Coordinating Board, the next appropriate catalog published at U. T. Health Science Center - Houston will be amended to reflect this action.

6. U. T. Health Science Center - San Antonio: Authorization to Establish a Master of Medical Science Degree; Approval to Submit the Proposal to the Coordinating Board for Approval (Catalog Change); and Authorization of Certification that Coordinating Board Criteria for Approval Are Met

The Board:

- a. Established a Master of Medical Science degree at The University of Texas Health Science Center at San Antonio
- b. Approved submission of the proposal to the Texas Higher Education Coordinating Board for review and appropriate action
- c. Authorized the Executive Vice Chancellor for Health Affairs to certify on behalf of the U. T. Board of Regents that relevant Coordinating Board criteria for approval by the Commissioner of Higher Education have been met.

The Master of Medical Science degree program is consistent with the approved Table of Programs and institutional plans of U. T. Health Science Center - San Antonio for offering quality degree programs to meet student needs.

The Master of Medical Science degree program, which replaces the baccalaureate Physician Assistant Program, is designed to educate and train physician assistants. The program will be offered by the Department of Physician Studies in the U. T. Allied Health Sciences School - San Antonio and provides for a 124 semester credit hour curriculum. The distinguishing features of the program are collaborative courses with medical and allied health students, a required community medicine project, clinical experiences in South Texas, medical Spanish, and an emphasis on cultural understanding. The anticipated date of enrollment for the first class is May 2003.

The curriculum will be completed at U. T. Health Science Center - San Antonio in three years, and admission preferences will be South Texas residents, with bilingual ability, especially in Spanish, with the likelihood to practice in rural, underserved South Texas sites.

The core faculty includes three physician assistants and a physician. Adjunct and clinical faculty will provide didactic and clinical instruction and supervise students on clinical rotations. The cost for the program will not increase relative to the current program. The State formula funding will cover the cost of the program and additional funds will be sought through training and research grants. Total costs will be relative to the number of students enrolled in the Master of Medical Science degree program and addition of faculty and staff to provide for the education and training of those students.

The program meets all applicable Coordinating Board criteria for degree programs that may be approved by the Commissioner of Higher Education on behalf of the Coordinating Board.

Upon Coordinating Board approval, the next appropriate catalog published at U. T. Health Science Center - San Antonio will be amended to reflect this action.

7. U. T. M. D. Anderson Cancer Center: Authorization to Acquire the Fannin Holcombe Building Located at 6900 Fannin Street in Houston, Harris County, Texas; Authorization to Submit a Request to the Coordinating Board for Approval of the Transaction; and Authorization for the Executive Vice Chancellor for Business Affairs or the Executive Director of Real Estate to Execute All Documents Related Thereto

The Board, on behalf of The University of Texas M. D. Anderson Cancer Center, authorized:

- a. Acquisition of the Fannin Holcombe Building located at 6900 Fannin Street in Houston, Harris County, Texas, from Southern Lights Investment Company, N V, a Dutch corporation with an office in Houston, Texas, at fair market value as determined by an MAI appraisal
- b. Submission of a request to the Texas Higher Education Coordinating Board for approval of this transaction.

Further, the Board authorized the Executive Vice Chancellor for Business Affairs or the Executive Director of Real Estate to execute all documents, instruments, and other agreements and to take all further actions deemed necessary or desirable to carry out the purpose and intent of the foregoing actions.

U. T. M. D. Anderson Cancer Center currently leases more than 250,000 square feet of space in various locations. The continued expansion of U. T. M. D. Anderson Cancer Center requires additional space for the relocation and consolidation of departments. Absorption of available office space within a two-mile radius of the Texas Medical Center is now approaching 100% occupancy. Alternatives are now limited to new construction or the purchase of existing buildings.

The Fannin Holcombe Building, built in 1967, is an 11-story office building containing 215,000 gross square feet on approximately 1.309 acres of land. U. T. M. D. Anderson Cancer Center currently leases 78,000 square feet out of the total 199,046 net square footage in the Fannin Holcombe Building. The leases will expire in August 2002. The Fannin Holcombe Building parking garage has 672 existing spaces and may be expanded to accommodate approximately 96 additional vehicles.

The appraised value of the Fannin Holcombe Building is \$25,300,000, exclusive of closing costs. The location of the building provides excellent access to the U. T. M. D. Anderson Cancer Center campus and the Texas Medical Center. The Fannin Holcombe Building is accessible from Fannin Street for visitor and contract parking. Financial analysis indicates that U. T. M. D. Anderson Cancer Center will recoup the purchase cost of the Fannin Holcombe Building within five to six years, including normal operating and maintenance costs, by reduced lease expenses. U. T. M. D. Anderson Cancer Center will be able to offset the investment in the building by reducing future lease payments, currently recorded as operating costs on the income statement. Any project funds remaining after closing costs will be used for tenant improvements.

8. U. T. Board of Regents: Celebration of Achievements on the Occasion of the 60th Anniversary of U. T. M. D. Anderson Cancer Center

Committee Chairman Oxford called on Dr. John Mendelsohn, President of The University of Texas M. D. Anderson Cancer Center, who gave a brief history of the institution noting that the State of Texas created the cancer hospital, which was tied to research, as part of The University of Texas System in 1941.

President Mendelsohn commented that he is the third leader of U. T. M. D. Anderson Cancer Center, following Dr. R. Lee Clark and Dr. Charles M. LeMaistre. He stated his goals are to expand research efforts, to manage growth of the clinical program and to collaborate with other institutions. Dr. Mendelsohn thanked the Regents for their support over the last 60 years, for the recognition as stated in the following resolution, and for the opportunity to serve as president.

Regent Oxford commented that U. T. M. D. Anderson Cancer Center is a jewel in the crown for U. T. System. He noted his appreciation to President Mendelsohn for taking the lead with Dr. Kern Wildenthal, President of The University of Texas Southwestern Medical Center at Dallas, and Dr. Francisco Cigarroa, President of The University of Texas Health Science Center at San Antonio, for their efforts to enhance the use of technology in the State of Texas.

In recognition of U. T. M. D. Anderson Cancer Center's 60th anniversary, the Board adopted the following resolution:

WHEREAS, The U. T. Board of Regents takes great pride in celebrating the achievements of the U. T. M. D. Anderson Cancer Center on the occasion of its 60th anniversary;

WHEREAS, U. T. M. D. Anderson Cancer Center has achieved an international reputation for excellence and has been ranked by U. S. News and World Report as the nation's best cancer hospital;

WHEREAS, Nearly 500,000 people -- the majority of them, Texans -- have been served at U. T. M. D. Anderson Cancer Center in Houston, and other patients throughout the world have benefited from numerous research discoveries made by the institution's faculty and staff;

WHEREAS, All Texans forced to contend with cancer benefit from having a center of such exceptional merit attending to their health needs;

WHEREAS, This fine medical institution sets an international standard of care for cancer patients and truly brings honor to Texas;

WHEREAS, More than 40,000 physicians, scientists, nurses, and health-care professionals have trained at U. T. M. D. Anderson Cancer Center, and the institution has embraced cancer prevention, public education, and community service as key elements of its mission;

WHEREAS, The support of the U. T. Board of Regents and the citizen-volunteers of The University Cancer Foundation Board of Visitors has been vital to the success of U. T. M. D. Anderson Cancer Center; and

WHEREAS, Thousands of patients, faculty, employees, volunteers, and donors have come together over the last 60 years to foster the extraordinary partnership that assures U. T. M. D. Anderson Cancer Center will continue making cancer history; now, therefore, be it

RESOLVED, That the U. T. Board of Regents hereby expresses gratitude to the U. T. M. D. Anderson Cancer Center on behalf of all whose lives have been touched by this remarkable institution and extends congratulations on the 60th anniversary to the dedicated faculty, staff, volunteers, and supporters.

REPORT AND RECOMMENDATIONS OF THE FACILITIES PLANNING AND CONSTRUCTION COMMITTEE (Pages 70 - 87).--Committee Chairman Clements reported that the Facilities Planning and Construction Committee met in open session to consider those matters on its agenda and to formulate recommendations for the U. T. Board of Regents. Unless otherwise indicated, the actions set forth in the Minute Orders which follow were recommended by the Facilities Planning and Construction Committee and approved in open session and without objection by the U. T. Board of Regents:

1. U. T. Arlington - Americans with Disabilities Act (ADA) Compliance Projects (Project No. 301-813): Approval to Revise Total Project Cost; Appropriate Additional Funds and Authorize Expenditure; and Approval of Use of Revenue Financing System Parity Debt, Receipt of Parity Debt Certificate, and Finding of Fact with Regard to Financial Capacity

The Board:

- a. Revised the total project cost for the Americans with Disabilities Act (ADA) Compliance Projects at The University of Texas at Arlington from \$5,364,883 to \$7,419,883
- b. Appropriated additional funds and authorized expenditure totaling \$2,055,000 with funding of \$1,055,000 from Revenue Financing System Bond Proceeds, \$500,000 from Auxiliary Enterprise Balances, and \$500,000 from Unexpended Plant Funds.

In compliance with Section 5 of the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System, adopted by the U. T. Board of Regents on February 14, 1991, and amended on October 8, 1993, and August 14, 1997, and upon delivery of the Certificate of an Authorized Representative as set out on Page 72, the Board resolved that:

- a. Parity Debt shall be issued to pay the project's cost, including any project costs prior to the issuance of such Parity Debt

- b. Sufficient funds will be available to meet the financial obligations of the U. T. System, including sufficient Pledged Revenues as defined in the Master Resolution to satisfy the Annual Debt Service Requirements of the Financing System, and to meet all financial obligations of the U. T. Board of Regents relating to the Financing System
- c. U. T. Arlington, which is a "Member" as such term is used in the Master Resolution, possesses the financial capacity to satisfy its direct obligation as defined in the Master Resolution relating to the issuance by the U. T. Board of Regents of tax-exempt Parity Debt in the aggregate amount of \$1,055,000
- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the U. S. Treasury Regulations.

The Americans with Disabilities Act (ADA) Compliance Projects at U. T. Arlington is included in the FY 2000-2005 Capital Improvement Program (CIP) and the FY 2000-2001 Capital Budget at a total project cost of \$5,364,883 with funding of \$3,965,000 from Revenue Financing System Bond Proceeds, \$1,178,125 from Permanent University Fund Bond Proceeds, and \$221,758 from Designated Tuition.

The increase in the total project cost from \$5,364,883 to \$7,419,883 will fund additional requirements for the installation of fire alarm systems to include manual pull stations and audio and visual devices. The additional work is based on a recent inspection by the State Fire Marshall's office requiring improvements to the fire alarm system in the Educational and General Buildings on campus, including compliance with ADA standards .

The FY 2000-2005 CIP and the FY 2000-2001 Capital Budget will be amended to increase the total project cost for the Americans with Disabilities Act (ADA) Compliance Projects at U. T. Arlington from \$5,364,883 to \$7,419,883 with additional funding of \$2,055,000 from Revenue Financing System Bond Proceeds (\$1,055,000), Auxiliary Enterprise Balances (\$500,000), and Unexpended Plant Funds (\$500,000).

PARITY DEBT CERTIFICATE OF U. T. SYSTEM REPRESENTATIVE

I, the undersigned Assistant Vice Chancellor for Finance of The University of Texas System, a U. T. System Representative under the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System (the "Master Resolution"), adopted by the U. T. Board of Regents ("Board") on February 14, 1991, and amended on October 8, 1993, and August 14, 1997, do hereby execute this certificate for the benefit of the Board pursuant to Section 5(a)(ii) of the Master Resolution in connection with the authorization by the Board to issue "Parity Debt" to finance the construction cost of the Americans with Disabilities Act (ADA) Compliance Projects at U. T. Arlington, and do certify that to the best of my knowledge, the Board is in compliance with and not in default of any terms, provisions, and conditions in the Master Resolution, the First Supplemental Resolution Establishing the Revenue Financing System Commercial Paper Program ("First Supplemental"), the Second Supplemental Resolution, the Third Supplemental Resolution, the Fourth Supplemental Resolution, the Fifth Supplemental Resolution, the Sixth Supplemental Resolution, the Seventh Supplemental Resolution as amended, the Eighth Supplemental Resolution, and the Ninth Supplemental Resolution as amended.

EXECUTED this 11th day of April, 2001

/s/ Philip Aldridge
Assistant Vice Chancellor for Finance

2. U. T. Austin - Basketball Support Facility (Project No. 102-053): Approval to Change Funding Source; Authorize Expenditure Prior to Design Development; Increase Budget, Appropriate Funds, and Authorize Expenditure for Repair and Renovation Stage; and Approval of Use of Revenue Financing System Parity Debt, Receipt of Parity Debt Certificate, and Finding of Fact with Regard to Financial Capacity

The Board:

- a. Approved changing the source of funds for the Basketball Support Facility at The University of Texas at Austin from \$7,500,000 from Gifts and Grants to \$3,000,000 from Revenue Financing System Bond Proceeds, \$3,500,000 from Gifts and Grants, and \$1,000,000 from Auxiliary Enterprise Balances
- b. Authorized expenditure of up to \$500,000 prior to design development for the construction Stage II of the project
- c. Increased the repair and renovation Stage I budget from \$3,500,000 to \$4,000,000
- d. Appropriated funds and authorized expenditure of \$4,000,000 for the repair and renovation stage with funding of \$3,000,000 from Revenue Financing System Bond Proceeds and \$1,000,000 from Auxiliary Enterprise Balances, and unappropriated funds of \$3,500,000 from Gifts and Grants.

In compliance with Section 5 of the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System, adopted by the U. T. Board of Regents on February 14, 1991, and amended on October 8, 1993, and August 14, 1997, and upon delivery of the Certificate of an Authorized Representative as set out on Page 75, the Board resolved that:

- a. Parity Debt shall be issued to pay the project's cost, including any project costs prior to the issuance of such Parity Debt

- b. Sufficient funds will be available to meet the financial obligations of the U. T. System, including sufficient Pledged Revenues as defined in the Master Resolution to satisfy the Annual Debt Service Requirements of the Financing System, and to meet all financial obligations of the U. T. Board of Regents relating to the Financing System
- c. U. T. Austin, which is a "Member" as such term is used in the Master Resolution, possesses the financial capacity to satisfy its direct obligation as defined in the Master Resolution relating to the issuance by the U. T. Board of Regents of tax-exempt Parity Debt in the aggregate amount of \$3,000,000
- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the U. S. Treasury Regulations.

The Basketball Support Facility at U. T. Austin is included in the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget at a preliminary project cost of \$7,500,000 with funding from Gifts and Grants.

At the February 15, 2001 U. T. Board of Regents' meeting, the project scope was divided into a repair and renovation stage and a new construction stage. Appropriations of \$3,500,000 with funding from Gifts and Grants were approved for the campus to proceed with the repair and renovation stage to allow for the modification and reconfiguration of the seating to meet the needs of the FY 2001-2002 basketball season.

Expenditure of up to \$500,000 prior to design development for the construction stage of the project will fund the long-term planning and feasibility studies required to identify and prepare preliminary design of the future construction stage and waives the provisions of Part Two, Chapter VIII, Section 1, Subsection 1.2, Subdivision 1.23 of the Regents' Rules and Regulations which limit such expenditures to 3% of the anticipated preliminary project cost. The University of Texas System staff will review the 3% limitation and recommend a change, if needed.

New appropriations for the repair and renovation stage were approved in the total amount of \$4,000,000, with funds of \$3,000,000 from Revenue Financing System Bond Proceeds and \$1,000,000 from Auxiliary Enterprise Balances. Funds from Gifts and Grants for the repair and renovation stage were unappropriated in the amount of \$3,500,000.

In response to a request from Regent Oxford, President Faulkner summarized the different stages of the project and emphasized that the current action concerns a portion of the project that is not susceptible to funding from gift funds and will instead be funded from fire and life safety resources, institutional funds, and revenue from the use of arena. Gift funding is largely connected to the basketball support facility which is included in Stage III of the project.

PARITY DEBT CERTIFICATE OF U. T. SYSTEM REPRESENTATIVE

I, the undersigned Assistant Vice Chancellor for Finance of The University of Texas System, a U. T. System Representative under the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System (the "Master Resolution"), adopted by the U. T. Board of Regents ("Board") on February 14, 1991, and amended on October 8, 1993, and August 14, 1997, do hereby execute this certificate for the benefit of the Board pursuant to Section 5(a)(ii) of the Master Resolution in connection with the authorization by the Board to issue "Parity Debt" to finance the construction cost of the Basketball Support Facility at U. T. Austin, and do certify that to the best of my knowledge, the Board is in compliance with and not in default of any terms, provisions, and conditions in the Master Resolution, the First Supplemental Resolution Establishing the Revenue Financing System Commercial Paper Program ("First Supplemental"), the Second Supplemental Resolution, the Third Supplemental Resolution, the Fourth Supplemental Resolution, the Fifth Supplemental Resolution, the Sixth Supplemental Resolution, the Seventh Supplemental Resolution as amended, the Eighth Supplemental Resolution, and the Ninth Supplemental Resolution as amended.

EXECUTED this 12th day of April, 2001

/s/ Philip Aldridge
Assistant Vice Chancellor for Finance

3. U. T. Austin - Parking Garage 4B and Office Building (Project No. 102-985): Approval to Revise Total Project Cost; Approval to Redesignate Project as Parking Garage 6 and North Office Building A; and Appropriation of Additional Funds and Authorization of Expenditure

The Board:

- a. Revised the total project cost for the Parking Garage 4B and Office Building at The University of Texas at Austin from \$23,760,000 to \$29,260,000
- b. Redesignated the project as Parking Garage 6 and North Office Building A
- c. Appropriated additional funds and authorized expenditure of \$5,500,000 from Designated Tuition.

The Parking Garage 4B and Office Building project at U. T. Austin is included in the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget at a total project cost of \$23,760,000 with funding of \$12,350,000 from Designated Tuition and \$11,410,000 from Revenue Financing System Bond Proceeds.

The increase in the total project cost of \$5,500,000 from Designated Tuition will fund the finish out and furnishings of the shell floors in the office building. The five-level office building will be used to provide classroom support for the academic programs located on the northern part of the campus and office space for the Office of Human Resources and other administrative offices.

Redesignation of the project as Parking Garage 6 and North Office Building A better identifies the parking garage and office building. Construction of the parking garage portion of the project was completed and the parking garage was occupied in August 2000. The office building portion of the project is currently under construction with occupancy anticipated by Summer 2002.

Approval of this item amends the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget to revise the total project cost from \$23,760,000 to \$29,260,000 with additional funding of \$5,500,000 from Designated Tuition, and redesignates the project as the Parking Garage 6 and North Office Building A at U. T. Austin.

4. U. T. Austin - Ransom Center Renovation (Project No. 102-987): Approval to Revise Total Project Cost and Appropriation of Additional Funds

The Board:

- a. Revised the total project cost for the Ransom Center Renovation at The University of Texas at Austin from \$6,000,000 to \$13,676,000
- b. Appropriated additional funds of \$6,000,000 from Designated Tuition and \$1,676,000 from Unexpended Plant Funds.

The Ransom Center Renovation at U. T. Austin is included in the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget at a total project cost of \$6,000,000 with funding of \$1,400,000 from Designated Tuition and \$4,600,000 from Gifts and Grants.

The increase from \$6,000,000 to \$13,676,000 will cover additional fire and life safety requirements that were identified as the scope and design of the project developed. The campus plans to reimburse a portion of the Designated Tuition funds from future Gifts and Grants.

Approval of this item amends the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget to increase the total project cost for the Ransom Center Renovation project at U. T. Austin from \$6,000,000 to \$13,676,000 with funding of \$7,400,000 from Designated Tuition, \$4,600,000 from Gifts and Grants, and \$1,676,000 from Unexpended Plant Funds.

5. U. T. Austin - Sarah M. and Charles E. Seay Building (Project No. 102-922): Approval to Revise Total Project Cost and Appropriation of Additional Funds and Authorization of Expenditure

The Board:

- a. Revised the total project cost for the Sarah M. and Charles E. Seay Building at The University of Texas at Austin from \$48,370,000 to \$51,170,000

- b. Appropriated additional funds and authorized expenditure of \$2,800,000 from Designated Tuition.

The Sarah M. and Charles E. Seay Building project at U. T. Austin is included in the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget at a total project cost of \$48,370,000 with funding of \$12,500,000 from Tuition Revenue Bond Proceeds, \$191,792 from Interest on Tuition Revenue Bond Proceeds, \$22,478,208 from Designated Tuition, \$10,200,000 from Gifts and Grants, and \$3,000,000 from Unexpended Plant Funds. The increase in the total project cost from \$48,370,000 to \$51,170,000 will fund the furniture, furnishings, and accessories for the project.

The project consists of construction of a new building of approximately 175,000 gross square feet with provisions for future horizontal expansion. The building will contain faculty offices, high-tech wet and dry labs, a psychology clinic, early childhood teaching facilities, family interaction labs, conference and library rooms, and support facilities with occupancy anticipated by Summer 2002.

Approval of this item amends the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget to increase the total project for the Sarah M. and Charles E. Seay Building at U. T. Austin from \$48,370,000 to \$51,170,000 with funding of \$12,500,000 from Tuition Revenue Bond Proceeds, \$191,792 from Interest on Tuition Revenue Bond Proceeds, \$25,278,208 from Designated Tuition, \$10,200,000 from Gifts and Grants, and \$3,000,000 from Unexpended Plant Funds.

6. U. T. Dallas - Callier Center Satellite Facility (Project No. 302-018): Approval of Design Development Plans; Approval of Evaluation of Alternative Energy Economic Feasibility; Approval of Total Project Cost; and Appropriation of Funds and Authorization of Expenditure

Following a presentation on the Callier Center Satellite Facility project at The University of Texas at Dallas by Mr. Sidney J. Sanders, Assistant Vice Chancellor for Facilities Planning and Construction for The University of Texas System, the Board:

- a. Approved design development plans for the Callier Center Satellite Facility project at U. T. Dallas

- b. Approved the evaluation of alternative energy economic feasibility
- c. Approved a total project cost of \$4,500,000
- d. Appropriated funds and authorized expenditure of \$2,900,000 from Gifts and Grants and \$1,600,000 from Permanent University Fund Bond Proceeds.

The Callier Center Satellite Facility project at U. T. Dallas is included in the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget at a preliminary project cost of \$4,500,000 with funding of \$2,900,000 from Gifts and Grants and \$1,600,000 from Permanent University Fund Bond Proceeds.

The project consists of the construction of approximately 23,000 gross square feet to house academic, research, and clinical activities for the School of Human Development as an extension of the Callier Center. The Satellite Facility will ease patient load at the Callier Center and provide needed services to North Dallas patients.

Section 2166.403 of the Texas Government Code requires the governing body of a State agency to verify in an open meeting the economic feasibility of incorporating alternative energy devices into a new State building. Therefore, the Project Architect prepared an evaluation for this project in accordance with the Energy Conservation Design Standard for New State Buildings. This evaluation determined that alternative energy devices for the project are not economically feasible.

Committee Chairman Clements thanked President Jenifer, his staff, and the architects for their work on this project and commended them on the new design.

7. U. T. Southwestern Medical Center - Dallas - North Campus Phase 3 Expansion - Radiation Oncology Center (Project No. 303-990) (Addition to The Seay Biomedical Building): Approval to Revise Total Project Cost and Appropriate Additional Funds and Authorize Expenditure

The Board:

- a. Revised the total project cost for the North Campus Phase 3 Expansion - Radiation Oncology Center project at The University of Texas Southwestern Medical Center at Dallas from \$10,000,000 to \$15,000,000
- b. Appropriated additional funds and authorized expenditure of \$5,000,000 from Medical Service, Research and Development Plan/Professional Fees (MSRDP) balances.

The North Campus Phase 3 Expansion - Radiation Oncology Center project at U. T. Southwestern Medical Center - Dallas involves an addition to The Seay Biomedical Building and is included in the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget at a total project cost of \$10,000,000 with funding from Medical Service, Research and Development Plan/Professional Fees (MSRDP) balances. The \$5,000,000 increase in total project cost will fund indirect costs associated with the cost of inflation on bids received in February 1999 when the project was put on hold since bids exceeded the cost estimate and programming studies included the potential purchase of St. Paul Medical Center. The project is now ready to move forward to construction. The facility is needed for patient care and for education of clinical residents and medical students.

Approval of this item amends the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget to increase the total project cost for the North Campus Phase 3 Expansion - Radiation Oncology Center at U. T. Southwestern Medical Center - Dallas from \$10,000,000 to \$15,000,000 with the additional funding of \$5,000,000 from MSRDP balances.

8. U. T. Southwestern Medical Center - Dallas - North Campus Phase 4 (Project No. 303-024): Approval of Design Development Plans; Approval of Evaluation of Alternative Energy Economic Feasibility; Approval of Total Project Cost; Appropriation of Funds and Authorization of Expenditure; and Approval of Use of Revenue Financing System Parity Debt, Receipt of Parity Debt Certificate, and Finding of Fact with Regard to Financial Capacity

Mr. Sidney J. Sanders, Assistant Vice Chancellor for Facilities Planning and Construction for The University of Texas System, presented the design development plans for the North Campus Phase 4 project at The University of Texas Southwestern Medical Center at Dallas. Based on this presentation the Board:

- a. Approved design development plans for the North Campus Phase 4 project at U. T. Southwestern Medical Center - Dallas
- b. Approved the evaluation of alternative energy economic feasibility
- c. Approved a total project cost of \$240,000,000
- d. Appropriated funds and authorized expenditure of \$100,000,000 from Revenue Financing System Bond Proceeds or Tuition Revenue Bond Proceeds, \$80,000,000 from Permanent University Fund Bond Proceeds, and \$60,000,000 from Gifts and Grants.

In compliance with Section 5 of the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System, adopted by the U. T. Board of Regents on February 14, 1991, and amended on October 8, 1993, and August 14, 1997, and upon delivery of the Certificate of an Authorized Representative as set out on Page 83, the Board resolved that:

- a. Parity Debt shall be issued to pay the project's cost, including any project costs prior to the issuance of such Parity Debt

- b. Sufficient funds will be available to meet the financial obligations of the U. T. System, including sufficient Pledged Revenues as defined in the Master Resolution to satisfy the Annual Debt Service Requirements of the Financing System, and to meet all financial obligations of the U. T. Board of Regents relating to the Financing System
- c. U. T. Southwestern Medical Center - Dallas, which is a "Member" as such term is used in the Master Resolution, possesses the financial capacity to satisfy its direct obligation as defined in the Master Resolution relating to the issuance by the U. T. Board of Regents of tax-exempt Parity Debt in the aggregate amount of \$100,000,000
- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the U. S. Treasury Regulations.

The North Campus Phase 4 project at U. T. Southwestern Medical Center - Dallas is included in the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget at a preliminary project cost of \$240,000,000 with funding of \$100,000,000 from Revenue Financing System Bond Proceeds, \$80,000,000 from Permanent University Fund Bond Proceeds, and \$60,000,000 from Gifts and Grants.

This project is the fourth phase of the six-phase North Campus Master Plan and will construct 760,232 gross square feet (GSF) of new facilities, including a 16-story 492,032 GSF research tower with underground parking and a 268,200 interstitial research support and parking structure with a landscaped plaza. This project also includes expansion of the Thermal Energy Plant and site and utilities infrastructure.

Section 2166.403 of the Texas Government Code requires the governing body of a State agency to verify in an open meeting the economic feasibility of incorporating alternative energy devices into a new State building. Therefore, the Project Architect prepared an evaluation for this project in accordance with the Energy Conservation Design Standard for New State Buildings. This evaluation determined that alternative energy devices for the project are not economically feasible.

U. T. Southwestern Medical Center - Dallas has requested approval from the 77th Session of the Texas Legislature of \$40,000,000 of Tuition Revenue Bond Proceeds to fund a portion of this project. If approved, funding from Revenue Financing System Bond Proceeds will be reduced from \$100,000,000 to \$60,000,000. The Texas Higher Education Coordinating Board will be notified of the funding source change if the Tuition Revenue Bond Proceeds for this project are approved by the Legislature.

The Revenue Financing System Bonds are to be repaid from indirect cost recovery revenues associated with research activities at U. T. Southwestern Medical Center - Dallas.

PARITY DEBT CERTIFICATE OF U. T. SYSTEM REPRESENTATIVE

I, the undersigned Assistant Vice Chancellor for Finance of The University of Texas System, a U. T. System Representative under the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System (the "Master Resolution"), adopted by the U. T. Board of Regents ("Board") on February 14, 1991, and amended on October 8, 1993, and August 14, 1997, do hereby execute this certificate for the benefit of the Board pursuant to Section 5(a)(ii) of the Master Resolution in connection with the authorization by the Board to issue "Parity Debt" to finance the construction cost of the North Campus Phase 4 project at U. T. Southwestern Medical Center - Dallas, and do certify that to the best of my knowledge, the Board is in compliance with and not in default of any terms, provisions, and conditions in the Master Resolution, the First Supplemental Resolution Establishing the Revenue Financing System Commercial Paper Program ("First Supplemental"), the Second Supplemental Resolution, the Third Supplemental Resolution, the Fourth Supplemental Resolution, the Fifth Supplemental Resolution, the Sixth Supplemental Resolution, the Seventh Supplemental Resolution as amended, the Eighth Supplemental Resolution, and the Ninth Supplemental Resolution as amended.

EXECUTED this 11th day of April, 2001

/s/ Philip Aldridge
Assistant Vice Chancellor for Finance

9. U. T. Health Science Center - Houston - Nursing and Biomedical Sciences Building (Project No. 701-967): Redesignation of Project as School of Nursing and Student Community Center

The Board redesignated the Nursing and Biomedical Sciences Building project at The University of Texas Health Science Center at Houston as School of Nursing and Student Community Center to better describe the use of the building and emphasize the fact that student fees are paying for approximately one-half of the cost of the building.

The project is included in the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget at a total project cost of \$63,700,000 with funding of \$32,500,000 from Revenue Financing System Bond Proceeds, \$17,500,000 from Tuition Revenue Bond Proceeds, \$10,000,000 from Gifts and Grants, and \$3,700,000 from Unexpended Plant Funds.

Approval of this item amends the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget to redesignate the Nursing and Biomedical Sciences Building project at U. T. Health Science Center - Houston as School of Nursing and Student Community Center.

10. U. T. M. D. Anderson Cancer Center - Ambulatory Clinical Building (Project No. 703-039): Approval of Design Development Plans; Approval of Evaluation of Alternative Energy Economic Feasibility; Approval of Total Project Cost; Appropriation of Funds and Authorization of Expenditure; and Approval of Use of Revenue Financing System Parity Debt, Receipt of Parity Debt Certificate, and Finding of Fact with Regard to Financial Capacity

Mr. Sidney J. Sanders, Assistant Vice Chancellor for Facilities Planning and Construction for The University of Texas System, presented the design development plans for the Ambulatory Clinical Building project at The University of Texas M. D. Anderson Cancer Center and mentioned that this is the largest project currently in the U. T. System portfolio. Following this presentation, the Board:

- a. Approved design development plans for the Ambulatory Clinical Building project at U. T. M. D. Anderson Cancer Center
- b. Approved the evaluation of alternative energy economic feasibility

- c. Approved a total project cost of \$299,000,000
- d. Appropriated funds and authorized expenditure of \$240,000,000 from Revenue Financing System Bond Proceeds and \$59,000,000 from Hospital Revenues.

In compliance with Section 5 of the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System, adopted by the U. T. Board of Regents on February 14, 1991, and amended on October 8, 1993, and August 14, 1997, and upon delivery of the Certificate of an Authorized Representative as set out on Page 86, the Board resolved that:

- a. Parity Debt shall be issued to pay the project's cost, including any project costs prior to the issuance of such Parity Debt
- b. Sufficient funds will be available to meet the financial obligations of the U. T. System, including sufficient Pledged Revenues as defined in the Master Resolution to satisfy the Annual Debt Service Requirements of the Financing System, and to meet all financial obligations of the U. T. Board of Regents relating to the Financing System
- c. U. T. M. D. Anderson Cancer Center, which is a "Member" as such term is used in the Master Resolution, possesses the financial capacity to satisfy its direct obligation as defined in the Master Resolution relating to the issuance by the U. T. Board of Regents of tax-exempt Parity Debt in the aggregate amount of \$240,000,000
- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the U. S. Treasury Regulations.

The Ambulatory Clinical Building at U. T. M. D. Anderson Cancer Center is included in the FY 2000-2005 Capital Improvement Program and the FY 2000-2001 Capital Budget at a preliminary project cost of \$299,000,000 with funding of \$240,000,000 from Revenue Financing System Bond Proceeds and \$59,000,000 from Hospital Revenues.

This project includes the construction of a new facility of approximately 600,000 gross square feet of centers and clinics, outpatient diagnostic treatment/surgery space, imaging services, staff offices, administrative and support services, and a parking garage. The institution has identified upcoming projects for inclusion in the FY 2002-2007 Capital Improvement Program that will expand the facility and finish out much of the shell space. The design accommodates these future additions.

Section 2166.403 of the Texas Government Code requires the governing body of a State agency to verify in an open meeting the economic feasibility of incorporating alternative energy devices into a new State building. Therefore, the Project Architect prepared an evaluation for this project in accordance with the Energy Conservation Design Standard for New State Buildings. This evaluation determined that alternative energy devices for the project are not economically feasible.

PARITY DEBT CERTIFICATE OF U. T. SYSTEM REPRESENTATIVE

I, the undersigned Assistant Vice Chancellor for Finance of The University of Texas System, a U. T. System Representative under the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System (the "Master Resolution"), adopted by the U. T. Board of Regents ("Board") on February 14, 1991, and amended on October 8, 1993, and August 14, 1997, do hereby execute this certificate for the benefit of the Board pursuant to Section 5(a)(ii) of the Master Resolution in connection with the authorization by the Board to issue "Parity Debt" to finance the construction cost of the Ambulatory Clinical Building project at U. T. M. D. Anderson Cancer Center, and do certify that to the best of my knowledge, the Board is in compliance with and not in default of any terms, provisions, and conditions in the Master Resolution, the First Supplemental Resolution Establishing the Revenue Financing System Commercial Paper Program ("First Supplemental"), the Second Supplemental Resolution, the Third Supplemental Resolution, the Fourth Supplemental Resolution, the Fifth Supplemental Resolution, the Sixth Supplemental Resolution, the Seventh Supplemental Resolution as amended, the Eighth Supplemental Resolution, and the Ninth Supplemental Resolution as amended.

EXECUTED this 11th day of April, 2001

/s/ Philip Aldridge
Assistant Vice Chancellor for Finance

* * * * *

At the conclusion of the Facilities Planning and Construction Committee meeting, Committee Chairman Clements reported that Historically Underutilized Business participation is currently being tracked by actual expenditure. Total expenditures for the Office of Facilities Planning and Construction for the first half of FY 2000-2001 were \$110,445,257. Of that amount, 11.39% was paid to Certified Historically Underutilized Businesses, 1.95% was paid to Graduated Historically Underutilized Businesses, and Noncertified Historically Underutilized Businesses received 4.76% for a total of 18.09% or \$19,984,813.

To emphasize how construction projects are benefiting the State, Chairman Miller asked that all Capital Improvement Program (CIP) items include economic impact assessment information related to funding by taxpayers versus other types of funding. Vice-Chairman Romero asked that special issues such as participation by companies of minorities or women certified with the State as Historically Underutilized Businesses in The University of Texas System's pilot Bonding and Technical Assistance program be highlighted as well in the CIP.

RECESS AND RECONVENE.--At 10:10 a.m., the Board reconvened as a committee of the whole to consider those items remaining on the agenda.

REPORT OF BOARD FOR LEASE OF UNIVERSITY LANDS

The Board for Lease of University Lands met and held an oil and gas lease sale on November 8, 2000, in the Board of Regents' Meeting Room on the ninth floor of Ashbel Smith Hall in Austin, Texas. Tracts totaling 38,667.671 acres of Permanent University Fund lands will be offered for lease in the Regular Oil and Gas Lease Sale No. 99 scheduled for May 16, 2001, at the Center for Energy and Economic Diversification in Midland, Texas.

SPECIAL REPORT

U. T. System: Activities of U. T. System Institutions Relating to the Study, Preservation, and Appreciation of the History of the State of Texas

Dr. Edwin R. Sharpe, Executive Vice Chancellor for Academic Affairs, presented an overview on activities of University of Texas System institutions that relate to the study, preservation, and appreciation of the history of the State of Texas.

Dr. Larry R. Faulkner, President of The University of Texas at Austin, introduced Dr. Don E. Carleton, Director of the Center for American History, who presented a PowerPoint presentation entitled, "Texana at The University of Texas at Austin", information on the key special exhibits, collections, archives, historical buildings, museums and other programs that are a part of U. T. Austin and that advance and celebrate the cultural history of Texas and the teaching, scholarship, and publication of the University. Included in these materials are the Bexar Archives, the official government records of Spanish and Mexican Texas from 1717-1836; a 1835 map of Texas based on Stephen F. Austin's hand drawn map and donated by former Regent J. P. Bryan; and the 680-page narrative of José Enrique de la Peña written in the 1830's, famous for its account of how Davy Crockett died at the Alamo, and donated to the University by Mr. Charles Tate and former Regent Thomas O. Hicks. Dr. Carleton spoke of more than 60 original items on loan from U. T. Austin and other U. T. System institutions to The Bob Bullock State History Museum that recently opened in Austin, the most prominent of which are a statue of Sam Houston and the Diary of Stephen F. Austin while he was a prisoner in Mexico. He showed members of the Board the oldest datable photograph taken in Texas; a picture of the Alamo chapel, donated by former Regent Janey Briscoe and Governor Dolph Briscoe. Dr. Carleton also spoke about how the University is a leader in ownership of congressional papers, owning papers from more than 50 former members of Congress.

Chairman Miller thanked Drs. Sharpe, Faulkner, and Carleton for their special presentations and said these historical activities demonstrate the University's mission of community building in the State of Texas.

Copies of the [two presentations](#) are on file in the Office of the Board of Regents.

OTHER MATTERS

U. T. Board of Regents: Presentation of Certificate of Appreciation to Dr. Charles A. Sorber, President of The University of Texas of the Permian Basin

Chairman Miller noted that Dr. Charles A. Sorber, President of The University of Texas of the Permian Basin since 1993, would resign from the presidency effective June 1, 2001. Regent Miller commended Dr. Sorber for his service to the State of Texas and to The University of Texas System and then presented the following certificate of appreciation, wishing him and his wife, Linda, all the best as he returned to his faculty position in the Department of Civil Engineering at The University of Texas at Austin:

CERTIFICATE OF APPRECIATION

The Board of Regents

Expresses to

CHARLES A. SORBER, PH.D.

Its Sincere Appreciation for His

Distinguished Service and Outstanding Contributions

to

The University of Texas System

as

President

at

The University of Texas of the
Permian Basin

1993 - 2001

Adopted by unanimous vote this 10th day of May, 2001

(signed by all members of the Board)

Following a standing ovation, Dr. Sorber graciously accepted the accolade and thanked the Board for the opportunity to serve the U. T. System, noting that he has served under five Chairmen of the U. T. Board of Regents.

SCHEDULED MEETING.--The next scheduled meeting of the U. T. Board of Regents will be held on August 8-9, 2001, in Arlington.

ADJOURNMENT.--There being no further business, the meeting was adjourned at 11:15 a.m.

/s/ Francie A. Frederick
Counsel and Secretary to the Board

June 13, 2001

**THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION
CHANCELLOR'S DOCKET NO. 105**

April 24, 2001

TO MEMBERS OF THE BUSINESS AFFAIRS AND AUDIT COMMITTEE:

A. W. "Dub" Riter, Jr., Chairman
Woody L. Hunt
Patrick C. Oxford

The Docket for The University of Texas System Administration and the Dockets recommended by the Presidents concerned and prepared by the component institutions listed below are submitted for approval as appropriate at the meeting of the U. T. System Board of Regents on May 10, 2001. The Executive Vice Chancellor for Health Affairs, the Executive Vice Chancellor for Business Affairs, the Executive Vice Chancellor for Academic Affairs and I concur in these recommendations.

<u>Institutions</u>	<u>Pages</u>
The University of Texas System Administration	C - 1 through C - 18
The University of Texas at Arlington	AR - 1 through AR - 15
The University of Texas at Austin	A - 1 through A - 23
The University of Texas at Brownsville	B - 1 through B - 3
The University of Texas at Dallas	D - 1 through D - 7
The University of Texas at El Paso	EP - 1 through EP - 7
The University of Texas – Pan American	PA - 1 through PA - 4
The University of Texas of the Permian Basin	PB - 1 through PB - 2
The University of Texas at San Antonio	SA - 1 through SA - 9
The University of Texas at Tyler	TA - 1 through TA - 3
The University of Texas Southwestern Medical Center at Dallas	HD - 1 through HD - 20
The University of Texas Medical Branch at Galveston	G - 1 through G - 12
The University of Texas Health Science Center at Houston	HH - 1 through HH - 3
The University of Texas Health Science Center at San Antonio	HS - 1 through HS - 7
The University of Texas M. D. Anderson Cancer Center	CC - 1 through CC - 12

/s/ R. D. Burck
Chancellor

xc: Other Members of
the Board

THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

TABLE OF CONTENTS

	<u>Page</u>
Amendments to the 2000-01 Budget.....	C - 2
Real Estate Office Report.....	C - 3
Medical and Dental Services, Research and Development Programs/Physicians Referral Service.....	C - 4

THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET

The following Requests for Budget Changes (RBC) have been administratively approved as required by the appropriate Executive Vice Chancellor and by the Chancellor and are recommended for ratification by the U. T. Board of Regents.

The term "rate" for academic institutions is the full-time nine-month base rate and for health institutions is the full-time twelve-month base rate; for all other personnel it is the full-time rate, the appointee receiving a proportionate amount depending upon the fraction of time for which the individual is appointed and the period of appointment. Source of funds for payment of salaries, unless otherwise shown, is the departmental salaries account.

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>No. Mos.</u>	<u>Full-time Salary Rate</u>	<u>RBC #</u>
<u>APPOINTMENTS AND PROMOTIONS</u>					
SYSTEM ADMINISTRATION					
Special Administrative Assignment					
1. William H. Cunningham					11
From: Special Administrative Assignment		100	12	374,500	
To: Special Administrative Assignment	1/1	80	12	374,500	

<u>TRANSFER OF FUNDS</u>	<u>RBC #</u>
REVOLVING FUNDS	
2. Amount of Transfer: \$ 200,000	12
From: Office of Facilities Planning and Construction Income	
To: Office of Facilities Planning and Construction Maintenance and Operation	

To increase budget for publication costs for Campus Master Plans not included in original budget. Surplus in revenues over expenses for the current year will cover this one time cost.

**THE UNIVERSITY OF TEXAS SYSTEM
U. T. BOARD OF REGENTS MEETING
May 10, 2001
REALESTATEASSETS**

**Managed by U.T. System Real Estate Office
Summary Report at February 28, 2001**

FUND TYPE

		current Purpose Restricted		Endowment & Similar Funds		Annuity & Life Income Funds		TOTAL	
		Book	Market	Book	Market	Book	Market	Book	Market
Land & Buildings:	Ending Value 11130100	4,672,812	18,680,658	20,727,087	97,066,998	1,394,664	964,496	26,794,563	116,712,152
	Increase or Decrease	121,999	(1,247,596)	(704,263)	(2,487,441)	(60,555)	(15,555)	(662,619)	(3,750,592)
	Ending Value 02/28/01	4,794,811	17,433,062	20,022,824	94,579,557	1,314,109	948,941	26,131,744	112,961,560
Other Real Estate:	Ending Value 11130100	216,045	216,045	348,415	348,415			564,460	564,460
	Increase or Decrease	(31,753)	(31,753)	10,950	10,950	0	0	(20,803)	(20,603)
	Ending Value 02/28/01	184,292	184,292	359,365	359,365			543,657	543,657

Report prepared in accordance with Sec. 51.0032 of the Texas Education Code.
Details of individual assets by account furnished on request.

The University of Texas System
PHYSICIAN/DENTAL PRACTICE PLANS
Quarterly Financial Report
(Unaudited)

For the Six Months Ending February 28, 2001

**The University of Texas System
Comparison of 2001 Actual Year-to-Date Margins
to 2000 Actual Year-to-Date Margins
For the Six Months Ending February 28, 2001**

	2000 Actual Year-to-Date Operating Margin	2001 Actual Year-to-Date Operating Margin	Variance
U.T.S.M.C. at Dallas	\$ (2,280,729)	(9,104,220)	(6,823,491) (A)
U.T.S.M.C. at Dallas-Allied Health	96,784	87,434	(9,350)
U.T.M.B. at Galveston	(1,091,382)	(1,842,975)	(751,593)
U.T.H.S.C. at Houston	(954,664)	6,755,651	7,710,315 (B)
U.T.H.S.C. at San Antonio - MSRDP	(6,917,337)	(10,025,471)	(3,108,134) (C)
U.T.H.S.C. at San Antonio - DSRDP	(162,997)	758,959	921,956
U.T.M.D. Anderson Cancer Center	2,121,676	(2,565,456)	(4,687,132) (D)
U.T.H.C. at Tyler	328,539	9,638	(318,901)
Combined Operating Margins	\$ (8,860,110)	(15,926,440)	(7,066,331)

- (A) U.T.S.M.C. at Dallas - Total expenditures increased \$12.3 million over the same period last year due to several items. Maintenance and operations increased due largely to increased managed care services expenditures associated with the 5.01(a) Corporation, the transfer of radiological technical operations from Zale Lipshy University Hospital and increased oncology expenditures. In addition, fringe benefits increased as a result of an increase in faculty incentives. The overall increase in expenditures was partially offset by an increase in total revenues of \$5.5 million. Net patient revenues increased due to an increase in patient volume and fees, and other income increased as a result of physician deposition fees and a timing difference in the recording of revenues, which will be eliminated next quarter. Contractual income was also higher than the same period last year due to an increase in contracts with Parkland Hospital and other affiliated hospitals.
- (B) U.T.H.S.C. at Houston - Total operating margin increased \$7.7 million due to several factors. Gross charges increased due to greater clinician productivity, improved business office charge capture processes, an increase in the fee schedule and the inclusion of gross charges for the Pathology Department, whose billing and collections activities were outsourced in late FY 2000. Total expenditures decreased due to cost containment efforts, including head count reductions through attrition (primarily in the business office), and the conference center at the Medical School being completed in 2000, which caused a decrease in capital outlay in FY 2001. U.T.H.S.C. Houston's management is currently projecting a \$12.7 million operating margin for 2001. In addition, when comparing U.T.H.S.C. Houston's activity between the two years, it should be noted that the professional fee revenue results for FY 2000 were reported net of the 5.01(a) Corporation's withholds for funding the 5.01(a) Corporation's budget. In FY 2001, these withholds are reported as an expenditure in maintenance and operations.
- (C) U.T.H.S.C. at San Antonio - MSRDP - Total revenues increased \$9.4 million largely due to reductions in unsponsored charity care, contractual adjustments and bad debt expense. Unsponsored charity care decreased as a result of greater reimbursements for indigent patients from the hospital. The decrease in contractual adjustments is the result of a reduction in the discounted amounts agreed to by Medicare. Bad debt expense decreased due to the material write-off of bad debt in FY 2000 and more timely billing and collection of current charges. Total expenditures increased \$12.5 million due partially to the recording of expenses on an accrual basis in 2001 versus a cash basis in 2000 and salary increases. Another \$3.5 million of additional expense relates to a one-time payment for space and staffing costs at University Hospital. In addition, expenses related to the relocation of the 5.01(a) Corporation, as well as start-up costs associated with the new 5.01(a) Corporation's Diagnostic Clinic, which opened in October 2000, were recorded in 2001. Management at U.T.H.S.C. San Antonio is projecting an operating deficit of (\$11.1) million for MSRDP for FY 2001.
- (D) U.T.M.D. Anderson Cancer Center - Total expenditures increased \$6.4 million due largely to merit increases and new and vacant positions that were filled in 2001. The overall increase in expenditures was slightly offset by an increase in total revenues as a result of higher patient volumes and price increases.

The University of Texas System
MSRDP/DSRDP/PRS Year-to-Date Summary of Operations - Accrual Basis
For the Six Months Ending February 28, 2001

	Cumulative Year-to-Date 2000	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
Beginning Fund Balance, September 1	\$ 356,102,309	368,410,768	12,308,459	3.46%
Restatements	(4,509,656)	-	(4,509,656)	-100.00%
Restated Beginning Fund Balance, September 1	<u>351,592,653</u>	<u>368,410,768</u>	<u>7,798,803</u>	<u>2.22%</u>
Revenues				
Gross Charges	-	760,605,608	-	-
Less:				
Un-sponsored Charity Care	-	219,384,507	-	-
Contractual Adjustments	-	212,796,575	-	-
Other Unreimbursed Medical Costs	-	22,950,548	-	-
Bad Debt Expense	-	41,934,582	-	-
Net Patient Revenue	<u>-</u>	<u>263,539,397</u>	<u>-</u>	<u>-</u>
Contractual Income	-	74,774,561	-	-
Interest Income	-	4,874,320	-	-
Other Income	-	10,562,020	-	-
Total Revenues - per Monthly Financial Report	<u>331,385,960</u>	<u>353,750,298</u>	<u>22,364,338</u>	<u>6.75%</u>
Expenditures				
Faculty Salaries	131,575,906	127,639,904	(3,936,002)	-2.99%
Staff Salaries	59,417,754	59,532,761	115,007	0.19%
Resident Salaries	1,554,714	1,817,914	263,200	16.93%
Fringe Benefits	64,608,733	79,140,889	14,532,156	22.49% (1)
Maintenance and Operations	59,157,700	79,586,563	20,428,863	34.53% (2)
Professional Liability Insurance	11,059,872	9,447,487	(1,612,385)	-14.58% (3)
Travel	4,075,966	4,336,127	260,161	6.38%
Capital Outlay	6,012,870	5,155,172	(857,698)	-14.26% (4)
Official Functions	1,220,563	971,123	(249,440)	-20.44%
Other Expenses	-	-	-	-
Total Expenditures	<u>338,684,078</u>	<u>367,627,940</u>	<u>28,943,862</u>	<u>8.55%</u>
Debt Service	<u>1,561,992</u>	<u>2,048,798</u>	<u>486,806</u>	<u>31.17%</u>
Total Exp. & Debt Service - per Monthly Financial Report	<u>340,246,070</u>	<u>369,676,738</u>	<u>29,430,668</u>	<u>8.65%</u>
Year-to-Date Operating Margin	<u>(8,860,110)</u>	<u>(15,926,440)</u>	<u>(7,066,331)</u>	<u>-79.75%</u>
Other Additions/Deductions				
Other Additions	1,150,596	1,748,679	598,083	51.98% (5)
Other Deductions	(6,719,745)	(12,420,691)	(5,700,946)	-84.84% (6)
	<u>(5,569,149)</u>	<u>(10,672,012)</u>	<u>(5,102,863)</u>	<u>-91.63%</u>
Net Increase/(Decrease)	<u>(14,429,259)</u>	<u>(26,598,452)</u>	<u>(12,169,193)</u>	<u>-84.34%</u>
Ending Fund Balance, February 28	<u>\$ 337,163,394</u>	<u>341,812,316</u>	<u>(4,370,390)</u>	<u>-1.30%</u>

THE UNIVERSITY OF TEXAS SYSTEM
Explanations of Variances to Practice Plans
Summary of Operations
For the Six Months Ending February 28, 2001

Explanations are provided for variances equal to or greater than 10% of the prior year-to-date actual and greater than \$500,000.

Expenditures

- (1) Fringe Benefits – The \$14.5 million (22.5%) increase in expenditures over the same period last year is due to *U.T.S.M.C. Dallas* (\$10.6 million), *U.T.M.D. Anderson* (\$2.3 million), *U.T.H.S.C. San Antonio* (\$1.1 million) and *U.T.M.B. Galveston* (\$1.1 million).

U. T.S.M.C. Dallas reported \$7.5 million of faculty incentive payments in faculty salaries in FY 2000. However, as a result of a change by System Administration in the definition for faculty salaries, all faculty incentive payments are now reported as fringe benefits. The remainder of the variance is a result of an increase in faculty incentives from 2000 to 2001.

U.T.M.D. Anderson's fringe benefits increased due to merit increases and new and vacant positions that were filled in 2001.

U.T.H.S.C. San Antonio's variance is the result of an increase in Supplemental Retirement Annuity payments and merit increases.

U.T.M.B. Galveston's increase in fringe benefits is due to the accrual of Supplemental Retirement Annuities.

- (2) Maintenance and Operations The \$20.4 million (34.5%) increase in expenditures over the same period last year is largely attributable to *U.T.H.S.C. San Antonio* (\$11.9 million), *U.T.S.M.C. Dallas* (\$4.7 million) and *U.T.H.S.C. Houston* (\$4 million).

U. T.H.S.C. San Antonio's variance is partially due to the recording of expenses on an accrual basis in 2001 versus a cash basis in 2000. Another \$3.5 million of additional expense relates to a one-time payment for space and staffing costs at University Hospital. In addition, all *U.T.H.S.C. San Antonio* employees that worked in the MSRDP Central Office were transferred to the 5.01(a) Corporation effective February 1, 2000. These expenses are now recorded in Maintenance and Operations along with all other managed care services expenditures related to the 5.01(a) Corporation. The remainder of the variance is attributable to expenses related to the relocation of the 8.01(a) Corporation, as well as start-up costs associated with the new 5.01(a) Corporation's Diagnostic Clinic, which opened in October 2000.

U. T.S.M.C. Dallas variance is largely the result of increased managed care services expenditures associated with the 5.01(a) Corporation, the transfer of radiological technical operations from Zale Lipshy University Hospital and increased oncology expenditures resulting from growth in services and patient volume.

U. T.H.S.C. Houston's variance is due to the recording of the 5.01(a) Corporation's professional fee withholds as expenditures. These withholds were recorded as deductions to revenue in FY 2000.

**Explanations of Variances to Practice Plans
Summary of Operations
For the Six Months Ending February 28, 2001 (Continued)**

- (3) **Professional Liability Insurance** The \$1.6 million (14.6%) decrease in expenditures over the same period last year is partially due to a decrease in expenditures at *U. T.H.S.C. San Antonio* of \$727,000 resulting from a timing difference in the receipt of reimbursements for liability insurance from University Hospital. On May 11, 2000, the Board of Regents approved an overall 11.5% premium decrease effective September 1, 2000. The remainder of the variance is attributable to variances at all of the other institutions, none of which exceeded \$500,000.
- (4) **Capital Outlay** The \$888,000 (14.3%) decrease in expenditures compared to the same period last year is due to *U.T.H.S.C. Houston* (\$1.1 million). The conference center at the Medical School was completed in 2000; therefore, capital outlay expenditures decreased in FY 2001.

Other Additions/Deductions

- (5) **Other Additions** – The \$598,000 (52%) increase in Other Additions compared to the same period last year is attributable to *U.T.M.D. Anderson* (\$391,000), *U.T.M.B. Galveston* (\$379,000) and *U.T.H.S.C. San Antonio* (\$313,000 for DSRDP and \$208,000 for MSRDP). These increases in Other Additions were offset by a decrease at *U.T.S.M.C. Dallas* of \$650,000.

The increase at *U.T.M.D. Anderson* was due to a prior year reclassification of accounts receivable from the 5.01(a) Corporation to MSRDP.

U.T.M.B. Galveston's variance is a result of a transfer from Plant Funds for renovations to primary care outpatient clinics that were deemed unnecessary due to the downsizing of the clinics. These funds were previously transferred to Plant Funds from MSRDP in a prior fiscal year.

U.T.H.S.C. San Antonio's increase in Other Additions for MSRDP is attributable to loan payments from the 5.01 (a) Corporation, and the increase for DSRDP is due to transfers from MSRDP.

U.T.S.M.C. Dallas' did not record any transfers to MSRDP during the first half of 2001.

- (6) **Other Deductions** – The \$5.7 million (84.8%) increase in Other Deductions versus the same period last year is due largely to *U. T.S.M.C. Dallas* (\$2.6 million), *U.T.M.D. Anderson* (\$2.3 million) and *U.T.H.S.C. San Antonio* (\$1.1 million).

U.T.S.M.C. Dallas' renovations to the Clinical Services II Building for clinical faculty office space are being funded with transfers from MSRDP

U.T.M.D. Anderson's Other Deductions consist primarily of a transfer for the FY 2000 Team Anderson Award. In the past, this award was funded from Educational and General funds.

U. T.H.S.C. San Antonio's increase in Other Deductions is largely due to a prior period adjustment for revenue that was erroneously recorded twice in FY 2000.

GLOSSARY OF TERMS

GROSS CHARGES -- *Posted charges for patient care services at scheduled rates*

UNSPONSORED CHARITY CARE -- *Unreimbursed charges to financially or medically indigent patients, including contractual adjustments and other unreimbursed charges to Medicaid, SCHIP, and other governmental programs indexed to the federal poverty. Contractual adjustments include fee-for-service and capitation.*

CONTRACTUAL ADJUSTMENTS -- *The difference between the gross charge and the discounted amount agreed to by a third party contract, such as PPOs, HMOs and Medicare, including the difference between gross charges and the related capitated payments.*

BAD DEBT EXPENSE -- *Charges that were at one time the responsibility of a private pay patient that are deemed uncollectible.*

OTHER UNREIMBURSED MEDICAL COSTS -- *All other write-offs (i.e., unbilled charges, discounts for personal courtesy and employees, unreimbursed research expenses, denied charges, missed billing deadlines).*

NET PATIENT REVENUE -- *Gross charges less all deductions.*

CONTRACTUAL INCOME -- *Lump sum income for contracted physician services related to affiliated hospitals and organizations, jails, medical director services', and clinical oversight.*

INTEREST INCOME -- *Income earned from investments.*

OTHER INCOME -- *Income not related to patient care, such as expert witness fees, legal deposition.*

FACULTY SALARIES -- *All faculty salary payments including salary augmentation. Does not include incentive payments or supplemental retirement annuities.*

STAFF SALARIES -- *All non-faculty salary payments, excluding resident salaries.*

RESIDENT SALARIES -- *Salaries paid for resident physicians.*

FRINGE BENEFITS -- *Group insurance premiums (net of premium sharing) paid by the plan, supplemental retirement payments, incentive payments, and parking fees as authorized by the MSRDP/PRS By-laws, and mandatory state benefits (retirement, OASI, WCI, premium sharing, etc.).*

MAINTENANCE AND OPERATIONS -- *All expenditures not classified elsewhere, i.e., utilities, supplies, repairs and maintenance, shipping and postage, etc.*

PROFESSIONAL LIABILITY INSURANCE -- *Professional liability insurance premiums paid by the institution on behalf of plan members.*

GLOSSARY OF TERMS (Continued)

TRAVEL -- *All costs associated with travel.*

CAPITAL OUTLAY -- *Cost of capital acquisitions funded from plan resources not reported in "Debt Service" below.*

OFFICIAL FUNCTIONS -- *Business related events that are of documented benefit to the institution.*

OTHER EXPENSES -- *Other expenditure items not identified elsewhere.*

DEBT SERVICE -- *Principal and interest paid on any debt, i.e., building construction, renovation, lease-purchase agreements, etc.*

OTHER ADDITIONS -- *Transfers from non-practice plan funds.*

OTHER DEDUCTIONS -- *Annual change in Accrued Compensable Absences payable and transfers to non-practice plan funds for the establishment of quasi-endowments, to provide funding for new programs outside the plan, to provide reimbursement for services rendered, and to provide salary and program enhancement supplements.*

The University of Texas Southwestern Medical Center at Dallas
MSRDP/PRS Year-to-Date Summary of Operations - Accrual Basis
For the Six Months Ending February 28, 2001

	Cumulative Year-to-Date 2000	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
Beginning Fund Balance, September 1	\$ 146,050,572	159,407,163	13,356,591	9.15%
Revenues				
Gross Charges		257,714,3X4		
Less:				
Un-sponsored Charity Care		114,457,933	-	
Contractual Adjustments		54,823,463	-	
Other Unreimbursed Medical Costs		5,897,979	-	
Bad Debt Expense		11,087,011	-	
Net Patient Revenue		71,507,998	-	
Contractual Income	-	33,605,480	-	-
Interest Income	-	842,233	-	-
Other Income		1,346,482	-	
Total Revenues - per Monthly Financial Report	101,803,944	107,302,193	5,498,249	5.40%
Expenditures				
Faculty Salaries	40,239,324	35,449,947	(4,789,377)	-11.90%
Staff Salaries	17,970,922	19,619,747	1,648,825	9.17%
Resident Salaries	-	-	-	-
Fringe Benefits	15,328,095	25,931,457	10,603,362	69.18%
Maintenance and Operations	22,644,133	27,388,856	4,744,723	20.95%
Professional Liability Insurance	2,667,937	2,391,372	(276,565)	-10.37%
Travel	989,392	945,876	(43,516)	-4.40%
Capital Outlay	2,466,814	2,630,360	163,546	6.63%
Official Functions	216,064	-	(216,064)	-100.00%
Other Expenses	-	-	-	-
Total Expenditures	102,522,681	114,357,615	11,834,934	11.54%
Debt Service	1,561,992	2,048,798	486,806	31.17%
Total Exp. & Debt Service - per Monthly Financial Report	104,084,673	116,406,413	12,321,740	11.84%
Year-to-Date Operating Margin	(2,280,729)	(9,104,220)	(6,823,491)	-299.18%
Other Additions/Deductions				
Other Additions	650,000	-	(650,000)	-100.00%
Other Deductions	(3,267,247)	(5,912,500)	(2,645,253)	-80.96%
	(2,617,247)	(5,912,500)	(3,295,253)	-125.91%
Net Increase/(Decrease)	(4,897,976)	(15,016,720)	(10,118,744)	-206.59%
Ending Fund Balance, February 28	\$ 141,152,596	144,390,443	3,237,847	2.29%

The University of Texas Southwestern Medical Center at Dallas
MSRDP-Allied Health Faculty Services Plan Year-to-Date Summary of Operations - Accrual Basis
For the Six Months Ending February 28, 2001

	Cumulative Year-to-Date 2000	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
Beginning Fund Balance, September 1	\$ 1,915,068	2,477,212	562,144	29.35%
Revenues				
Gross Charges		1,082,095		
Less:				
Un-sponsored Charity Care		(3,885)		
Contractual Adjustments		306,438		
Other Unreimbursed Medical Costs		37,711		
Bad Debt Expense		(962)		
Net Patient Revenue		742,793		
Contractual Income		85,970		
Interest Income		6,482		
Other Income		7,899		
Total Revenues - per Monthly Financial Report	705,805	x43,144	137,339	19.46%
Expenditures				
Faculty Salaries	180,938	114,377	(66,561)	-36.79%
Staff Salaries	175,406	257,013	81,607	46.52%
Resident Salaries	-	-	-	-
Fringe Benefits	94,015	104,506	10,491	11.16%
Maintenance and Operations	138,052	260,264	122,212	88.53%
Professional Liability Insurance	-	-	-	-
Travel	10,832	13,479	2,647	24.44%
Capital Outlay	6,742	6,071	(671)	-9.95%
Official Functions	3,036	-	(3,036)	-100.00%
Other Expenses	-	-	-	-
Total Expenditures	609,021	755,710	146,689	24.09%
Debt Service	-	-	-	-
Total Exp. & Debt Service - per Monthly Financial Report	609,021	755,710	146,689	24.09%
Year-to-Date Operating Margin	96,784	87,434	(9,350)	-9.66%
Other Additions/Deductions				
Other Additions	258,149	215,024	(43,125)	-16.71%
Other Deductions	(229,361)	(284,923)	(55,562)	-24.22%
	28,788	(69,899)	(98,687)	-342.81%
Net Increase/(Decrease)	125,572	17,535	(108,037)	-86.04%
Ending Fund Balance, February 28	\$ 2,040,640	2,494,747	454,107	22.25%

The University of Texas Medical Branch at Galveston
MSRDP/PRS Year-to-Date Summary of Operations - Accrual Basis
For the Six Months Ending February 28, 2001

	Cumulative Year-to-Date 2000	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
Beginning Fund Balance, September 1	\$ 37,960,849	42,430,429	4,469,580	11.77%
Revenues				
Gross Charges	-	130,295,664	-	-
Less:				
Un-sponsored Charity Care	-	31,847,753	-	-
Contractual Adjustments	-	42,005,788	-	-
Other Unreimbursed Medical Costs	-	8,715,624	-	-
Bad Debt Expense	-	7,191,320	-	-
Net Patient Revenue	-	40,535,179	-	-
Contractual Income	-	16,529,592	-	-
Interest Income	-	878,780	-	-
Other Income	-	-	-	-
Total Revenues - per Monthly Financial Report	59,446,777	57,943,551	(1,503,226)	-2.53%
Expenditures				
Faculty Salaries	22,670,998	20,504,466	(2,166,532)	-9.56%
Staff Salaries	14,948,030	15,340,936	392,906	2.63%
Resident Salaries	1,554,714	1,817,914	263,200	16.93%
Fringe Benefits	9,610,104	10,660,772	1,050,668	10.93%
Maintenance and Operations	7,119,092	6,927,536	(191,556)	-2.69%
Professional Liability Insurance	3,132,998	2,808,692	(324,306)	-10.35%
Travel	791,086	753,299	(37,787)	-4.78%
Capital Outlay	620,401	827,486	207,085	33.38%
Official Functions	90,736	145,425	54,689	60.27%
Other Expenses	-	-	-	-
Total Expenditures	60,538,159	59,786,526	(751,633)	-1.24%
Debt Service	-	-	-	-
Total Exp. & Debt Service - per Monthly Financial Report	60,538,159	59,786,526	(751,633)	-1.24%
Year-to-Date Operating Margin	(1,091,382)	(1,842,975)	(751,593)	-68.87%
Other Additions/Deductions				
Other Additions	65,420	444,363	378,943	579.25%
Other Deductions	(186,647)	(36,404)	150,243	80.50%
	(121,227)	407,959	529,186	436.52%
Net Increase/(Decrease)	(1,212,609)	(1,435,016)	(222,407)	-18.34%
Ending Fund Balance, February 28	\$ 36,748,240	40,995,413	4,247,173	11.56%

The University of Texas Health Science Center at Houston
MSRDP/PRS Year-to-Date Summary of Operations Accrual Basis
For the Six Months Ending February 28, 2001

	Cumulative Year-to-Date 2000	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
Beginning Fund Balance, September 1	\$ 41,653,442	41,705,455	52,013	0.12%
Restatements	(2,189,421)	-	2,189,421	100.00%
Restated Beginning Fund Balance, September 1	<u>39,464,021</u>	<u>41,705,455</u>	<u>2,241,434</u>	<u>5.68%</u>
Revenues				
Gross Charges	-	136,309,004	-	-
Less:				
Un-sponsored Charity Care	-	38,759,968	-	-
Contractual Adjustments	-	42,489,540	-	-
Other Unreimbursed Medical Costs	-	5,341,925	-	-
Bad Debt Expense	-	9,092,626	-	-
Net Patient Revenue	<u>-</u>	<u>40,624,946</u>	<u>-</u>	<u>-</u>
Contractual Income	-	17,419,974	-	-
Interest Income	-	656,671	-	-
Other Income	-	2,745,481	-	-
Total Revenues - per Monthly Financial Report	<u>56,335,981</u>	<u>61,447,072</u>	<u>5,111,091</u>	<u>9.07%</u>
Expenditures				
Faculty Salaries	23,891,022	21,976,004	(1,915,018)	-8.02%
Staff Salaries	10,850,476	8,521,337	(2,329,139)	-21.47%
Resident Salaries	-	-	-	-
Fringe Benefits	8,981,875	8,189,226	(792,649)	-8.82%
Maintenance and Operations	9,767,563	13,755,055	3,987,492	40.82%
Professional Liability Insurance	1,472,380	1,260,306	(212,074)	-14.40%
Travel	288,186	285,988	(2,198)	-0.76%
Capital Outlay	1,432,663	292,836	(1,139,827)	-79.56%
Official Functions	606,480	410,669	(195,811)	-32.29%
Other Expenses	-	-	-	-
Total Expenditures	<u>57,290,645</u>	<u>54,691,421</u>	<u>(2,599,224)</u>	<u>-4.54%</u>
Debt Service	-	-	-	-
Total Exp. & Debt Service - per Monthly Financial Report	<u>57,290,645</u>	<u>54,691,421</u>	<u>(2,599,224)</u>	<u>-4.54%</u>
Year-to-Date Operating Margin	<u>(954,664)</u>	<u>6,755,651</u>	<u>7,710,315</u>	<u>807.65%</u>
Other Additions/Deductions				
Other Additions	-	-	-	-
Other Deductions	(2,655,869)	(2,398,063)	257,806	9.71%
	<u>(2,655,869)</u>	<u>(2,398,063)</u>	<u>257,806</u>	<u>9.71%</u>
Net Increase/(Decrease)	<u>(3,610,533)</u>	<u>4,357,588</u>	<u>7,968,121</u>	<u>220.69%</u>
Ending Fund Balance, February 28	<u>\$ 35,853,488</u>	<u>46,063,043</u>	<u>10,209,555</u>	<u>28.48%</u>

The University of Texas Health Science Center at San Antonio
MSRDP/PRS Year-to-Date Summary of Operations - Accrual Basis
For the Six Months Ending February 28, 2001

	Cumulative Year-to-Date 2000	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
Beginning Fund Balance, September 1	\$ 30,144,183	21,241,673	(8,902,510)	-29.53%
Restatements	(1,340,788)		1,340,788	100.00%
Restated Beginning Fund Balance, September 1	<u>28,803,395</u>	<u>21,241,673</u>	<u>(7,561,722)</u>	<u>-26.25%</u>
Revenues				
Gross Charges		66,539,821		
Less:				
Un-sponsored Charity Care		19,472,431		
Contractual Adjustments		7,014,371		
Other Unreimbursed Medical Costs		1,144,721		
Bad Debt Expense		6,757,294	-	
Net Patient Revenue		<u>32,151,004</u>		
Contractual Income		7,053,713		
Interest Income		404,460		
Other Income		5,289,644		
Total Revenues - per Monthly Financial Report	<u>35,566,605</u>	<u>44,988,821</u>	<u>9,422,216</u>	<u>26.49%</u>
Expenditures				
Faculty Salaries	15,806,956	18,407,409	2,600,453	16.45%
Staff Salaries	5,585,229	3,270,658	(2,314,571)	-41.44%
Resident Salaries				
Fringe Benefits	7,202,289	8,260,902	1,058,613	14.70%
Maintenance and Operations	10,873,044	22,791,169	11,918,125	109.61%
Professional Liability Insurance	1,977,761	1,250,366	(727,395)	-36.78%
Travel	442,784	448,441	5,656	1.28%
Capital Outlay	540,776	443,996	(96,780)	-17.90%
Official Functions	55,103	141,352	X6.24)	156.52%
Other Expenses				
Total Expenditures	<u>42,483,942</u>	<u>55,014,292</u>	<u>12,530,350</u>	<u>29.49%</u>
Debt Service				
Total Exp. & Debt Service - per Monthly Financial Report	<u>42,483,942</u>	<u>55,014,292</u>	<u>12,530,350</u>	<u>29.49%</u>
Year-to-Date Operating Margin	<u>(6,917,337)</u>	<u>(10,025,471)</u>	<u>(3,108,134)</u>	<u>-44.93%</u>
Other Additions/Deductions				
Other Additions	174,673	383,161	208,488	111.36%
Other Deductions	(379,311)	(1,429,825)	(1,050,514)	-276.95%
	<u>(204,638)</u>	<u>(1,046,664)</u>	<u>(X842.1121)</u>	<u>-411.47%</u>
Net Increase/(Decrease)	<u>(7,121,975)</u>	<u>(11,072,135)</u>	<u>(3,950,160)</u>	<u>-55.46%</u>
Ending Fund Balance, February 28	<u>\$ 21,681,420</u>	<u>10,169,538</u>	<u>(11,511,882)</u>	<u>-53.10%</u>

**The University of Texas Health Science Center at San Antonio
DSRDP Year-to-Date Summary of Operations-Accrual Basis
For the Six Months Ending February 28, 2001**

	Cumulative Year-to-Date 2000	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
Beginning Fund Balance, September 1	\$ 5,751,064	6,512,475	761,411	13.24%
Revenues				
Gross Charges		2,511,284		
Less:				
Un-sponsored Charity Care				
Contractual Adjustments				
Other Unreimbursed Medical Costs				
Bad Debt Expense				
Net Patient Revenue		2,511,284		
Contractual Income				
Interest Income		93,513		
Other Income				
Total Revenues -per Monthly Financial Report	1,276,398	2,604,797	1,328,399	104.07%
Expenditures				
Faculty Salaries	158,264	195,843	37,579	23.74%
staff Salaries	500,735	621,351	120,616	24.09%
Resident Salaries				
Fringe Benefits	155,494	266,342	110,848	71.29%
Maintenance and Operations	535,796	654,003	118,207	22.06%
Professional Liability Insurance				
Travel	58,112	61,331	3,219	5.54%
Capital Outlay	30,994	25,129	(5,865)	-18.92%
Official Functions		21,839	21,839	100.00%
Other Expenses				
Total Expenditures	1,439,395	1,845,838	406,443	28.24%
Debt Service				
Total Exp. & Debt Service per Monthly Financial Report	1,439,395	1,845,838	406,443	28.24%
Year-to-Date Operating Margin	(162,997)	758,959	921,956	565.63%
Other Additions/Deductions				
Other Additions	2,354	314,896	312,542	13,277.06%
Other Deductions	(1,310)	(41,520)	(40,210)	-3,069.47%
	1,044	273,376	272,332	26,085.44%
Net Increase/(Decrease)	(161,953)	1,032,335	1,194,288	737.43%
Ending Fund Balance, February 28	\$ 5,589,111	7,544,810	1,955,699	34.99%

The University of Texas M.D. Anderson Cancer Center
MSRDP/PRS Year-to-Date Summary of Operations - Accrual Basis
For the Six Months Ending February 28, 2001

	Cumulative Year-to-Date 2000	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
Beginning Fund Balance, September 1	\$ 89,028,738	91,998,554	2,969,816	3.34%
Revenues				
Gross Charges		153,072,489	-	
Less:				
Un-sponsored Charity Care		13,021,447	-	
Contractual Adjustments		62,130,338	-	
Other Unreimbursed Medical Costs		1,693,328	-	
Bad Debt Expense		6,099,738	-	
Net Patient Revenue		70,127,638	-	
Contractual Income				
Interest Income		1,879,040		
Other Income		104,557		
Total Revenues - per Monthly Financial Report	<u>70,367,982</u>	<u>72,111,235</u>	<u>1,743,253</u>	<u>2.48%</u>
Expenditures				
Faculty Salaries	25,392,263	27,319,142	1,926,879	7.59%
Staff Salaries	8,798,066	10,772,128	1,974,062	22.44%
Resident Salaries		-	-	
Fringe Benefits	22,603,436	24,920,037	2,316,601	10.25%
Maintenance and Operations	7,318,319	7,236,007	(82,312)	-1.12%
Professional Liability Insurance	1,556,913	1,494,323	(62,590)	-4.02%
Travel	1,419,748	1,755,838	336,090	23.67%
Capital Outlay	914,480	927,378	12,898	1.41%
Official Functions	243,081	251,838	8,757	3.60%
Other Expenses	-	-	-	-
Total Expenditures	<u>68,246,306</u>	<u>74,676,691</u>	<u>6,430,385</u>	<u>9.42%</u>
Debt Service		-	-	-
Total Exp. & Debt Service - per Monthly Financial Report	<u>68,246,306</u>	<u>74,676,691</u>	<u>6,430,385</u>	<u>9.42%</u>
Year-to-Date Operating Margin	<u>2,121,676</u>	<u>(2,565,456)</u>	<u>(4,687,132)</u>	<u>-220.92%</u>
Other Additions/Deductions				
Other Additions	-	391,235	391,235	100.00%
Other Deductions	-	(2,317,456)	(2,317,456)	-100.00%
	-	(1,926,221)	(1,926,221)	-100.00%
Net Increase/(Decrease)	<u>2,121,676</u>	<u>(4,491,677)</u>	<u>(6,613,353)</u>	<u>-311.70%</u>
Ending Fund Balance, February 28	<u>\$ 91,150,414</u>	<u>87,506,877</u>	<u>(3,643,537)</u>	<u>-4.00%</u>

The University of Texas Health Center at Tyler
MSRDP/PRS Year-to-Date Summary of Operations - Accrual Basis
For the Six Months Ending February 28, 2001

	Cumulative Year-to-Date 2000	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
Beginning Fund Balance, September 1	\$ 3,598,393	2,637,807	(960,586)	-26.69%
Restatements	(979,447)	-	979,447	100.00%
Restated Beginning Fund Balance, September 1	<u>2,618,946</u>	<u>2,637,807</u>	<u>18,861</u>	<u>0.72%</u>
Revenues				
Gross Charges	-	13,020,867	-	-
Less:				
Un-sponsored Charity Care	-	1,828,860	-	-
Contractual Adjustments	-	4,026,637	-	-
Other Unreimbursed Medical Costs	-	119,260	-	-
Bad Debt Expense	-	1,707,555	-	-
Net Patient Revenue	-	<u>5,338,555</u>	-	-
Contractual Income	-	79,832	-	-
Interest Income	-	23,141	-	-
Other Income	-	1,067,957	-	-
Total Revenues - per Monthly Financial Report	<u>5,882,468</u>	<u>6,509,485</u>	<u>627,017</u>	<u>10.66%</u>
Expenditures				
Faculty Salaries	3,236,141	3,672,716	436,575	13.49%
Staff Salaries	588,890	1,129,591	540,701	91.82%
Resident Salaries	-	-	-	-
Fringe Benefits	633,425	807,647	174,222	27.50%
Maintenance and Operations	761,701	573,673	(188,028)	-24.69%
Professional Liability Insurance	251,883	242,428	(9,455)	-3.75%
Travel	75,826	71,876	(3,950)	-5.21%
Capital Outlay	-	1,916	1,916	100.00%
Official Functions	6,063	-	(6,063)	-100.00%
Other Expenses	-	-	-	-
Total Expenditures	<u>5,553,929</u>	<u>6,499,847</u>	<u>945,918</u>	<u>17.03%</u>
Debt Service	-	-	-	-
Total Exp. & Debt Service - per Monthly Financial Report	<u>5,553,929</u>	<u>6,499,847</u>	<u>945,918</u>	<u>17.03%</u>
Year-to-Date Operating Margin	<u>328,539</u>	<u>9,638</u>	<u>(318,901)</u>	<u>-97.07%</u>
Other Additions/Deductions				
Other Additions	-	-	-	-
Other Deductions	-	-	-	-
Net Increase/(Decrease)	<u>328,539</u>	<u>9,638</u>	<u>(318,901)</u>	<u>-97.07%</u>
Ending Fund Balance, February 28	<u>\$ 2,947,485</u>	<u>2,647,445</u>	<u>(300,040)</u>	<u>-10.18%</u>

THE UNIVERSITY OF TEXAS AT ARLINGTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

TABLE OF CONTENTS

	<u>Page No.</u>
Amendments to the 2000-01 Budget.....	AR - 2
Other Fiscal Items	
Employment Agreements.....	AR - 4
Parking and Traffic Regulations	AR - 5
Parking Permit Fees	AR - 6
Fees and Miscellaneous Charges	
Housing Rates	AR - 7
Board Rates	AR - 9
Rental Rates	AR - 10
Student Services Fees - Recreational Facility Fee	AR - 13
Student Services Fees - Intercollegiate Athletics Fee	AR - 14
Other Matters	
Approval of Dual Graduate Degree Program - Foreign	AR - 15

THE UNIVERSITY OF TEXAS AT ARLINGTON
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-2001 BUDGET

The following Requests for Budget Changes (RBC's) have been administratively approved as required by the Executive Vice Chancellor for Academic Affairs and are recommended for ratification by the U. T. Board of Regents.

The term "rate" for academic institutions is the full-time nine-month base rate and for health institutions is the full-time twelve-month base rate; for all other personnel it is the full-time rate, the appointee receiving a proportionate amount depending upon the fraction of time for which the individual is appointed and the period of appointment. Source of funds for payment of salaries, unless otherwise shown, is the departmental salaries account.

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate</u>	
<u>APPOINTMENTS AND PROMOTIONS</u>					
COLLEGE OF BUSINESS ADMINISTRATION					
Information Systems and Management Sciences					
1. Sumit Sircar (T)					83
From: Professor and Chair		100 SUPLT	09 09	\$81,384 6,103	
To: Professor	1/1-5/31	100	09	81,384	
COLLEGE OF SCIENCE					
Psychology					
2. Martha A. Mann (T)					86
From: Associate Professor (T)		100	09	54,057	
To: Associate Professor and Honors College Associate Dean	9/1-5/31 1/1-8/31	100 SUPLT	09 12	54,057 3,000	

THE UNIVERSITY OF TEXAS AT ARLINGTON
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-2001 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate</u>	
COLLEGE OF SCIENCE (Continued)					
Mathematics					
3. Danny D. Dyer (T)					82
From: Professor and Acting Chair		100 SUPLT	09 09	\$67,476 4,000	
To: Professor and and Chair	9/1-5/31 11/1-5/31	100 SUPLT	09 09	67,476 7,000	

THE UNIVERSITY OF TEXAS AT ARLINGTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

OTHER FISCAL ITEMS

EMPLOYMENT AGREEMENTS

The following agreement has been awarded, has been approved by the Executive Vice Chancellor for Academic Affairs, and is recommended for ratification by the U. T. Board of Regents. Such employment under this agreement is subject to the Constitution and Bylaws of the National Collegiate Athletic Association, any intercollegiate athletic conference of which The University of Texas at Arlington is a member, and the Rules and Regulations of the Board of Regents of The University of Texas System and The University of Texas at Arlington. The violation of the provisions of such constitution, bylaws, rules or regulations shall be grounds for suspension without pay or dismissal.

1. Item: Assistant Women's Basketball Coach
Funds: \$33,000 annually
Period: January 1, 2001 through August 31, 2001
Description: Agreement for employment of Assistant Women's Basketball Coach, Shannon L. Brown, for the above-designated period following the standard coach's employment contract prepared by the Office of General Counsel.

THE UNIVERSITY OF TEXAS AT ARLINGTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

PARKING AND TRAFFIC REGULATIONS

The following listing summarizes the substantive changes proposed to Parking and Traffic Regulations of The University of Texas at Arlington. They have been approved by the Executive Vice Chancellor for Academic Affairs and the Office of General Counsel and are incorporated in model regulations approved by the U. T. Board of Regents. These regulations supersede all prior Parking and Traffic Regulations and continue in effect until modified.

Parking and Traffic Regulations for 2001-02

<u>Page Number(s)</u>	<u>Summary of Proposed Substantive Change</u>
3	Section I. O. revised to include information regarding visitor responsibility.
4	Section I. S. added to include information regarding special event parking.
17	Section VI. E. revised to include information regarding contacts for students with disabilities.
19	Section VI. K. 3,4,5. revised to change the word "special" to "temporary" and to change the dormitory parking rate from \$52 to \$60 annually.
20	Section VI. M. revised to change the permit rate for persons with disabilities from \$52 to \$60 annually.
21	Section VI. N. 1. revised to change the rate for student parking from \$52 to \$60 annually.
22	Section VI. Q. revised to change the rate for replacement of motorcycle permit from \$52 to \$60.
28	Section VIII. E. revised to add examples of invalid reasons for parking citation appeal.

THE UNIVERSITY OF TEXAS AT ARLINGTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

PARKING AND TRAFFIC REGULATIONS (Continued)

PARKING PERMIT FEES

Ratification is recommended for the following parking permit fees to be effective beginning with the Fall Semester 2001. The fees have been administratively approved by Executive Vice Chancellor for Academic Affairs.

Following Regental approval, the appropriate component catalog will be amended to reflect these new fees.

	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
Annual fees:			
<u>Student Permit Classifications</u>			
Cars and Motorcycles	\$52	\$60	15.3%
<u>Faculty/Staff Classifications</u>			
Cars and Motorcycles (salary \$20,000 or more)	\$72	\$80	11.1%
Cars and Motorcycles (salary under \$20,000)	\$52	\$60	15.3%
Reserved Parking Spaces	\$240	\$300	25.0%

NOTE: Annual parking permit fees may be prorated for permits purchased for spring semester/summer session or for summer session only and refunds may be made for fall semester enrollment/employment only.

THE UNIVERSITY OF TEXAS AT ARLINGTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

FEES AND MISCELLANEOUS CHARGES

**HOUSING RATES
(including Apartments, Dormitory Rooms, Residence Halls)**

Ratification is recommended for the following housing and board and rental rates to be effective beginning with the Fall Semester 2001. The rates have been administratively approved by the Executive Vice Chancellor for Academic Affairs.

Following Regental approval, the appropriate component catalog will be amended to reflect these new rates.

<u>UNIVERSITY RESIDENCE HALLS</u>	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
Arlington Hall			
Double - Economy - Fall/Spring*	\$2,700	*	N/A
Double - Economy - Fall/Spring with Winter*	3,070	*	N/A
Double - Large - Fall/Spring*	2,840	*	N/A
Double - Large - Fall/Spring with Winter*	3,229	*	N/A
Double - Regular - Fall/Spring*	*	2,870	N/A
Double - Regular - Fall/Spring with Winter*	*	3,213	N/A
Double - Super - Fall/Spring	3,150	3,300	4.76%
Double - Super - Fall/Spring with Winter	3,580	3,750	4.75%
Private - Economy - Fall/Spring*	3,600	*	N/A
Private - Economy - Fall/Spring with Winter*	4,091	*	N/A
Private - Large - Fall/Spring*	3,740	*	N/A
Private - Large - Fall/Spring with Winter*	4,251	*	N/A
Private - Regular - Fall/Spring*	*	3,890	N/A
Private - Regular - Fall/Spring with Winter*	*	4,365	N/A
Private - Super - Fall/Spring	4,050	4,250	4.94%
Private - Super - Fall/Spring with Winter	4,604	4,831	4.93%
Brazos Hall			
Double Occupancy Rate - Fall/Spring	1,790	1,880	5.03%
Private Occupancy Rate - Fall/Spring	3,040	3,192	5.00%
Lipscomb Hall North			
Double Occupancy Rate - Fall/Spring	1,950	2,080***	6.67%
Private Occupancy Rate- Fall/Spring	3,300	3,540***	7.27%

FEES AND MISCELLANEOUS CHARGES (Continued)

THE UNIVERSITY OF TEXAS AT ARLINGTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

HOUSING RATES
(including Apartments, Dormitory Rooms, Residence Halls)

	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
Lipscomb Hall South			
Double Occupancy Rate - Fall/Spring	\$2,020	\$2,120	4.95%
Private Occupancy Rate- Fall/Spring	3,430	3,600	4.96%
Trinity Hall			
Double Occupancy Rate - Fall/Spring	1,990	2,080	4.52%
Private Occupancy Rate- Fall/Spring	3,380	3,540	4.73%
Double Occupancy Rate - Fall/Spring with Winter	**	2,308	N/A
Private Occupancy Rate- Fall/Spring with Winter	**	3,930	N/A

For each summer session

<u>UNIVERSITY RESIDENCE HALLS</u>	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
Arlington Hall			
Double - Economy - Summer 11 Week*	\$650	*	N/A
Double - Large - Summer 11 Week*	700	*	N/A
Double - Regular - Summer 11 Week*	*	710	N/A
Double - Super - Summer 11 Week	750	780	4.00%
Private - Economy - Summer 11 Week*	800	*	N/A
Private - Large - Summer 11 Week*	830	*	N/A
Private - Regular - Summer 11 Week*	*	850	N/A
Private - Super - Summer 11 Week	900	940	4.44%
Trinity Hall			
Double Occupancy - Summer 11 Week	**	650	N/A
Private Occupancy - Summer 11 Week	**	1,110	N/A

FEES AND MISCELLANEOUS CHARGES (Continued)

THE UNIVERSITY OF TEXAS AT ARLINGTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

HOUSING RATES
(including Apartments, Dormitory Rooms, Residence Halls)

* For FY 2001-2002, Arlington Hall room types Double Economy and Double Large are being replaced with Double Regular. Single Economy and Single Large are being replaced with Single Regular.

** For FY 2001-2002, Arlington Hall and Trinity Hall will be the only halls providing winter, interim, and summer accommodations. During FY 2000-2001, Arlington Hall and Brazos Hall provided the accommodations.

*** The Lipscomb North rate has been increased to an amount equal to the Trinity Hall rate, since both facilities provide the same physical layout and offer the same amenities.

BOARD RATES

	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
<u>Per semester</u>			
Plan A - 19 meals 7 days per week	\$880	\$910	3.3%
Plan B - 14 meals + \$75 Dining Dollars 7 days per week	880	920	4.3%
Plan C - 14 meals 7 days per week	825	865	4.6%
Plan D - 10 meals + \$125 Dining Dollars 7 days per week	825	880	6.2%

THE UNIVERSITY OF TEXAS AT ARLINGTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

FEES AND MISCELLANEOUS CHARGES (Continued)

RENTAL RATES

<u>Per month</u>	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
<u>UNIVERSITY APARTMENTS</u>			
Autumn Hollow - Efficiency	\$305*	\$318*	4.26%
Border Trail - 1 bedroom	416	436	4.81%
Border Trail - 2 bedroom	531	561	5.65%
Campus View - 1 bedroom	372*	385*	3.49%
Campus View - 3 bedroom	549*	569*	3.64%
Center Point - 1 bedroom	339*	352*	3.83%
Center Point - 2 bedroom	490*	510*	4.08%
Cooper Chase - 1 bedroom	444	464	4.50%
Cooper Chase - 2 bedroom	587	622	5.96%
Cottonwood Ridge N. - 1 bedroom	387	407	5.17%
Cottonwood Ridge S. - 1 bedroom	387	407	5.17%
Cottonwood Ridge S. - 2 bedroom	443	468	5.64%
Creek Bend - 1 bedroom	421	441	4.75%
Creek Bend - Studio	433	453	4.62%
Forest Glen - 1 bedroom	387	407	5.17%
Forest Glen - 1 bedroom	392	412	5.10%
Forest Glen - 2 bedroom	515	540	4.85%
Forest Glen - 2 bedroom	520	545	4.81%
Garden Club - 1 bedroom	444	464	4.50%
Garden Club - 2 bedroom	587	622	5.96%
Maple Square - 1 bedroom	419	439	4.77%
Maple Square - 1 bedroom	434	454	4.61%
Maverick House - 1 room	330*	350*	6.06%
Oak Landing - Efficiency	336	356	5.95%
Oak Landing - 1 bedroom	431	451	4.64%
Oak Landing - 1 bedroom	443	463	4.51%
Pecan Place - 1 bedroom	422	442	4.74%
Shady Park - 1 bedroom	373	393	5.36%
University Village - 1 bedroom	411*	424*	3.16%
University Village - 1 bedroom	426*	439*	3.05%
University Village - 1 bedroom	431*	444*	3.02%

FEES AND MISCELLANEOUS CHARGES (Continued)

THE UNIVERSITY OF TEXAS AT ARLINGTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

RENTAL RATES

<u>Per month</u>	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
<u>UNIVERSITY APARTMENTS</u>			
University Village - 1 bedroom	\$451*	\$464*	2.88%
University Village - 1 bedroom	451*	464*	2.88%
West Crossing - 1 bedroom	373*	386*	3.49%
West Crossing - 2 bedroom	512*	537*	4.88%
Woodland Springs - 1 bedroom	395*	415*	5.06%

* Resident pays electric bill

UNIVERSITY-OWNED HOUSES

409 S. Davis	737	762	3.39%
415 S. Davis	583	608	4.29%
419 S. Davis	693	718	3.61%
1003 W. Fourth	517	0	N/A
703 Kerby	725	750	3.45%
707 Kerby	695	720	3.60%
1202 S. Oak	745	770	3.36%
1218 S. Oak	745	770	3.36%
1230 S. Oak	733	758	3.41%
1322-A S. Oak	565	590	4.42%
1322-B S. Oak	765	790	3.27%
1326 S. Oak	740	765	3.38%
1330 S. Oak	638	713**	11.76%
1102A S. Pecan	402	422	4.98%
1102B S. Pecan	402	422	4.98%
1104A S. Pecan	402	422	4.98%
1104B S. Pecan	402	422	4.98%
1214 S. Pecan	502	727**	44.82%
1222 S. Pecan	679	704	3.68%
1302 S. Pecan	593	618	4.22%

FEES AND MISCELLANEOUS CHARGES (Continued)

THE UNIVERSITY OF TEXAS AT ARLINGTON
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

RENTAL RATES

<u>Per month</u>	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
<u>UNIVERSITY-OWNED HOUSES</u>			
1020 W. Second	\$468	0*	N/A
1040 W. Second	660	0*	N/A
101 Southdale	630	660	4.76%
103 Southdale	500	560**	12.00%
104 Southdale	530	560	5.66%
105 Southdale	530	560	5.66%
107 Southdale	530	560	5.66%
108 Southdale	530	560	5.66%
109 Southdale	530	560	5.66%
110 Southdale	530	560	5.66%
111 Southdale	530	560	5.66%
112 Southdale	530	560	5.66%
113 Southdale	530	560	5.66%
114 Southdale	630	660	4.76%
115 Southdale	530	560	5.66%
116 Southdale	530	560	5.66%
117 Southdale	535	565	5.61%
118 Southdale	530	560	5.66%
119 Southdale	530	560	5.66%
120 Southdale	530	560	5.66%
121 Southdale	505	535	5.94%
122 Southdale	530	560	5.66%
123 Southdale	530	560	5.66%
125 Southdale	530	560	5.66%
703 Summit	442	0*	N/A
705 Summit	628	0*	N/A
709 Summit	496	0*	N/A

* Indicates removal of house.

** Indicates significant property modifications.

FEES AND MISCELLANEOUS CHARGES (Continued)

STUDENT SERVICES FEES

THE UNIVERSITY OF TEXAS AT ARLINGTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

Ratification is recommended for the following student services fees to be effective beginning with the Fall Semester 2001, subject to the passage of House Bill 2476 during the current legislative session. The statutory requirement for a general student election has been met. The fees have been administratively approved by the Executive Vice Chancellor for Academic Affairs.

Following Regental approval, the appropriate component catalog will be amended to reflect these new fees.

RECREATIONAL FACILITY FEE

	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
<u>For each regular semester</u>			
Per Semester	0	\$ 9.00	N/A
<u>For summer session</u>			
Per Semester	0	\$ 6.00	N/A

THE UNIVERSITY OF TEXAS AT ARLINGTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

FEES AND MISCELLANEOUS CHARGES (Continued)

STUDENT SERVICES FEES (Continued)

Ratification is recommended for the following student services fees to be effective beginning with the Fall Semester 2001. The statutory requirement for involvement of a student services fees committee has been met. The fees have been administratively approved by the Executive Vice Chancellor for Academic Affairs.

Following Regental approval, the appropriate component catalog will be amended to reflect these new fees.

INTERCOLLEGIATE ATHLETICS FEE

	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
<u>For each regular semester</u>			
Per Semester Credit Hour	\$7.75	\$8.10	4.5%
Maximum	\$110.00	\$110.00	0%
<u>For summer session</u>			
Per Semester Credit Hour	\$7.75	\$8.10	4.5%
Maximum for 11 week session	\$99.00	\$99.00	0%
Maximum for 5 week session	\$49.50	\$49.50	0%

THE UNIVERSITY OF TEXAS AT ARLINGTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

OTHER MATTERS

APPROVAL OF DUAL GRADUATE DEGREE PROGRAM - FOREIGN

The following item has been approved by the Executive Vice Chancellor for Academic Affairs and is submitted for ratification by the U. T. Board of Regents.

1. Country: France
Facility: Ecole Superieure de Commerce
Pau, France
Date: Effective November 3, 2000
Description: The University of Texas at Arlington and Ecole Superieure de Commerce agree to offer a cooperative program whereby selected students will have the opportunity to pursue studies at each of the schools which will result in the award of the MBA degree from UTA and the advanced degree from ESC-Pau.

THE UNIVERSITY OF TEXAS AT AUSTIN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

TABLE OF CONTENTS

	<u>Page No.</u>
Gifts	A - 2
Contracts	
General Contracts.....	A - 3
Nonintellectual Property-Related Sponsored Research Agreements – Foreign.....	A - 4
Amendments to the 2000-01 Budget.....	A - 9
Other Fiscal Items	
Purchase Orders – More than \$1,000,000.....	A - 21
Other Matters	
Approval of Dual Positions of Honor, Trust, or Profit	A - 22
Approval of Debit Card Program.....	A - 23

THE UNIVERSITY OF TEXAS AT AUSTIN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

GIFTS

The following gifts have been received, have been administratively approved by the President (or his delegate) and are recommended for ratification by the U. T. Board of Regents.

1. Donor Name: Houston Endowment Inc.
College/School/ Department: College of Fine Arts
Jack S. Blanton Museum of Art
Purpose: Building construction
Asset Type: Cash
Value: \$2,000,000 (final payment on \$12,000,000 pledge)
2. Donor Name: Schlumberger Technology Corporation - GeoQuest
College/School/ Department: College of Engineering
Department of Petroleum & Geosystems Engineering
Purpose: Faculty and student research
Asset Type: Geoscience software and maintenance for 3 years
Value: \$12,648,340
3. Donor Name: Schlumberger Technology Corporation - GeoQuest
College/School/ Department: Bureau of Economic Geology
Purpose: Faculty and student research
Asset Type: Geoscience software and maintenance for 3 years
Value: \$8,930,420
4. Donor Name: The Severin Wunderman Trust
College/School/ Department: College of Fine Arts
Jack S. Blanton Museum of Art
Purpose: Art acquisitions
Asset Type: Collection of art works by Jean Cocteau
Value: \$1,336,399

THE UNIVERSITY OF TEXAS AT AUSTIN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS

The following contracts or agreements have been awarded, have been administratively approved by the President (or his delegate) and are recommended for ratification by the U. T. Board of Regents.

GENERAL CONTRACTS

(FUNDS COMING IN)

1. Agency: Department of Defense: Army
Funds: \$1,000,000
Period: September 30, 1993 – September 29, 2003
Description: Electromechanics hypervelocity physics as they relate to weapon systems.
2. Agency: Office of Naval Research
Funds: \$1,516,641.00
Period: November 27, 2000 – January 26, 2002
Description: Provide a prototype K-SACE Electronics Assembly (EA) and a K-SACE Software Product Development System.
3. Agency: Office of Naval Research
Funds: \$2,500,000.00
Period: January 26, 2001 – July 25, 2002
Description: Integration, testing, and validation of subsystems for the Navy Mobile Range (NMR) to support full operational capacity.
4. Agency: Office of Naval Research
Funds: \$2,000,000
Period: January 25, 2001 – January 24, 2003
Description: Design, develop, and deliver a sonar tactical environmental acoustic decision aid for use within the ARCI(I) (Advanced Rapid Cots Insertion) program and supporting ARCI(I) sensor systems.

THE UNIVERSITY OF TEXAS AT AUSTIN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

GENERAL CONTRACTS

(FUNDS COMING IN) (Continued)

5. Agency: Office of Naval Research
Funds: \$2,300,000
Period: February 6, 2001 – August 05, 2002
Description: Provide upgraded algorithms for Advanced Processing Builds (APB) slated to upgrade submarine sonars to test other algorithms as implemented by the system integrator to assure the implementations are true to the designs.
6. Agency: Office of Naval Research
Funds: \$2,486,560
Period: February 6, 2001 – May 05, 2003
Description: Develop the Military Domain Representation Framework (MDRF) and provide demonstrations of the application of MDRF through the Joint Model + Data Provisioning System.

**NONINTELLECTUAL PROPERTY-RELATED SPONSORED RESEARCH
AGREEMENTS - FOREIGN**

(FUNDS COMING IN)

7. Country: Canada
Grantor: General Kinetics Engineering Corporation
No.: UTA01-173
New Funds: None
Current period: January 10, 2001 through January 9, 2011
Title/Description: Technology Associated with Electromechanical Actuators and Active Vehicle Suspension Systems
8. Country: Canada
Grantor: Optech Incorporated
No.: Agreement Dated 10/20/00
New Funds: \$13,000
Current period: October 20, 2000 through March 31, 2001
Title/Description: Resurvey of the Lower Texas Coast and Lower Rio Grande Valley

THE UNIVERSITY OF TEXAS AT AUSTIN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS (Continued)

**NONINTELLECTUAL PROPERTY-RELATED SPONSORED RESEARCH
AGREEMENTS - FOREIGN**

(FUNDS COMING IN)

9. Country: Canada
Grantor: Hyprotech Ltd.
No.: UTA01-206
New Funds: \$60,000
Current period: January 1, 2001 through December 31, 2002
Title/Description: Separations Research Program
10. Country: France
Grantor: Institut Pasteur
No.: UTA01-085
New Funds: None
Current period: November 20, 2000 through November 19, 2005
Title/Description: The transfer of Strain E. Coli containing the Plasmid PSAL20 to be used in basic research.
11. Country: France
Grantor: Institut Pasteur
No.: UTA01-086
New Funds: None
Current period: November 20, 2000 through November 19, 2005
Title/Description: The transfer of Strain E. Coli containing the Plasmid PSAL10 to be used in basic research.
12. Country: France
Grantor: Institut Pasteur
No.: UTA01-087
New Funds: None
Current period: November 20, 2000 through November 19, 2005
Title/Description: The transfer of Strain E. Coli containing the Plasmid PEA120 to be used in basic research.

THE UNIVERSITY OF TEXAS AT AUSTIN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS (Continued)

**NONINTELLECTUAL PROPERTY-RELATED SPONSORED RESEARCH
AGREEMENTS - FOREIGN**

(FUNDS COMING IN)

13. Country: France
Grantor: Institut Pasteur
No.: UTA01-088
New Funds: None
Current period: November 20, 2000 through November 19, 2005
Title/Description: The transfer of Strain E. Coli containing the Plasmid PEA130 to be used in basic research.
14. Country: France
Grantor: Avidis S.A.
No.: UTA01-127
New Funds: None
Current period: January 17, 2001 through January 16, 2006
Title/Description: The bacterial strains: C41(DE3) and C43(DE3) to be used in studies of recombinant protein expression.
15. Country: Germany
Grantor: RZPD
No.: UTA01-105
New Funds: None
Current period: December 7, 2000 through June 30, 2003
Title/Description: The use of CDNA Clone for research projects
16. Country: India
Grantor: Engineers India Limited
No.: UTA01-163
New Funds: \$50,000
Current period: January 1, 2001 through December 31, 2002
Title/Description: Separations Research Program

THE UNIVERSITY OF TEXAS AT AUSTIN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS (Continued)

**NONINTELLECTUAL PROPERTY-RELATED SPONSORED RESEARCH
AGREEMENTS - FOREIGN**

(FUNDS COMING IN)

17. Country: Italy
Grantor: The Food and Agriculture Organization of the United Nations
No.: UTA01-036
New Funds: \$6,000
Current period: September 20, 2000 through December 31, 2000
Title/Description: Visiting Scientist Agreement for Dr. A. Sankaralingam
18. Country: Japan
Grantor: Japan Atomic Energy Research
No.: UTA01-137
New Funds: \$35,000
Current period: December 1, 2000 through November 30, 2001
Title/Description: Theoretical and Computational Investigation of High Field Science
19. Country: Korea, Republic of
Grantor: Pohang University of Science and Technology
No.: UTA01-147
New Funds: \$40,000
Current period: November 1, 2000 through August 31, 2002
Title/Description: Control Methods for High Speed Networks
20. Country: Mexico
Grantor: Pemex-Exploración y Producción
No.: UTA01-030
New Funds: \$35,000
Current period: September 1, 2000 through August 31, 2001
Title/Description: Characterization of Reservoir Fractures and Faults

THE UNIVERSITY OF TEXAS AT AUSTIN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS (Continued)

**NONINTELLECTUAL PROPERTY-RELATED SPONSORED RESEARCH
AGREEMENTS - FOREIGN**

(FUNDS COMING IN)

21. Country: Mexico
Grantor: PEMEX Exploracion y Produccion
No.: UTA01-057
New Funds: \$30,000
Current period: January 1, 2000 through December 31, 2000
Title/Description: Reservoir Engineering Research Program
22. Country: Singapore
Grantor: The National University of Singapore
No.: UTA01-101
New Funds: None
Current period: September 21, 2000 through September 20, 2005
Title/Description: Seeds of the Plant Arabidopsis Thaliana, SGT 4287, 4435, 6254, 3742, 7057, 5464, 4072, 4370 to be used in research projects by Alan Lloyd, School of Biological Sciences, Cell & Molecular Biology.
23. Country: South Africa
Grantor: Sasol Technology (PYT) LTD
No.: Amendment No. 1 to Research Participation Agreement
New Funds: \$50,000
Current period: January 1, 2001 through December 31, 2002
Title/Description: Separations Research Program
24. Country: Venezuela
Grantor: PDVSA-INTEVEP
No.: UTA01-103
New Funds: \$80,000
Current period: January 1, 2000 through December 31, 2001
Title/Description: Multiple sponsor research program in the field of improved well performance

THE UNIVERSITY OF TEXAS AT AUSTIN
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET

The following Requests for Budget Changes (RBC's) have been administratively approved as required by the Executive Vice Chancellor for Academic Affairs and are recommended for ratification by the U. T. Board of Regents.

The term "rate" for academic institutions is the full-time nine-month base rate and for health institutions is the full-time twelve-month base rate; for all other personnel it is the full-time rate, the appointee receiving a proportionate amount depending upon the fraction of time for which the individual is appointed and the period of appointment. Source of funds for payment of salaries, unless otherwise shown, is the departmental salaries account.

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC#</u>
			<u>No. Mos.</u>	<u>Rate</u>	
APPOINTMENTS AND PROMOTIONS					
INSTRUCTION					
RED McCOMBS SCHOOL OF BUSINESS					
Marketing Administration					
Professor, Jack R. Crosby Regents Chair in Business Administration					
1. R.K. Srivistava (T)	1/16-5/31	100	09	127,000	121
	1/16-5/31	SUPLT	09	21,000	

Source of Funds:

\$ 63,500	Marketing
<u>10,500</u>	Crosby Regents Chair
<u>\$ 74,000</u>	Total Compensation

THE UNIVERSITY OF TEXAS AT AUSTIN
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC#</u>
			<u>No. Mos.</u>	<u>Rate</u>	
COLLEGE OF ENGINEERING					
Civil Engineering					
2. Ernest F. Gloyna (T)					160
From: Professor and Bettie Margaret Smith Chair in Environmental Health Engineering		50	09	120,552	
To: Professor Emeritus	1/16-5/31				
Professor Emeritus					
3. Benj F. McCullough	9/1-5/31				164
Electrical and Computer Engineering					
Professor Emeritus					
4. Lee E. Baker	9/1-5/31				154
Mechanical Engineering					
5. Jamie P. Lamb, Jr. (T)					163
From: Professor and Ernest Cockrell, Jr. Memorial Chair in Engineering		100	09	131,702	
		SUPLT	09	7,000	
To: Professor Emeritus	1/16-5/31				

THE UNIVERSITY OF TEXAS AT AUSTIN
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective</u> <u>Date</u>	<u>%</u> <u>Time</u>	<u>No.</u> <u>Mos.</u>	<u>Full-time</u> <u>Salary</u> <u>Rate</u>	<u>RBC#</u>
COLLEGE OF LIBERAL ARTS					
English					
6. Elizabeth Cullingford (T)					126
From: Professor		100	09	73,000	
To: Professor and Jane and Roland Blumberg Centennial Professorship In English	1/16-5/31	100	09	73,000	
French and Italian/Center for African and African American Studies					
7. Harold A. Wylie, Jr. (T)					127
From: Associate Professor		100	09	50,130	
To: Associate Professor Emeritus	1/16-5/31				
Geography					
8. William Doolittle (T)					128
From: Professor		100	09	65,500	
To: Professor and Erich W. Zimmerman Regents Professorship in Geography	9/1-5/31	100	09	65,500	

THE UNIVERSITY OF TEXAS AT AUSTIN
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC#</u>
			<u>No. Mos.</u>	<u>Rate</u>	
COLLEGE OF LIBERAL ARTS (continued)					
Germanic Studies					
9. Thomas J. Ohare (T)					129
From: Associate Professor		100	09	32,016	
To: Associate Professor Emeritus	9/1-5/31				
Sociology					
10. Antonio Ugalde (T)					130
From: Professor		L/A	09	66,800	
To: Professor Emeritus	1/16-5/31				
COLLEGE OF NATURAL SCIENCES					
Physics					
Professor Emeritus					
11. Bryce S. Dewitt	9/1-5/31				122
Professor Emeritus					
12. Cecile M. Dewitt	9/1-5/31				123
13. Yuval Ne'eman (T)					131
From: Professor		50	09	88,809	
To: Professor Emeritus	9/1-5/31				
Associate Professor					
14. Todd Ditmire (T)	1/16-5/31	100	09	74,000	124

THE UNIVERSITY OF TEXAS AT AUSTIN
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective</u> <u>Date</u>	<u>%</u> <u>Time</u>	<u>Full-time</u> <u>Salary</u>		<u>RBC#</u>
			<u>No.</u> <u>Mos.</u>	<u>Rate</u>	
LYNDON B. JOHNSON SCHOOL OF PUBLIC AFFAIRS					
Professor, Sid Richardson Chair of Public Affairs					
15. Kenneth S. Apfel (T)	1/22-5/31	100	09	120,000	125

Source of Funds:

\$ 14,493	LBJ School
<u>43,478</u>	Richardson Chair
<u>\$ 57,971</u>	Total Compensation

SCHOOL OF NURSING

16. Beverly A. Hall (T)					132
From: Professor		100	09	74,372	
To: Professor Emeritus	1/16-5/31				

THE UNIVERSITY OF TEXAS AT AUSTIN
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>TRANSFERS OF FUNDS</u>	<u>RBC#</u>
<u>DESIGNATED FUNDS</u>	
17. Amount of Transfer:	\$ 111,700 112
From: Library Fee - Operating Income	
To: Library Fee - Maintenance, Operation, and Equipment	
Transfer a portion of Library Fee 1999-00 balance forward income to the expenditure account to adjust for unanticipated expenses for fiscal year 2000-01.	
18. Amount of Transfer:	\$ 145,000 113
From: Business Administration – Multimedia Laboratory Operating Income	145,000
To: Business Administration – Multimedia Laboratory Classified Salaries	124,000
Business Administration – Multimedia Laboratory Fringe Benefits	21,000
Transfer 1999-00 balance forward income to salary and fringe benefit accounts to cover classroom technical staff expenditures.	
19. Amount of Transfer:	\$ 144,551 114
From: Course Fees – Computer Center Operating Income	
To: Course Fees – Computer Center Maintenance, Operation, and Equipment	
Transfer course fee income to expenditure account to cover software, hardware, and class curriculum support costs for the Computer Center in the Red McCombs School of Business.	

THE UNIVERSITY OF TEXAS AT AUSTIN
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>TRANSFERS OF FUNDS</u>	<u>RBC#</u>
DESIGNATED FUNDS (continued)	
20. Amount of Transfer:	\$ 100,000 119
From: Designated Tuition – Miscellaneous Income	
To: College of Natural Sciences – Special Equipment – Operating Income	
To provide funding for equipment, start-up and counter-offer packages, and matching funds as approved by the Executive Vice President and Provost.	
21. Amount of Transfer:	\$ 125,000 151
From: Dean of Natural Sciences – Equipment Fee Chemistry and Biochemistry - Operating Income	
To: Dean of Natural Sciences – Equipment Fee Chemistry and Biochemistry – Maintenance, Operation, and Equipment	
Transfer fee income to expense account for purchase of a Nuclear Resonance Spectrometer for the undergraduate teaching laboratories.	
22. Amount of Transfer:	\$ 350,000 161
From: Liberal Arts Media Center Instructional Technology – Operating Income	
To: Liberal Arts Media Center Instructional Technology – Miscellaneous Expenditures	
To make funds available for technology upgrades for three auditoriums and five classrooms. Media Center income account funded by transfer from the Dean of Liberal Arts Instructional Technology Fee operating income account.	

THE UNIVERSITY OF TEXAS AT AUSTIN
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

TRANSFERS OF FUNDS

RBC#

AUXILIARY ENTERPRISES FUNDS

23. Amount of Transfer:	\$ 200,000	115
-------------------------	------------	-----

From: University Bands – Athletic Bands
 Operating Income

To: University Bands – Athletic Bands
 All Expenses

Transfer from income account to expenditure account to fund the Longhorn Band budget for the Holiday Bowl. Income received from transfer of funds from Intercollegiate Athletics department.

24. Amount of Transfer:	\$ 3,835,000	120
-------------------------	--------------	-----

From: Intercollegiate Athletics for Men Operating Income	3,835,000	
---	-----------	--

To: Intercollegiate Athletics for Men Administrative and Professional Salaries	445,000	
Intercollegiate Athletics for Men Classified Salaries	50,000	
Intercollegiate Athletics for Men Fringe Benefits	80,000	
Intercollegiate Athletics for Men Wages	50,000	
Intercollegiate Athletics for Men Other Expenses	1,060,000	
Intercollegiate Athletics for Men Travel	820,000	
Intercollegiate Athletics for Men Allocation for Budget Adjustment	1,330,000	

Adjust 2000-01 annual budget for actual revenue projections in excess of amount projected in original approved budget.

THE UNIVERSITY OF TEXAS AT AUSTIN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

TRANSFERS OF FUNDS

RBC#

AUXILIARY ENTERPRISES FUNDS (continued)

25. Amount of Transfer: \$ 120,000 149

From: Plant Funds – Parking and Traffic Reserve
For Renewals and Replacements

To: Parking and Traffic Administration –
Maintenance, Operation, and Equipment

To provide funding for proposed automated parking management system to replace current mainframe system that will issue parking permits, apply the parking permit fees, manage citations, manage special events, and schedule lot maintenance.

PLANT FUNDS

26. Amount of Transfer: \$ 600,000 116

From: VPBA - Pooled Plant Funds Balances

To: Flawn Academic Center – Office of the Vice President
For Information Technology

To provide funding to remodel an office in the Flawn Academic Center for the Vice President for Information Technology.

27. Amount of Transfer: \$ 750,000 117

From: Telecommunications Services –
UTX Equipment Replacement

To: Campus – Voice Mail Upgrade

To provide funding to upgrade voicemail to a campus-wide unified messaging system.

THE UNIVERSITY OF TEXAS AT AUSTIN
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>TRANSFERS OF FUNDS</u>	<u>RBC#</u>
PLANT FUNDS (continued)	
28. Amount of Transfer:	\$ 500,000 118
From: Designated Funds –Designated Tuition Miscellaneous Income	
To: Plant Funds – 1998/01 Academic Space Improvements	
To transfer funds from Designated Tuition to Academic Space Improvements for academic remodeling as approved by the Executive Vice President and Provost and Senior Vice President and Chief Financial Officer.	
29. Amount of Transfer:	\$ 335,000 145
From: Designated Funds – Rashid Engineering Regents Chair – Maintenance, Operation, and Equipment 180,000 Plant Funds – 1999/01 Academic Remodeling Provost Controlled 155,000	
To: Welch Hall – Lab Renovation for Dr. Grant Willson 335,000	
To provide funding for lab renovation for Dr. Grant Willson in Welch Hall, Room 5.310.	
30. Amount of Transfer:	\$ 250,000 146
From: Texas Union – Reserve for Renewals and Replacements	
To: Texas Union – Santa Rita Suite Renovation	
To provide funding to renovate the Santa Rita Suite in the northwest corner of the third floor of the Texas Union Building.	

THE UNIVERSITY OF TEXAS AT AUSTIN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

TRANSFERS OF FUNDS

RBC#

PLANT FUNDS (continued)

31. Amount of Transfer: \$ 1,252,900 147

From: Vice President for Business Affairs -
Loan #11 CBA 2.314 Undergraduate Dean's
Office Renovation

To: College of Business Administration -
Room 2.314 (UDOSS) Renovation

To provide funding for office renovations at the Undergraduate Dean's
Office (UDOSS) on the second floor of the Red McCombs School of
Business (CBA Building).

32. Amount of Transfer: \$ 872,250 148

From: Vice President for Business Affairs -
Loan #12 Graduate School of Business –
5.142 Media

To: Graduate School of Business –
Remodel 5.142 Media

To provide funding to remodel GSB (Graduate School of Business
Building) 5.142 into an executive education media classroom.

33. Amount of Transfer: \$ 138,000 150

From: Housing and Food Service -
Fire Safety System Reserve

To: Campus - Fire Sprinkler Installation

To provide funding for fire sprinkler installation in the following residence
halls: Brackenridge, Roberts, Prather, Carothers, and Moore Hill.

THE UNIVERSITY OF TEXAS AT AUSTIN
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>TRANSFERS OF FUNDS</u>	<u>RBC#</u>
PLANT FUNDS (continued)	
34. Amount of Transfer:	\$ 138,000 152
From: Restricted Current Funds Gifts – Barrow Conference	
Room Remodeling Fund – All Expenses	37,000
Plant Funds – VPBA - Loan #13 Geology	
Building – Room 532 Renovation	101,000
To: Plant Funds – Geology Building Room 532	
Renovation – All Expenses	138,000
To provide funding to enlarge the existing Geology Building conference room.	
35. Amount of Transfer:	\$ 3,000,000 153
From: Auxiliary Enterprises Funds – Interest on Temporary	
Investments – Auxiliary Enterprises –	
Operating Income	
To: Plant Funds – Scarbrough Property	
To provide funding for the purchase of the Scarbrough property, 2612 Whitis Avenue.	

THE UNIVERSITY OF TEXAS AT AUSTIN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

OTHER FISCAL ITEMS

PURCHASE ORDERS - MORE THAN \$1,000,000

The following purchase order has been administratively approved by the President (or his delegate) and is recommended for ratification by the U. T. Board of Regents.

(FUNDS GOING OUT)

1. Agency: Amdahl Corporation
Funds: \$1,166,718
Title/Description: Amend the current purchase order with Amdahl Corporation, which provided for the purchase of additional computing capacity for Administrative Computing Services to upgrade their Amdahl GS-7Z5 computer to a GS-2065C to meet growing campus-wide administrative computing demand, to exercise the option to upgrade the GS-2065C by an additional 215 MIPS, to provide engine rental on installed dynamic quick capacity engines for peak demand twice per year, and to extend the warranty on the additional 215 MIPS through August 31, 2003

THE UNIVERSITY OF TEXAS AT AUSTIN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

OTHER MATTERS

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT

The following item has been approved by the Executive Vice Chancellor for Academic Affairs in accordance with the Regents' Rules and Regulations, Part One, Chapter III, Section 13 and is submitted for ratification by the U. T. Board of Regents.

It has been determined that the holding of this office or position is of benefit to the State of Texas and The University of Texas and there is no conflict between holding the position and Professor Lambert's appointment with The University of Texas System.

- | | |
|---------------|---|
| Name: | Robert Lambert |
| Title: | Adjunct Professor |
| Position: | Lower Colorado River Authority Board of Directors |
| Period: | December 3, 1999 through February 1, 2005 |
| Compensation: | None |
| Description: | In December 1999 Governor George W. Bush appointed Professor Lambert as a member of the Board of Directors of the Lower Colorado River Authority. The Texas Senate confirmed the appointment during the 77th Regular Session of the Texas Legislature. Professor Lambert's appointment is to the 15-member board that is the governing body of the Lower Colorado River Authority and is responsible for all policy-making. |

THE UNIVERSITY OF TEXAS AT AUSTIN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

OTHER MATTERS (Continued)

APPROVAL OF DEBIT CARD PROGRAM

The following item has been approved by the Executive Vice Chancellor for Academic Affairs and is recommended for approval by the Board of Regents. In accordance with Texas Education Code Subsection 51.940 the Board of Regents may establish a program to provide students enrolled at U. T. Austin with a debit card. The debit card may be used by students to purchase merchandise or service available through the institution or through a person authorized to sell merchandise or service at the institution. U. T. Austin will comply with all of the statutory requirements in the Texas Education Code Subsection 51.940 with respect to the establishment of the debit card program and participation by off-campus merchants.

THE UNIVERSITY OF TEXAS AT BROWNSVILLE
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

TABLE OF CONTENTS

	<u>Page No.</u>
Other Matters	
Approval of Dual Positions of Honor, Trust, or Profit	B - 2

THE UNIVERSITY OF TEXAS AT BROWNSVILLE
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

OTHER MATTERS

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT

The following items have been approved by the Executive Vice Chancellor for Academic Affairs in accordance with the Regents' Rules and Regulations, Part One, Chapter III, Section 13 and are submitted for ratification by the U. T. Board of Regents. It has been determined that the holding of these positions are of benefit to the State of Texas and The University of Texas and there is no conflict between holding the positions and Dr. Juliet V. García's appointments with The University of Texas System.

1. Name: Dr. Juliet V. García
Title: President
Position: Appointment to the Board of Directors of Advisory Committee on Student Financial Assistance
Period: 1/17/97 Member 1999 – 9/30/02 Chair
Compensation: Salary \$100/meeting, travel & Per Diem
Description: The Committee serves as an independent source of advice and counsel to Congress and the Secretary of Education on student financial aid policy. It was established by the Congress of the United States with the enactment of the Higher Education Amendments of 1986 and began operation in 1988. The purpose of the Advisory Committee as originally defined by Congress in statute to: provide extensive knowledge and understanding of federal, state, and institutional programs of postsecondary student assistance; provide technical expertise with regard to systems of need analysis and application forms; and make recommendations that will result in the maintenance of access to postsecondary education for low- and middle income students. Congress has asked the Committee to monitor progress toward implementing the Amendments of 1998, conduct independent, objective assessments, and make recommendations for improvement to the Congress and the Secretary.

THE UNIVERSITY OF TEXAS AT BROWNSVILLE
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

OTHER MATTERS (Continued)

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT (Continued)

2. Name: Dr. Juliet V. García
Title: President
Position: Appointment to the President's Advisory Commission on Educational Excellence for Hispanic Americans
Period: October 1994 thru September 2001
Compensation: Travel and Per Diem
Description: The President's Advisory Commission on Educational Excellence for Hispanic Americans was established to advise the President and the Secretary of Education on the progress of Hispanic American education, Federal efforts for education, and local involvement in education.

THE UNIVERSITY OF TEXAS AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

TABLE OF CONTENTS

	<u>Page No.</u>
Gifts	D - 2
Amendments to the 2000-01 Budget.....	D - 3

THE UNIVERSITY OF TEXAS AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

GIFTS

The following gift has been received, has been administratively approved by the Executive Vice Chancellor for Academic Affairs and is recommended for ratification by the U. T. Board of Regents.

1. Donor Name: The Texas Instruments Foundation
College/School/ Department: Erik Jonsson School of Engineering and Computer Science
Purpose: To support the expansion of the Erik Jonsson School of Engineering and Computer Science
Asset Type: Cash
Value: \$1,000,000

THE UNIVERSITY OF TEXAS AT DALLAS
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET

The following Requests for Budget Changes (RBC's) have been administratively approved as required by the Executive Vice Chancellor for Academic Affairs and are recommended for ratification by the U. T. Board of Regents.

The term "rate" for academic institutions is the full-time nine-month base rate and for health institutions is the full-time twelve-month base rate; for all other personnel it is the full-time rate, the appointee receiving a proportionate amount depending upon the fraction of time for which the individual is appointed and the period of appointment. Source of funds for payment of salaries, unless otherwise shown, is the departmental salaries account.

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>No. Mos.</u>	<u>Full-time Salary Rate</u>	<u>RBC #</u>
<u>APPOINTMENTS AND PROMOTIONS</u>					
OFFICE OF THE PRESIDENT					
1. Franklyn G. Jenifer (T)					17
From: President and Professor		100	12	223,000	
		0	9	130,665	
To: President and Professor	9/1-8/31	100	12	223,000	
and Eugene McDermott	9/1-5/31	0	12	130,665	
Distinguished Chair of University Leadership					

Appointment to the newly established Eugene McDermott Distinguished Chair of University Leadership.

THE UNIVERSITY OF TEXAS AT DALLAS
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective</u> <u>Date</u>	<u>%</u> <u>Time</u>	<u>No.</u> <u>Mos.</u>	<u>Full-time</u> <u>Salary</u> <u>Rate</u>	<u>RBC #</u>
<u>APPOINTMENTS AND PROMOTIONS</u>					
OFFICE OF THE EXECUTIVE VICE PRESIDENT AND PROVOST					
2. B. Hobson Wildenthal (T)					18
From: Executive Vice President		100	12	197,600	
and Provost and Professor		0	9	117,000	
To: Executive Vice President	9/1-8/31	100	12	197,600	
and Provost and Professor	9/1-5/31	0	9	117,000	
and Cecil H. Green					
Distinguished Chair of					
Academic Leadership					
Appointment to the newly established Cecil H. Green Distinguished Chair of Academic Leadership.					
OFFICE OF VICE PRESIDENT FOR RESEARCH AND GRADUATE EDUCATION					
Vice President and Professor of Physics					
3. Da Hsuan Feng (T)	12/10-8/31	100	12	170,000	12
	12/10-5/31	0	9	120,000	

THE UNIVERSITY OF TEXAS AT DALLAS
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective</u> <u>Date</u>	<u>%</u> <u>Time</u>	<u>No.</u> <u>Mos.</u>	<u>Full-time</u> <u>Salary</u> <u>Rate</u>	<u>RBC #</u>
<u>APPOINTMENTS AND PROMOTIONS</u>					
ERIK JONSSON SCHOOL OF ENGINEERING AND COMPUTER SCIENCE					
Computer Science					
4. Farokh B. Bastani (T)					15
From: Professor		100	9	125,600	
To: Professor and Excellence	9/1-5/31	100	9	125,600	
in Education Chair #2	1/1-5/31	SUPLT	9	12,000	
in Engineering and					
Computer Science					
SCHOOL OF ARTS AND HUMANITIES					
5. Rainer Schulte (T)					16
From: Professor of Arts and Humanities		100	9	85,250	
To: Professor of Arts and	1/1-5/31	100	9	85,250	
Humanities and Katherine R.					
Cecil Professorship					
For Foreign Languages					

THE UNIVERSITY OF TEXAS AT DALLAS
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective</u> <u>Date</u>	<u>%</u> <u>Time</u>	<u>No.</u> <u>Mos.</u>	<u>Full-time</u> <u>Salary</u> <u>Rate</u>	<u>RBC #</u>
<u>APPOINTMENTS AND PROMOTIONS</u>					
SCHOOL OF UNDERGRADUATE STUDIES					
6. J. Michael Coleman (T)					20
From: Dean of Undergraduate Studies and Professor		100 0	12 9	117,500 75,000	
To: Associate Provost and Dean of Undergraduate Studies and Professor	2/1-8/31 9/1-5/31	100 0	12 9	117,500 75,000	

<u>TRANSFERS OF FUNDS</u>		<u>RBC #</u>
EDUCATIONAL AND GENERAL		
7. Amount of Transfer	\$1,200,000	13
From: Library Acquisition Fee		
To: Plant Funds		
Partial matching funds for the McDermott Library Renovation.		

GENERAL REVENUE		
8. Amount of Transfer	\$1,420	26
From: 5th Year Accounting Scholarship Program		
To: Texas Higher Education Coordinating Board		
Reduce budget to actual appropriated amount of award.		

THE UNIVERSITY OF TEXAS AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

TRANSFERS OF FUNDS

RBC #

9.	Amount of Transfer	\$1,796	27
	From: Texas College Workstudy Program		
	To: Texas Higher Education Coordinating Board		
	Reduce budget to actual appropriated amount of award.		
10.	Amount of Transfer	\$12,538	28
	From: Texas Higher Education Coordinating Board		
	To: TASP Remedial Education		
	Increase budget to actual appropriated amount of award.		

THE UNIVERSITY OF TEXAS AT EL PASO
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

TABLE OF CONTENTS

	<u>Page No.</u>
Contracts	
General Contracts.....	EP - 2
Amendments to the 2000-01 Budget.....	EP - 3
Other Fiscal Items	
Bowl Game Statement.....	EP - 6
Other Matters	
Approval of Dual Positions of Honor, Trust, or Profit	EP - 7

THE UNIVERSITY OF TEXAS AT EL PASO
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS

The following contract or agreement has been awarded, has been administratively approved by the President and is recommended for approval by the U. T. Board of Regents.

GENERAL CONTRACTS

(FUNDS COMING IN)

1. Agency: Sodexo Marriott Services of Texas Limited Partnership
Funds: Contractor will invest \$310,000 in capital improvements to the food vending areas.
Annual Guaranteed Cash Payment: \$200,000 + CPI
Royalty Percentages by Volume: Non-Brand 5% to 8%
Brand 2.5% to 3.5%
Catering 8% to 3.5%
Concession Royalty Percentages by Volume: 38% to 32%
(Per Schedule 12 of Contract)
Period: Service Commencement Date: September 1, 2000 through August 31, 2005
Description: To provide full-service food, alcoholic beverage services, and non-alcoholic beverage services on the UTEP campus.

THE UNIVERSITY OF TEXAS AT EL PASO
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET

The following Requests for Budget Changes (RBC's) have been administratively approved as required by the Executive Vice Chancellor for Academic Affairs and are recommended for ratification by the U. T. Board of Regents.

The term "rate" for academic institutions is the full-time nine-month base rate and for health institutions is the full-time twelve-month base rate; for all other personnel it is the full-time rate, the appointee receiving a proportionate amount depending upon the fraction of time for which the individual is appointed and the period of appointment. Source of funds for payment of salaries, unless otherwise shown, is the departmental salaries account.

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate</u>	
<u>APPOINTMENTS AND PROMOTIONS</u>					
EDUCATIONAL AND GENERAL FUNDS					
COLLEGE OF BUSINESS ADMINISTRATION/ OFFICE OF RESEARCH AND SPONSORED PROJECTS					
Economics and Finance					
1. James H. Holcomb (T)					9
From: Associate Professor		100	09	58,344	
To: Assistant Vice President Research and Sponsored Projects and Associate Professor	9/1-8/31 9/1-5/31	66.67 33.33	12 09	77,792 58,344	
COLLEGE OF EDUCATION					
Teacher Education/Chicano Studies Program					
2. Jorge A. Descamps (T)					12
From: Professor		100	09	61,360	
To: Professor/Chair	1/1-5/31	100	09	61,360	
		SUPLT	09	2,000	

THE UNIVERSITY OF TEXAS AT EL PASO
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate</u>	
<u>APPOINTMENTS AND PROMOTIONS</u>					
EDUCATIONAL AND GENERAL FUNDS (Continued)					
COLLEGE OF ENGINEERING					
Mechanical and Industrial Engineering					
Professor					
3. Louis J. Everett (T)	1/16-5/31	100	09	80,000	3
COLLEGE OF HEALTH SCIENCES/ OFFICE OF THE DEAN					
Dean/Professor					
4. John B. Conway (T)	1/16-8/31	100	12	120,000	4
	1/16-5/31	WOS	09	75,000	
COLLEGE OF SCIENCE					
Chemistry/Environmental Science and Engineering					
5. Jorge Gardea-Torresdey (T)					11
From: Professor/Chair		100	09	77,175	
		SUPLT	09	2,000	
To: Professor/Chair	1/16-5/31	100	09	80,000	
Richard R. Dudley and Francis M. Dudley Memorial Professorship		SUPLT	09	2,000	

THE UNIVERSITY OF TEXAS AT EL PASO
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>TRANSFERS OF FUNDS</u>	<u>RBC #</u>
<u>AUXILIARY ADMINISTRATION</u>	
Intercollegiate Athletics	
6. Amount of Transfer	\$466,000
	1
From: Intercollegiate Athletics Estimated Income-Men's Post Season Play	
To: Men's Football-Administrative & Professional Salaries	
	\$61,000
Men's Football-Fringe Benefits	
	5,000
Men's Football-Post Season Game Expense	
	400,000
This budget adjustment is necessary to reflect the Humanitarian Bowl Expenses and bonus pay for football coaches per contractual obligations.	
7. Amount of Transfer	\$388,064
	2
From: Intercollegiate Athletics – Income	
To: Event Management-Men's Football Operating Income Expenses	
	\$150,000
Athletics-Marketing, Advertising And Promotion Maintenance and Operation	
	7,520
Athletics-Team Travel	
	86,500
Athletics-Ticket Center Expense	
	64,500
Athletics-Men's Football	
	55,550
Operating Reserve	
	23,994

Budget adjustment is necessary to reflect increase in revenue and expenses for Intercollegiate Athletics.

THE UNIVERSITY OF TEXAS AT EL PASO
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

OTHER FISCAL ITEMS

BOWL GAME STATEMENT

The actual income statement of expenses for participation in the Crucial.com Humanitarian Bowl Game in Boise, Idaho, on December 28, 2000 are as follows. Approval was received from the Executive Vice Chancellor for Academic Affairs.

The 2000 Crucial.com Humanitarian Bowl Game Statement

<u>REVENUE</u>	<u>AMOUNT</u>	
Humanitarian Bowl Payout	\$ 500,000	
Miscellaneous Income	<u>-</u>	
Total Revenue		<u>\$500,000</u>
 <u>EXPENDITURES</u>		
Airfare	114,000	
Non-Charter	5,133	
Buses	39,184	
Coaches Bonuses	49,631	
Hotel	49,361	
Meals	106,535	
Ground Transportation	982	
Entertainment	11,686	
Equipment	26,646	
Media Guide & Posters	6,648	
Bowl Gifts	59,317	
Tickets	6,540	
Broadcasting Rights	2,000	
Miscellaneous	<u>282</u>	
		<u>\$477,945</u>
Net Income		<u>\$ 22,055</u>

THE UNIVERSITY OF TEXAS AT EL PASO
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

OTHER MATTERS

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT

The following item has been approved by the Executive Vice Chancellor for Academic Affairs in accordance with the Regents' Rules and Regulations, Part One, Chapter III, Section 13 and is submitted for ratification by the U. T. Board of Regents. It has been determined that the holding of this office or position is of benefit to the State of Texas and The University of Texas and there is no conflict between holding the position and Dr. Natalicio's appointment with The University of Texas System.

1. Name: Diana S. Natalicio
Title: President
Period: January, 2001 until termination
Compensation: None
Description: In January 2001 President Elect George W. Bush appointed Dr. Natalicio to the Education Advisory Committee of the Bush-Cheney Transition Team. The Education Transition Advisory Team consists of 30 other education and industry leaders and will provide an opportunity to keep border education issues in the forefront of national policy makers.

THE UNIVERSITY OF TEXAS – PAN AMERICAN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

TABLE OF CONTENTS

	<u>Page No.</u>
Other Matters	
Mandatory Freshman Housing Policy	PA - 2

THE UNIVERSITY OF TEXAS – PAN AMERICAN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

OTHER MATTERS

MANDATORY FRESHMAN HOUSING POLICY

The following institutional policy for Mandatory Freshman Housing at The University of Texas – Pan American has been approved by the Executive Vice Chancellor for Academic Affairs and is recommended for approval by the U. T. Board of Regents. Upon approval, the policy will be included in the institutional Handbook of Operating Procedures.

A. Purpose

The following identifies the guidelines for use in the implementation of mandatory freshman housing in the University's residential facilities and establishes the exemption criteria to be used in the review of exemption requests.

B. Identification of Freshman Population

In support of the educational mission of the University and the value of on-campus residency to the academic success and social development of students, all undergraduate students who have earned fewer than 30 semester credit hours (excluding credit hours accumulated through Advanced Placement and concurrent enrollment), who are enrolled for nine or more semester credit hours during the fall and/or spring semesters, who are under the age of 21 prior to the first day of the semester of their initial enrollment at the University, and whose application for admission confirms permanent residency outside a 90 mile radius from the campus are required to reside in a university-owned residence hall.

C. Space Availability

In the event that the number of applications for housing in the residence halls exceeds the number of available spaces, students required by this policy to live in a university-owned residence hall will be required to reside in Bronc Village, pending space availability in the apartment units.

THE UNIVERSITY OF TEXAS – PAN AMERICAN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

OTHER MATTERS (Continued)

MANDATORY FRESHMAN HOUSING POLICY (Continued)

D. Room Reservations

A Residence Hall Reservation Agreement may be obtained at the Office of Residence Life, and reservation forms, along with the room deposit, must be submitted to the Office of Residence Life no later than March 15th for summer matriculation, May 15th for fall matriculation, and October 15th for spring matriculation.

Failure to submit a Residence Hall Reservation Agreement and room deposit by the appropriate deadline will result in a late fee charged to the student.

Students who fail to submit a Residence Hall Reservation Agreement and room damage deposit prior to the first day of classes of the semester of their initial enrollment will have a hold placed on the student's enrollment and registration and are subject to withdrawal from the University.

E. Exemption Criteria

Students who meet one or more of the following criteria, are eligible for an exemption from this requirement. A completed Exemption Request Form (which may be obtained at the Office of Residence Life) and supporting documentation, as described below, must be submitted to the Office of Residence Life by April 1st for summer matriculation, by July 1st for fall matriculation, and by November 1st for spring matriculation.

- 1) Married students (a copy of the marriage certificate must accompany the written request for exemption)
- 2) Students who are parents (a copy of the child's/children's birth certificate(s) must accompany the written request for exemption)

The Director of Residence Life will review each request for exemption and will notify the student of approval or denial of the request within 10 days of the receipt of the request and supporting documentation. Any student wishing to

OTHER MATTERS (Continued)

THE UNIVERSITY OF TEXAS – PAN AMERICAN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

MANDATORY FRESHMAN HOUSING POLICY (Continued)

appeal the decision of the Director of Residence Life with regard to an exemption request may submit a written appeal and supporting documentation to the Dean of Students. The appeal must be written and filed, along with any supporting documentation, with the Office of the Dean of Students within 10 days of the date on which the original decision of the Director of Residence Life was mailed to the student. The Dean of Students will review each appeal and notify the student of approval or denial of the appeal within 10 days of the receipt of the appeal.

F. Special Circumstances

Students who do not meet any of the exemption categories identified in Section E above who desire to live off-campus must submit a Special Circumstances Exemption Request Form (which can be obtained at the Office of Residence Life) and supporting documentation to the Office of Residence Life by April 1st for summer matriculation, by July 1st for fall matriculation, and by November 1st for spring matriculation.

The Director of Residence Life will review each request on a case-by-case basis. Notification of approval or denial of the request will be mailed to the student within 10 days of the receipt of the request and supporting documentation. Any student wishing to appeal the decision of the Director of Residence Life with regard to a special circumstances exemption request may submit a written appeal and supporting documentation to the Dean of Students. The appeal must be written and filed, along with any supporting documentation, with the Office of the Dean of Students within 10 days of the date on which the original decision of the Director of Residence Life was mailed to the student. The Dean of Students will review each appeal and notify the student of approval or denial of the appeal within 10 days of the receipt of the appeal.

G. Review of Policy

This policy shall be reviewed annually by the Director of Residence Life.

THE UNIVERSITY OF TEXAS OF THE PERMIAN BASIN
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

TABLE OF CONTENTS

	<u>Page No.</u>
Amendments to the 2000-01 Budget.....	PB - 2

THE UNIVERSITY OF TEXAS OF THE PERMIAN BASIN
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-2001 BUDGET

The following Request for Budget Changes (RBC's) has been administratively approved as required by the Executive Vice Chancellor for Academic Affairs and is recommended for ratification by the U. T. Board of Regents.

The term "rate" for academic institutions is the full-time nine-month base rate and for health institutions is the full-time twelve-month base rate; for all other personnel it is the full-time rate, the appointee receiving a proportionate amount depending upon the fraction of time for which the individual is appointed and the period of appointment. Source of funds for payment of salaries, unless otherwise shown, is the departmental salaries account.

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate</u>	
<u>APPOINTMENTS AND PROMOTIONS</u>					
Office of the President					
President, Professor					
1. W. David Watts (T)	6/11	100%	12	\$160,000	^a 1
	6/11	WOS	09		^b

Source of Funds:

\$ 65,945 - Office of the President General Revenue
 81,255 - Office of the President Designated Funds
12,800 - Support for Excellence Fund
\$160,000 - Total Salary Rate

^a Allowance in lieu of house and utilities

^b Academic rate currently being negotiated

THE UNIVERSITY OF TEXAS AT SAN ANTONIO
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

TABLE OF CONTENTS

	<u>Page No.</u>
Contracts	
General Contracts.....	SA - 2
Parking and Traffic Regulations	SA - 3
Parking Permit Fees.....	SA - 4
Fees and Miscellaneous Charges	
Other Fees and Charges	SA - 6
Board Rates.....	SA - 8
Other Matters	
Student Constitution or Bylaws *.....	SA - 9

*** Item deferred by Board of Regents until future meeting**

THE UNIVERSITY OF TEXAS AT SAN ANTONIO
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS

The following contract or agreement has been awarded, has been administratively approved by the President (or his delegate) and is recommended for approval by the U. T. Board of Regents.

GENERAL CONTRACTS

(FUNDS COMING IN)

1. Agency: Bottling Group, LLC
Funds: \$1,815,000 plus 45% commission on vending machine sales
Period: August 21, 2000 through August 31, 2010
Description: Bottling Group, LLC agrees to exclusive rights to offer beverages for sale on campus

THE UNIVERSITY OF TEXAS AT SAN ANTONIO
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

PARKING AND TRAFFIC REGULATIONS

The following listing summarizes the substantive changes proposed to Parking and Traffic Regulations of The University of Texas at San Antonio. They have been approved by the Executive Vice Chancellor for Academic Affairs and the Office of General Counsel and are incorporated in model regulations approved by the U. T. Board of Regents. These regulations supersede all prior Parking and Traffic Regulations and continue in effect until modified.

Parking and Traffic Regulations for 2001-02

<u>Page Number(s)</u>	<u>Summary of Proposed Substantive Change</u>
1, 2	Section I (4) revised to reference new classes of parking permits.
2	Section I (5) revised to reference permit restrictions for new classes of parking permits.
6	Section III (11, 14, 15) revised definitions to reference new classes of parking permits.
8, 9	Section VI (E) revised classes of permits and fees.
10	Section VI (H) added reference to lost or stolen permits.
12	Section VII revised process for assessing enforcement fees.
14	Section VIII (D) increased vehicle immobilization fee and clarified impound violation process.
14	Section VIII (E) expanded access for parking citation appeal process.
17	Section IX (A, B, C) revised reciprocal parking rules.
17, 18	Section IX (D, E) added reciprocal parking rules.

PARKING AND TRAFFIC REGULATIONS (Continued)

THE UNIVERSITY OF TEXAS AT SAN ANTONIO
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

Parking and Traffic Regulations for 2001-02

<u>Page Number(s)</u>	<u>Summary of Proposed Substantive Change</u>
18	Section X (A) added new type of permit for downtown campus parking.
19	Section X (H) revised commuter parking permit criteria.

PARKING PERMIT FEES

Ratification is recommended for the following parking permit fees to be effective beginning with the Fall Semester 2001. The fees have been administratively approved by Executive Vice Chancellor for Academic Affairs.

Following Regental approval, the appropriate component catalog will be amended to reflect these new fees.

	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
Annual fees:			
<u>Student Permit Classifications</u>			
Garage	\$ 0	\$360	N/A
General/Fall	50	53	6.0%
General/Spring	26	28	7.7%
General/Summer	21	22	4.8%
Disabled/Fall	0	53	N/A
Disabled/Spring	0	28	N/A
Disabled/Summer	0	22	N/A
Motorcycle, Motor Scooter, Motor Bike, Moped/Fall	20	21	5.0%
Motorcycle, Motor Scooter, Motor Bike, Moped/Spring	17	12	-29.4%
Motorcycle, Motor Scooter, Motor Bike, Moped/Summer	12	9	-25.0%
Lot 11	0	24	N/A

PARKING AND TRAFFIC REGULATIONS (Continued)

THE UNIVERSITY OF TEXAS AT SAN ANTONIO
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

PARKING PERMIT FEES

	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
<u>Faculty/Staff Classifications</u>			
Garage (formerly Executive)	0	360	N/A
Executive	229	0	N/A
Administrative	229	0	N/A
Reserved (formerly Administrative)	229	264	15.3%
Reserved	137	0	N/A
Faculty/Staff A (formerly Reserved)	137	150	9.5%
Faculty/Staff B (formerly Faculty/Staff)	70	75	7.1%
Disabled	0	75	N/A
Annual fees:			
<u>Permit Classifications</u>			
Motorcycle, Motor Scooter, Motor Bike, Moped	\$ 20	\$ 30	50.0%
Lot 11	0	24	N/A
<u>Non-benefitted Temporary Faculty and Staff Employees, Vendors, Salespersons, Technical Representatives, Other Servicing Personnel, and Persons Regularly Using University Facilities</u>			
	27	30	11.1%
<u>Alumni</u>	11	12	9.1%
<u>Non-affiliated University Oaks and Chisholm Hall Residents</u>	25	30	20.0%

NOTE: Annual parking permit fees may be prorated for permits purchased for spring semester/summer session or for summer session only and refunds may be made for fall semester enrollment/employment only.

THE UNIVERSITY OF TEXAS AT SAN ANTONIO
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

FEEES AND MISCELLANEOUS CHARGES

OTHER FEES AND CHARGES

The following new charges recommended for approval by the U. T. Board of Regents and inclusion in institutional catalogs have been approved by the Executive Vice Chancellor for Academic Affairs. All recommended charges are consistent with applicable statutory requirements under Section 54.504 and Section 55.16 of the Texas Education Code.

<u>Name/Description</u>	<u>Amount of Fee</u>
COLLEGE OF BUSINESS FEES:	
Undergraduate Advising Fee	\$60 per semester
To defray costs associated with providing advising services to students	\$30 each summer term
Learning Resources Fee	\$15 per course
To defray costs associated with providing materials and services to enhance student success to include individual or group coaching, tutorials, discussion sessions, reviews and instructional support materials	
COLLEGE OF EDUCATION FEES:	
Advising Fee	\$55 per semester
To defray costs associated with providing advising services to students	\$27.50 each summer term
Learning Resources Fee	\$10 per semester
To defray costs associated with providing materials and services to enhance student success to include individual or group coaching, tutorials, discussion sessions, reviews and instructional support materials	

THE UNIVERSITY OF TEXAS AT SAN ANTONIO
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

FEES AND MISCELLANEOUS CHARGES

OTHER FEES AND CHARGES (Continued)

Name/Description	Amount of Fee
COLLEGE OF ENGINEERING FEES:	
Undergraduate Advising Fee	\$60 per semester
To defray costs associated with providing advising services to students	\$30 each summer term
Learning Resources Fee	\$15 per course
To defray costs associated with providing materials and services to enhance student success to include individual or group coaching, tutorials, discussion sessions, reviews and instructional support materials	
COLLEGE OF LIBERAL AND FINE ARTS -	
College Advising Fee	\$45 per semester
To defray costs associated with providing advising services to students	\$22.50 each summer term
COLLEGE OF SCIENCES FEES:	
Undergraduate Advising Fee	\$50 per semester
To defray costs associated with providing advising services to students	\$25 each summer term
Graduate Advising Fee	\$35 per semester
To defray costs associated with providing advising services to students	
COLLEGE OF URBAN PROFESSIONAL PROGRAMS -	
College Advising Fee	\$45 per semester
To defray costs associated with providing advising services to students	\$22.50 each summer term
FRESHMAN AND UNDECLARED MAJOR ADVISING FEE	\$62 per semester
To defray costs associated with providing advising services to students	\$31 each summer term

FEES AND MISCELLANEOUS CHARGES

THE UNIVERSITY OF TEXAS AT SAN ANTONIO
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

OTHER FEES AND CHARGES (Continued)

<u>Name/Description</u>	<u>Amount of Fee</u>
LEARNING RESOURCES FEE	\$10 per course
To defray costs associated with providing materials and services to enhance student success to include individual or group coaching, tutorials, discussion sessions, reviews and instructional support materials	

BOARD RATES

	<u>Current Rates</u>	<u>Proposed Rates</u>
<u>Per semester</u>		
17 meals/7 days	0	\$968
12 meals/7 days	0	\$945

THE UNIVERSITY OF TEXAS AT SAN ANTONIO
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

OTHER MATTERS

STUDENT CONSTITUTION OR BYLAWS*

The following proposed substantive changes to the Constitution of the Students' Association have been approved by the Executive Vice Chancellor for Academic Affairs and are recommended for ratification by the U. T. Board of Regents.

<u>Page Number(s)</u>	<u>Summary of Proposed Substantive Changes</u>
1, 2	<u>Article I, Sections 2, 3, 5, 6 Executive Committee</u> Revised required number of credit hours for offices of President, Vice President, Recording Secretary and Corresponding Secretary.
3	<u>Article II, Section 3, Representation</u> Revised composition of the General Assembly to include the Cabinet.
3	<u>Article III, Section 1 Standing Committees</u> Revised authority of the Cabinet granting the right to vote on all issues.
4	<u>Article III, Section 3, Standing Committees</u> Revised reporting line of Parliamentarian to report to President.
4	<u>Article III, Section 4, Standing Committees</u> Revised reporting line of Historian to report to Recording Secretary.

*** Item deferred by Board of Regents until future meeting**

THE UNIVERSITY OF TEXAS AT TYLER
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

TABLE OF CONTENTS

	<u>Page No.</u>
Gifts.....	TA - 2
Amendments to the 2000-01 Budget.....	TA - 3

THE UNIVERSITY OF TEXAS AT TYLER
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

GIFTS

The following gifts have been received, have been administratively approved by the President and are recommended for ratification by the U. T. Board of Regents:

1. Donor Name: Dr. Jim and Mrs. Bonna Bess Vaughn*
College/School/ Department: College of Education, Department of Physical Education
Health and Kinesiology
Purpose: Support to the Physical Education Health and Kinesiology
Building
Asset Type: Common Stock
Value: \$819,706.25

2. Donor Name: Anonymous*
College/School/ Department: College of Education, Department of Physical Education
Health and Kinesiology
Purpose: Support to the Physical Education Health and Kinesiology
Building
Asset Type: Common Stock
Value: \$1,009,291.75

*No letter of transmittal from the donor

THE UNIVERSITY OF TEXAS AT TYLER
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET

The following Request for Budget Changes (RBC's) has been administratively approved as required by the Executive Vice Chancellor for Academic Affairs and is recommended for ratification by the U. T. Board of Regents.

The term "rate" for academic institutions is the full-time nine-month base rate and for health institutions is the full-time twelve-month base rate; for all other personnel it is the full-time rate, the appointee receiving a proportionate amount depending upon the fraction of time for which the individual is appointed and the period of appointment. Source of funds for payment of salaries, unless otherwise shown, is the departmental salaries account.

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate</u>	
<u>APPOINTMENTS AND PROMOTIONS</u>					

OFFICE OF THE VICE PRESIDENT FOR ACADEMIC AFFAIRS
 DEPARTMENT OF CHEMISTRY
 Provost and Vice President for Academic Affairs and
 Professor

1. David H. O'Keeffe, Jr. (T)	6/1-8/31	100	12	112,000	10
	6/1-8/31	0	09	75,000	

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

TABLE OF CONTENTS

	<u>Page No.</u>
Gifts	HD - 2
Contracts	
Nonintellectual Property-Related Sponsored Research	
Agreement - Foreign.....	HD - 3
Intellectual Property Agreements -	
Patent License Agreement - Foreign.....	HD - 3
Sponsored Research Agreements	HD - 4
Material Transfer Agreements - Foreign.....	HD - 5
Amendments to the 2000-01 Budget.....	HD - 12
Other Matters	
Approval of Appointment to Board of Directors.....	HD - 20

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

GIFTS

The following gifts have been received, have been administratively approved by the President or his delegate, and are recommended for ratification by the U. T. Board of Regents.

1. Donor Name: Anonymous
College/School/ Department: Institution
Purpose: Support of a grant to be used as matching funds for the Raymond and Ellen Willie Fund for Excellence
Asset Type: Cash
Value: \$767,500 (\$500,000 towards second installment and \$267,500 towards third installment of \$2,500,000 commitment)

2. Donor Name: Aventis Pharmaceuticals Inc.*
College/School/ Department: Institution
Purpose: Support of The Alliance for Cellular Signaling
Asset Type: Cash
Value: \$625,000

3. Donor Name: W.W. Caruth, Jr., Foundation Fund of Communities Foundation of Texas, Inc.
College/School/ Department: Institution
Purpose: Support of the annual recruitment of a W.W. Caruth, Jr. scholar in medical research
Asset Type: Cash
Value: \$625,000 (represents the fourth installment on a commitment of \$5,000,000)

* No letter of transmittal from the donor

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS

The following contracts or agreements have been awarded, have been administratively approved by the President or his delegate, and are recommended for ratification by the U. T. Board of Regents.

**NONINTELLECTUAL PROPERTY-RELATED
SPONSORED RESEARCH AGREEMENT - FOREIGN**

(FUNDS COMING IN)

1. Country: Canada
Grantor: Axcan Pharma Inc.
No.: Clinical Trial Agreement PHO BAR 01
New Funds: \$712.50
Current Period: Grant letter dated February 13, 2001
Title/Description: Support for the study entitled, "A Multicenter, Partially Blinded, Randomized Phase 3 Study of the Efficacy and Safety of Photodynamic Therapy using PHOTOFRIN® (porfimer sodium) for Injection for the Ablation of High-grade Dysplasia in Barrett's Esophagus" under the direction of J. Steven Burdick, M.D., Department of Internal Medicine.

**INTELLECTUAL PROPERTY AGREEMENTS –
PATENT LICENSE AGREEMENT – FOREIGN**

(FUNDS COMING IN)

2. Licensee: Takeda Chemical Industries, Ltd.
Osaka, Japan
Fee-Royalty: A non-refundable license documentation fee in the amount of \$27,777, due and payable within 30 days of Licensee's receipt of a fully executed Agreement from Board. Upon full payment of the license documentation fee to The University of Texas Southwestern Medical Center at Dallas, Licensee shall have a fully paid-up, non-exclusive royalty-free license to Licensed Subject Matter.
Period: This Agreement is effective February 19, 2001 for a period of 15 years (February 18, 2016).

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS (Continued)
INTELLECTUAL PROPERTY AGREEMENTS –
PATENT LICENSE AGREEMENT – FOREIGN (Continued)

(FUNDS COMING IN) (Continued)

Summary of License

Provisions:

The Board hereby grants to Licensee a world-wide, non-exclusive license under Licensed Subject Matter to breed, have bred, use and/or have used, but not distribute, Licensed Subject Matter for use within Field.

Description of

Licensed Product(s):

Board's rights in LDL Receptor Knockout Mice created by Inventors at The University of Texas Southwestern Medical Center at Dallas before February 19, 2001, which have been deposited at The Jackson Laboratory where they are described as B6.129S7-Ldlr^{tm1Her}.

INTELLECTUAL PROPERTY AGREEMENTS –
SPONSORED RESEARCH AGREEMENT

(FUNDS COMING IN)

3. Grantor: Aventis Pharmaceuticals, Inc.
New Funds: \$3,125,000 (\$500,000 per year for direct costs, plus indirect costs at the rate of 25%, for an annual total of \$625,000, for a period of five (5) years)
Current Period: September 1, 2001 - August 31, 2005
Title/Description: Coordination of a large-scale collaborative research project to be conducted by the Alliance for Cellular Signaling through Dr. Alfred Gilman

4. Grantor: R.W. Johnson Pharmaceutical Research Institute
New Funds: \$2,500,000 (\$500,000 per year including indirect costs for a period of five (5) years)
Current Period: September 1, 2001 - August 31, 2005
Title/Description: Coordination of a large-scale collaborative research project to be conducted by the Alliance for Cellular Signaling through Dr. Alfred Gilman

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS (Continued)
INTELLECTUAL PROPERTY AGREEMENTS –
MATERIAL TRANSFER AGREEMENTS – FOREIGN

5. Agency: Baker Medical Research Institute
Australia
Funds: Material Transfer Agreement
Period: Beginning February 28, 2001
Description: Transfer of Mouse/Human Klotho cDNA, which was developed by Makoto Kuro-o, M.D., Ph.D., Department of Pathology, together with any related biological material or associated know-how and data that will be provided by The University of Texas Southwestern Medical Center at Dallas to study the expression of klotho, and its effects on, and interactions with, other molecules in mammalian cells.
6. Agency: Charité-Humboldt University
Germany
Funds: Material Transfer Agreement
Period: Beginning March 20, 2001
Description: Transfer of *Moraxella catarrhalis* wild-type strain O35E, uspA1 mutant strain O35E.1, uspA2 mutant strain O35E.2, uspA1 uspA2 mutant strain O35E.12, Monoclonal antibody 17C7 and Monoclonal antibody 24B5, which were developed by Eric J. Hansen, Ph.D., Department of Microbiology, together with any related biological material or associated know-how and data that will be provided by The University of Texas Southwestern Medical Center at Dallas to study the role of the bacterial outer membrane proteins uspA1 and uspA2 in the adhesion and activation of bronchial epithelial cells by *Moraxella catarrhalis*.
7. Agency: Foundation Jean Dausset-CEPH
France
Funds: Material Transfer Agreement
Period: Beginning February 1, 2001
Description: Transfer of NF1 flox mice, which were developed by Luis Parada, Ph.D., Department of Developmental Biology, together with any related biological material or associated know-how and data that will be provided by The University of Texas Southwestern Medical Center at Dallas to study tumor development in compound P0cre, NF2 flox and NF1 flox mice.

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS (Continued)
INTELLECTUAL PROPERTY AGREEMENTS –
MATERIAL TRANSFER AGREEMENTS – FOREIGN (Continued)

8. Agency: Friedrich Miescher-Institut
Switzerland
Funds: Material Transfer Agreement
Period: Beginning February 19, 2001
Description: Transfer of *Drosophila* (fruit flies) containing the allele fs(3)07084 and *Drosophila* containing the allele dS6KI-1 to Duoqia D.J. Pan, Ph.D., Department of Physiology, to investigate genetic interactions with other mutants in *Drosophila*.
9. Agency: Institut de Génétique et de Biologie Moléculaire et Cellulaire
France
Funds: Material Transfer Agreement
Period: Beginning December 12, 2000
Description: Transfer of Stra13 full-length cDNA to Carole Mendelson, Ph.D., Department of Biochemistry, to study the regulation of P450arom gene expression.
10. Agency: Institut de Génétique et de Biologie Moléculaire et Cellulaire
France
Funds: Material Transfer Agreement
Period: Beginning December 14, 2000
Description: Transfer of hTIF2 cDNA to Carole Mendelson, Ph.D., Department of Biochemistry, to study the mechanisms in the initiation of human labor and to examine changes in coactivator expression in the human myometrium during pregnancy.
11. Agency: Istituto di Ricerche Farmacologiche
Italy
Funds: Material Transfer Agreement
Period: Beginning January 26, 2001
Description: Transfer of TIE2-GFP transgenic mice, which were developed by Narutoku Sato, Ph.D., Department of Internal Medicine, together with any related biological material or associated know-how and data that will be provided by The University of Texas Southwestern Medical Center at Dallas to study the fate of bone marrow-derived Tie2 expressing cells in vascular repair and angiogenesis.

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS (Continued)
INTELLECTUAL PROPERTY AGREEMENTS –
MATERIAL TRANSFER AGREEMENTS – FOREIGN (Continued)

12. Agency: Kansai Medical University
Japan
Funds: Material Transfer Agreement
Period: Beginning December 11, 2000
Description: Transfer of TIE2 promoter/enhancer vector plasmid, which was developed by Narutoku Sato, Ph.D., Department of Internal Medicine, together with any related biological material or associated know-how and data that will be provided by The University of Texas Southwestern Medical Center at Dallas to study generation of transgenic mice of VEGF receptor 1 in endothelial cells.
13. Agency: Kumamoto University Graduate School of Medical Sciences
Japan
Funds: Material Transfer Agreement
Period: Beginning December 21, 2000
Description: Transfer of XS-106, XS-52 and NS-47 Stromal Cell Lines, which were developed by Akira Takashima, M.D., Department of Dermatology, together with any related biological material or associated know-how and data that will be provided by The University of Texas Southwestern Medical Center at Dallas to study the function of these genes by forced expression of them in dendritic cells.
14. Agency: Medical Research Council
United Kingdom
Funds: Material Transfer Agreement
Period: Beginning March 9, 2001
Description: Transfer of Sox 9 in-situ probe to Luis Parada, Ph.D., Department of Developmental Biology, for academic research into mouse development.

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS (Continued)
INTELLECTUAL PROPERTY AGREEMENTS –
MATERIAL TRANSFER AGREEMENTS – FOREIGN (Continued)

15. Agency: National Children's Medical Research Center
Japan
Funds: Material Transfer Agreement
Period: Beginning December 21, 2000
Description: Transfer of XS-106 Dendritic Cell Line, which was developed by Akira Takashima, M.D., Department of Dermatology, together with any related biological material or associated know-how and data that will be provided by The University of Texas Southwestern Medical Center at Dallas to study the effect of the transfer of the IDO gene to the cell line and to check the possibility of inducing and/or maintaining the immunologic tolerance on mice organ transplantation model.
16. Agency: Novartis Pharma AG
Switzerland
Funds: Material Transfer Agreement
Period: Beginning January 15, 2001
Description: Transfer of 7 grams of CGP 57148B to Robert Ilaria, Jr., M.D., Department of Internal Medicine, to determine whether CGP 57148B exhibits anti-tumor activity against small cell lung cancer-derived tumors in a SCID mouse-based tumor xenograft model.
17. Agency: Novartis Pharma AG
Switzerland
Funds: Material Transfer Agreement
Period: Beginning February 9, 2001
Description: Transfer of 10 mg of CGP77675 to William E. Rainey, Ph.D., Department of Obstetrics and Gynecology, to demonstrate that the aldosterone production in the adrenal cell line H295 is blocked by a specific inhibitor of src family kinase.

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS (Continued)
INTELLECTUAL PROPERTY AGREEMENTS –
MATERIAL TRANSFER AGREEMENTS – FOREIGN (Continued)

18. Agency: Royal Melbourne Hospital
Australia
Funds: Material Transfer Agreement
Period: Beginning February 21, 2001
Description: Transfer of EphB2 and EphB3 gene knockout mice, which were developed by Mark Henkemeyer, Ph.D., Department of Developmental Biology, together with any related biological material or associated know-how and data that will be provided by The University of Texas Southwestern Medical Center at Dallas to study the role of the Ryk receptor and EphB2/EphB3 complexes in neuronal pathfinding and fasciculation processes.
19. Agency: TNO Prevention and Health
The Netherlands
Funds: Material Transfer Agreement
Period: Beginning February 1, 2001
Description: Transfer of TIE2-GFP transgenic mice, which were developed by Narutoku Sato, Ph.D., Department of Internal Medicine, together with any related biological material or associated know-how and data that will be provided by The University of Texas Southwestern Medical Center at Dallas to study the processes involved in activated endothelium in the context of angiogenesis.
20. Agency: Université de Genève
Switzerland
Funds: Material Transfer Agreement
Period: Beginning March 15, 2001
Description: Transfer of TIE2 promoter/enhancer vector plasmid, which was developed by Narutoku Sato, Ph.D., Department of Internal Medicine, together with any related biological material or associated know-how and data that will be provided by The University of Texas Southwestern Medical Center at Dallas to study expression of antiapoptotic proteins in endothelial cells of transgenic mice.

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS (Continued)
INTELLECTUAL PROPERTY AGREEMENTS –
MATERIAL TRANSFER AGREEMENTS – FOREIGN (Continued)

21. Agency: University of Cambridge
United Kingdom
Funds: Material Transfer Agreement
Period: Beginning March 6, 2001
Description: Transfer of T2HpGFP215/XK plasmid vector, which was developed by Narutoku Sato, Ph.D., Department of Internal Medicine, together with any related biological material or associated know-how and data that will be provided by The University of Texas Southwestern Medical Center at Dallas to study endothelial cell-specific gene targeting and endothelial cell detection/purification.
22. Agency: University of Helsinki
Finland
Funds: Material Transfer Agreement
Period: Beginning December 18, 2000
Description: Transfer of HSF1 knockout cells, which were developed by Ivor J. Benjamin, M.D., Department of Internal Medicine, together with any related biological material or associated know-how and data that will be provided by The University of Texas Southwestern Medical Center at Dallas to study p53 activation and stabilization in cells devoid of HSF1.
23. Agency: University of Incheon
Korea
Funds: Material Transfer Agreement
Period: Beginning December 21, 2000
Description: Transfer of HSF1 knockout mice, which were developed by Ivor J. Benjamin, M.D., Department of Internal Medicine, together with any related biological material or associated know-how and data that will be provided by The University of Texas Southwestern Medical Center at Dallas to compare and contrast the hsp expression in wt and Hsf1 KO mice during brain development in embryos, to compare and contrast brain ischemic stress response in wt and Hsf1 KO mice and to investigate the consequences of differential hsp expression during development and in ischemic stress.

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS (Continued)
INTELLECTUAL PROPERTY AGREEMENTS –
MATERIAL TRANSFER AGREEMENTS – FOREIGN (Continued)

24. Agency: University of Southampton
United Kingdom
Funds: Material Transfer Agreement
Period: Beginning December 6, 2000
Description: Transfer of DNA plasmid containing the gene encoding a single chain Fv from the BCL₁ Lymphoma fused to Fragment C of Tetanus Toxin to Ellen S. Vitetta, Ph.D., Cancer Immunobiology Center, to investigate vaccination strategies against antigens delivered via DNA.
25. Agency: Welfide Corporation
Japan
Funds: Material Transfer Agreement
Period: Beginning February 13, 2001
Description: Transfer of 20-100 mg ROCK inhibitor Y-27632 to Donald W. Hilgemann, Ph.D., Department of Physiology, to study whether this compound affects biochemical responses to changes of stretch and to osmotic stress.

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET

The following Requests for Budget Changes (RBC's) have been administratively approved as required by the Executive Vice Chancellor for Health Affairs and are recommended for ratification by the U. T. Board of Regents.

The term "rate" for academic institutions is the full-time nine-month base rate and for health institutions is the full-time twelve-month base rate; for all other personnel it is the full-time rate, the appointee receiving a proportionate amount depending upon the fraction of time for which the individual is appointed and the period of appointment. Source of funds for payment of salaries, unless otherwise shown, is the departmental salaries account.

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC#</u>
			<u>No. Mos.</u>	<u>Rate</u>	
<u>APPOINTMENTS AND PROMOTIONS</u>					
SOUTHWESTERN MEDICAL SCHOOL					
Biochemistry					
1. Xiaodong Wang (T)					13
From: Associate Professor for Biochemistry		100	12	90,000	
To: Associate Professor for Biochemistry and George L. McGregor Distinguished Chair in Biomedical Science	12/15	100	12	90,000	

Source of Funds:

\$ 90,000 - Paid Direct - Howard Hughes Institute
\$ 90,000 - Total Salary

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC#</u>
			<u>No. Mos.</u>	<u>Rate</u>	
SOUTHWESTERN MEDICAL SCHOOL (Continued)					
Biochemistry (Continued)					
2. Stephen R. Sprang (T)					28
From: Professor of Biochemistry		100	12	122,000	
To: Professor of Biochemistry and John W. and Rhonda K. Pate Professorship in Biochemistry	3/1	100	12	122,000	

Source of Funds:

\$ 122,000 - Paid Direct - Howard Hughes Institute
\$ 122,000 - Total Salary

Pediatrics

3. Brett Paul Giroir (T)					14
From: Associate Professor of Pediatrics, Thomas Fariss Marsh, Jr., Professorship in Pediatrics and the Associates First Capital Corporation Chair in Pediatric Critical Care		100	12	203,000	
To: Associate Professor of Pediatrics, Thomas Fariss Marsh, Jr., Professorship in Pediatrics and the Associates First Capital Corporation Distinguished Chair in Pediatrics	12/18	100	12	203,000	

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC#</u>
			<u>No. Mos.</u>	<u>Rate</u>	
SOUTHWESTERN MEDICAL SCHOOL (Continued)					
Pediatrics (Continued)					
Source of Funds:					
\$ 36,582	- NIH 1501-GM5886-01A2				
22,600	- NIH 2-P50-GM21681-35				
101,594	- Children's Medical Center				
<u>27,902</u>	- Children's Medical Center				
\$ 188,678	- Total Salary				
<u>14,322</u>	- MSRDP Augmentation - Pediatrics				
<u>\$ 203,000</u>	- Total Compensation				

Physiology

4. George A Ordway (T) 15

From: Associate Professor of Physiology 100 12 78,500

To: Associate Professor of Physiology and Jan and Bob Bullock Distinguished Chair for Science Education 1/1 100 12 78,500

Source of Funds:

\$ 6,600	- State Funds - Medical Laboratory Sciences - SMS Faculty Salaries
61,300	- State Funds - Science Teacher Access to Resources at UT Southwestern
7,000	- NIH 5-P01-HL06296-40
<u>3,600</u>	- NIH 5-P01-HL06296-40
<u>\$ 78,500</u>	- Total Salary

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC#</u>
			<u>No. Mos.</u>	<u>Rate</u>	
SOUTHWESTERN MEDICAL SCHOOL (Continued)					
Internal Medicine					
5. Abhimanyu Garg (T)					20
From: Professor of Internal Medicine		100	12	132,700	
To: Professor of Internal Medicine and Endowed Chair in Human Nutrition Research	2/1	100	12	170,000	

Source of Funds:

\$ 15,572	- NIH 5-R01-DK56583-02
43,064	- NIH 5-M01-RR00633-29
5,000	- NIH 1-U01-A146376-02
43,076	- Clinical Nutrition Research Scholars Endowed in Center for Human Nutrition
38,064	- Research Endowment for Center for Human Nutrition Faculty - TESP Match
<u>25,224</u>	- Paid Direct - VA Hospital
<u>\$ 170,000</u>	- Total Salary

6. Peter Igarashi (T)					25
From: Professor of Internal Medicine		100	12	186,000	
To: Professor of Internal Medicine and Robert Tucker Hayes Distinguished Chair in Nephrology, in Honor of Floyd C. Rector, Jr.	2/1	100	12	186,000	

Source of Funds:

\$ 83,450	- State Funds - Internal Medicine
35,250	- Yale University - 5-P50-DK57328-02
42,300	- NIH 5-R01-DK45678-07
<u>5,000</u>	- MSRDP Internal Medicine - Nephrology

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC#</u>
			<u>No. Mos.</u>	<u>Rate</u>	
SOUTHWESTERN MEDICAL SCHOOL (Continued)					
Internal Medicine (Continued)					
Source of Funds (Continued):					
\$ 166,000					
- Total Salary					
<u>20,000</u>					
- MSRDP Augmentation - Internal Medicine					
<u>\$ 186,000</u>					
- Total Compensation					
Otolaryngology					
7. Peter S. Roland (T)					23
From: Professor and Acting Chairman of Otolaryngology		100	12	316,000	
To: Professor and Chairman of Otolaryngology	2/1	100	12	360,000	
Source of Funds:					
\$ 25,157					
- State Funds - Otolaryngology					
28,985					
- MSRDP Department of Otolaryngology					
21,000					
- MSRDP The University of Texas at Dallas					
<u>114,332</u>					
- MSRDP Parkland Memorial Hospital					
\$ 189,474					
- Total Salary					
<u>170,526</u>					
- MSRDP Augmentation - Parkland Memorial Hospital					
<u>\$ 360,000</u>					
- Total Compensation					
Surgery					
8. Robert V. Rege (T)					24
From: Professor of Surgery and Frank H. Kidd, Jr., M.D. Distinguished Professorship in Surgery and Dr. Lee Hudson-Robert R. Penn Chair in Surgery		100	12	262,100	

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC#</u>
			<u>No. Mos.</u>	<u>Rate</u>	
SOUTHWESTERN MEDICAL SCHOOL (Continued)					
Surgery (Continued)					
To: Professor and Acting Chairman of Surgery and Frank H. Kidd, Jr., M.D. Distinguished Professorship in Surgery and Dr. Lee Hudson-Robert R. Penn Chair in Surgery	12/1	100	12	292,000	

Source of Funds:

\$ 41,073	- State Funds - Surgery
15,347	- Veterans Affairs Medical Center
53,344	- Salary Support in Department of Surgery
43,513	- MSRDP Parkland Memorial Hospital
<u>6,723</u>	- Frank H. Kidd, Jr., M.D. Professorship in Surgery - TESP Match
\$ 160,000	- Total Salary
102,100	- Augmentation - Veterans Affairs Medical Center
<u>29,900</u>	- MSRDP Augmentation - Parkland Memorial Hospital
<u>\$ 292,000</u>	- Total Compensation

INSTITUTIONAL SUPPORT

Office of Executive Vice President for Administration

9. John D. McConnell (T) 17

From: Vice President, Professor and Chairman of Urology, E.E. Fogelson & Greer Garson Fogelson Distinguished Chair in Urology and the S.T. Harris Family Chair in Medical Science in Honor of John D. McConnell, M.D.	100	12	312,000
---	-----	----	---------

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>No. Mos.</u>	<u>Full-time Salary Rate</u>	<u>RBC#</u>
INSTITUTIONAL SUPPORT (Continued)					
Office of Executive Vice President for Administration (Continued)					
To: Executive Vice President, Professor and Chairman of Urology, E.E. Folgelson & Greer Garson Folgelson Distinguished Chair in Urology and the S.T. Harris Harris Family Chair in Medical Science in Honor of John D. McConnell, M.D.	1/8	100	12	337,000	
Source of Funds:					
\$ 252,750	- State Funds - Office of Executive Vice President for Administration				
33,998	- NIH 5-U01-DK46437-09				
19,511	- NIH 5-P50-DK47657-07				
<u>841</u>	- Dr. Ralph Smith Urology Fund				
\$ 307,100	- Total Salary				
10,803	- MSRDP Augmentation - Urology Surgery				
<u>19,097</u>	- MSRDP Augmentation - Surgery: Urological Surgery				
<u>\$ 337,000</u>	- Total Compensation				
Office of Executive Vice President for Clinical Affairs					
10. John D. Rutherford (T)					18
From: Professor of Internal Medicine and Gail Griffiths Hill Chair in Cardiology		100	12	215,500	
To: Vice President, Professor of Internal Medicine and Gail Griffiths Hill Chair in Cardiology	1/8	100	12	240,000	

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective</u> <u>Date</u>	<u>%</u> <u>Time</u>	<u>Full-time</u> <u>Salary</u>		<u>RBC#</u>
			<u>No.</u> <u>Mos.</u>	<u>Rate</u>	
INSTITUTIONAL SUPPORT (Continued)					
Office of Executive Vice President for Clinical Affairs (Continued)					
Source of Funds (Continued):					
\$ 16,705					- State Funds - Internal Medicine
40,650					- Gail Griffiths Hill Chair in Cardiology
40,371					- Parkland Memorial Fund
<u>120,000</u>					- Clinical Affairs Administration
\$ 217,726					- Total Salary
<u>22,274</u>					- MSRDP Augmentation - Internal Medicine
<u>\$ 240,000</u>					- Total Compensation

OTHER MATTERS

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

APPROVAL OF APPOINTMENT TO BOARD OF DIRECTORS

The following item has been approved by the Executive Vice Chancellor for Health Affairs in accordance with the Regents' Rules and Regulations, Part Two, Chapter XII, Subsection 7.2 and is submitted for ratification by the U. T. Board of Regents.

1. Name: Dennis K. Stone, M.D.
 Title: Professor, The NCH Corporation Chair in Molecular Transport
 and Vice President for Technology Development
 Position: Appointment to Board of Directors of Eliance Biotechnology
 Inc.
 Period: effective March 15, 2001
 Compensation: None
 Description: On November 9, 2000 the Board of Regents received
 approximately 92.5% of the issued equity in Eliance
 Biotechnology Inc. (Eliance). Under the terms of the license
 agreement and the accompanying stockholder's agreement,
 the Board has the right to designate one director to the
 Eliance board of directors. Dr. Stone has been responsible
 for negotiating the license agreement and has a unique
 knowledge base of this technology and its relationship to
 Eliance. His position on the Eliance board of directors is
 instrumental to the oversight and management of any
 potential conflict of interest that might exist between U. T.
 inventors and Eliance.

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

TABLE OF CONTENTS

	<u>Page No.</u>
Gifts	G - 2
Contracts	
General Contract.....	G - 3
Amendments to the 2000-01 Budget.....	G - 4
Fees and Miscellaneous Charges	
Student Services Fees	G - 9
Medical Services Fees	G -11
Other Matters	
Approval of Dual Positions of Honor, Trust, or Profit.....	G -12

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

GIFTS

The following gifts have been received, have been administratively approved by the President (or his delegate) and are recommended for ratification by the U. T. Board of Regents:

1. Donor Name: The Sealy & Smith Foundation
College/School/ Department: School of Medicine, Radiology Department
Purpose: Payment on grant for the Radiology Department renovation and equipment
Asset Type: Cash
Value: \$2,000,000

2. Donor Name: The Sealy & Smith Foundation
College/School/ Department: School of Medicine, Internal Medicine, Hematology/Oncology Division
Purpose: Final payment on grant for the hematology/oncology program
Asset Type: Cash
Value: \$2,500,000

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS

The following contract or agreement has been awarded, has been administratively approved by the President (or his delegate) and is recommended for ratification by the U. T. Board of Regents.

GENERAL CONTRACT

(FUNDS GOING OUT)

1. Agency: General Land Office
Funds: \$3,500,000
Period: February 1, 2001 through August 31, 2001
Description: The General Land Office agrees to provide a maximum daily quantity of 2,500 MMBTU of natural gas to UTMB.

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET

The following Requests for Budget Changes (RBC's) have been administratively approved as required by the Executive Vice Chancellor for Health Affairs and are recommended for ratification by the U. T. Board of Regents.

The term "rate" for academic institutions is the full-time nine-month base rate and for health institutions is the full-time twelve-month base rate; for all other personnel it is the full-time rate, the appointee receiving a proportionate amount depending upon the fraction of time for which the individual is appointed and the period of appointment. Source of funds for payment of salaries, unless otherwise shown, is the departmental salaries account.

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC#</u>
			<u>No. Mos.</u>	<u>Rate</u>	
<u>APPOINTMENTS AND PROMOTIONS</u>					
SCHOOL OF MEDICINE					
Internal Medicine					
1. Barry F. Uretsky (T)					36
From: H. H. Weinart Professorship in Internal Medicine and Professor		100	12	330,000	
To: John Sealy Distinguished Centennial Chair in Cardiology in the Department of Medicine and Professor	12/1-8/31	100	12	330,000	
Initial Appointment to the John Sealy Distinguished Centennial Chair in Cardiology in the Department of Medicine					

Source of Funds:

\$178,405	- MSRDP Grant
<u>6,395</u>	- Other
\$184,800	- Total Salary
<u>145,200</u>	- MSRDP Augmentation
<u>\$330,000</u>	- Total Compensation

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC#</u>
			<u>No. Mos.</u>	<u>Rate</u>	
SCHOOL OF MEDICINE (Continued)					
Internal Medicine (Continued)					
2. Randall J. Urban (T)					38
From: Professor		100	12	170,000	
To: Nelda C. and H. J. Lutcher Stark Distinguished Chair in Internal Medicine and Professor	12/1-8/31	100	12	170,000	
Initial Appointment to the Nelda C. and H. J. Lutcher Stark Distinguished Chair in Internal Medicine					

Source of Funds:

\$125,750 - Contracts and Grants
\$125,750 - Total Salary
44,250 - MSRDP Augmentation
\$170,000 - Total Compensation

Pediatrics

3. Lawrence R. Stanberry (T)					37
From: Professor and Chair		100	12	300,000	
To: John Sealy Distinguished Chair in Pediatrics and Professor and Chair	12/01-8/31	100	12	300,000	

Initial Appointment to the John Sealy Distinguished Chair in Pediatrics

Source of Funds:

\$ 20,000 - State
280,000 - MSRDP Grant
\$300,000 - Total Salary

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC#</u>
			<u>No. Mos.</u>	<u>Rate</u>	
SCHOOL OF MEDICINE (Continued)					
Dermatology; Pediatrics (WOS)					
4. Sharon A. Raimer (T)					42
From: Professor and Chair ad interim, Dermatology; Professor, Pediatrics		100	12	190,000	
To: Professor and Chair, Dermatology; Professor, Pediatrics	2/15-8/31	100	12	251,000	

Source of Funds:
 \$ 84,930 - State
\$166,070 - MSPDP Grant
\$251,000 - Total Compensation

Office of the Dean of Medicine; Interdisciplinary Medical Education Programs; Internal Medicine					
5. Steven A. Lieberman (T)					41
From: Associate Professor, Internal Medicine		100	12	124,563	
To: Associate Dean for Educational Affairs, Office of the Dean of Medicine and Interdisciplinary Medical Education Programs; Associate Professor, Internal Medicine	2/1-8/31	100	12	143,248	

Source of Funds:
\$133,906 - State
 \$133,906 - Total Salary
9,342 - MSRDP Augmentation
\$143,248 - Total Compensation

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC#</u>
			<u>No. Mos.</u>	<u>Rate</u>	
SCHOOL OF MEDICINE (Continued)					
Office of the Dean of Medicine; Interdisciplinary Medical Education Programs; Surgery					
6. Linda G. Phillips (T)					40
From: Truman Graves Blocker, Jr., M.D., Distinguished Chair in Plastic Surgery and Professor, Surgery		100	12	295,000	
To: Senior Associate Dean for Academic Affairs, Office of the Dean of Medicine and Interdisciplinary Medical Education Programs; Truman Graves Blocker, Jr., M.D., Distinguished Chair in Plastic Surgery and Professor, Surgery	1/15-8/31	100	12	324,500	

Source of Funds:

\$203,352	- State
<u>55,748</u>	- Other
\$259,100	- Total Salary
<u>65,400</u>	- MSRDP Augmentation
<u>\$324,500</u>	- Total Compensation

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC#</u>
			<u>No. Mos.</u>	<u>Rate</u>	
SCHOOL OF MEDICINE; GRADUATE SCHOOL OF BIOMEDICAL SCIENCES; RESEARCH ENHANCEMENT Anatomy and Neurosciences (WOS); Otolaryngology; Physiology and Biophysics (WOS); Graduate School; Office of the Vice President for Research					
7. Adrian A. Perachio (T)					43
From: Professor, Anatomy and Neurosciences, Otolaryngology, Physiology and Biophysics, Graduate School and Office of the Vice President for Research			100	12	126,700
To: Professor, Anatomy and Neurosciences, Otolaryngology and Physiology and Biophysics; Vice President for Research, Office of the Vice President for Research	3/1-8/31	100	12	152,000	

Source of Funds:
\$152,000 - State
\$152,000 - Total Salary

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

FEEES AND MISCELLANEOUS CHARGES

STUDENT SERVICES FEES

Ratification is recommended for the following student services fees to be effective beginning with the Fall Semester 2001. The statutory requirements for involvement of a student services fees committee have been met. The fees have been administratively approved by the Executive Vice Chancellor for Health Affairs.

Following Regental approval, the appropriate component catalog will be amended to reflect these new fees.

COMPULSORY STUDENT SERVICES FEES

for the
Graduate School of Biomedical Sciences
School of Allied Health Sciences
School of Nursing

	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
Per year	\$297	\$297	
Yearbook Fee/Annual	<u>\$ 14</u>	<u>\$ 17</u>	
Total	\$311	\$314	0.9%

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

FEES AND MISCELLANEOUS CHARGES (Continued)

STUDENT SERVICES FEES (Continued)

COMPULSORY STUDENT SERVICES FEES (Continued)
 for the
 School of Medicine

	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
For each year per student			
Year 1	\$213	\$213	
Yearbook Fee	<u>14</u>	<u>17</u>	
Total Year 1	\$227	\$230	1.3%
Year 2	\$318	\$318	
Yearbook Fee	<u>14</u>	<u>17</u>	
Total Year 2	\$332	\$335	0.9%
Year 3	\$318	\$318	
Yearbook Fee	<u>14</u>	<u>17</u>	
Total Year 3	\$332	\$335	0.9%
Year 4	\$318	\$318	
Yearbook Fee	<u>14</u>	<u>17</u>	
Total Year 4	\$332	\$335	0.9%

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

FEES AND MISCELLANEOUS CHARGES (Continued)

MEDICAL SERVICES FEES

Ratification is recommended for the following medical services fee increases to be effective beginning with the Fall Semester 2001. The increases have been the subject of appropriate student input and have been administratively approved by the Executive Vice Chancellor for Health Affairs.

Following Regental approval, the appropriate component catalog will be amended to reflect these new fees.

	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
<u>For each year per student</u>			
School of Medicine	\$148.50	\$163.35	10%
<u>For each regular semester per student</u>			
School of Allied Health Sciences	\$ 49.50	\$ 54.45	10%
School of Nursing	\$ 49.50	\$ 54.45	10%
Graduate School of Biomedical Sciences	\$ 49.50	\$ 54.45	10%

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

OTHER MATTERS

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT

The following item has been approved by the Executive Vice Chancellor for Health Affairs in accordance with the Regents' Rules and Regulations, Part One, Chapter III, Section 13 and is submitted for ratification by the U. T. Board of Regents. It has been determined that the holding of these offices or positions is of benefit to the State of Texas and The University of Texas and there is no conflict between holding the positions and Dr. Bernier's appointment with The University of Texas Medical Branch at Galveston.

1. Name: George M. Bernier, M.D.
Title: Professor, Office of the Vice President for Education
Position: Appointment by President William J. Clinton to serve on the White House Commission on Complementary and Alternative Medicine

Period: July 13, 2000 through July 12, 2002
Compensation: Per diem plus expenses
Description: President William J. Clinton appointed Dr. Bernier to the White House Commission on Complementary and Alternative Medicine. The commission will provide a report, through the Secretary of Health and Human Services, to the President on legislative and administrative recommendations for assuring that public policy maximizes the benefits to Americans of complementary and alternative medicine.

2. Name: George M. Bernier, M.D.
Title: Professor, Office of the Vice President for Education
Position: To serve on the National Board of Medical Examiners
Period: March 26, 1999 through March 25, 2003
Compensation: None
Description: Dr. Bernier was nominated and elected to the National Board of Medical Examiners on March 26, 1999 to serve a four-year term. The National Board of Medical Examiners reviews and approves guidelines and policies and procedures regarding the licensing of physicians.

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT HOUSTON
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

TABLE OF CONTENTS

	<u>Page No.</u>
Amendments to the 2000-01 Budget.....	HH - 2

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT HOUSTON
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-2001 BUDGET

The following Requests for Budget Changes (RBC's) have been administratively approved as required by the Executive Vice Chancellor for Health Affairs and are recommended for ratification by the U. T. Board of Regents.

The term "rate" for academic institutions is the full-time nine-month base rate and for health institutions is the full-time twelve-month base rate; for all other personnel it is the full-time rate, the appointee receiving a proportionate amount depending upon the fraction of time for which the individual is appointed and the period of appointment. Source of Funds for payment of salaries, unless otherwise shown, is the departmental salaries account.

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC#</u>
			<u>No. Mos.</u>	<u>Rate</u>	
<u>APPOINTMENTS AND PROMOTIONS</u>					
MEDICAL SCHOOL					
Internal Medicine - Administration					
1. James T. Willerson					001
From: Interim President, Professor & Edward Randall III Chair in Internal Medicine (T)		100 SUPLT	12 12	65,945 315,763	
To: President, Professor & Edward Randall III Chair in Internal Medicine (T)	03/09 03/09	100 SUPLT	12 12	65,945 315,763	

Source of Funds:
 \$ 65,945 – State
315,763 – Supplement
\$381,708 – Total Compensation

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT HOUSTON
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-2001 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC#</u>
			<u>No. Mos.</u>	<u>Rate</u>	
SCHOOL OF PUBLIC HEALTH Center for Infectious Diseases 2. Cynthia L. Chappell					053
From: Associate Professor (T)		100	12	71,332	
To: Associate Professor and Associate Dean for Academic Affairs (T)	2/1 2/1	100 SUPLT	12 12	71,332 24,999	

Source of Funds:

\$ 44,226 – State
27,106 – Federal Grant
 71,332 – Total Salary
24,999 – Supplement
\$ 96,331 – Total Compensation

TRANSFERS OF FUNDS

		<u>RBC #</u>
HCPC		
3. Amount of Transfer	\$2,700,000	051
From: HCPC -- Reserves		
To: HCPC Building Expansion		

Increase to the 2001 FY Budget from prior year balance forward to provide funds for renovation projects involving administrative, dining, and recreational areas.

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

TABLE OF CONTENTS

	<u>Page No.</u>
Contracts	
Nonintellectual Property-Related Sponsored Research Agreements - Foreign.....	HS – 2
Other Fiscal Items	
Purchase Orders – More than \$1,000,000.....	HS – 3
Parking and Traffic Regulations	HS – 4
Parking Permit Fees	HS – 5
Other Matters	
Approval of Dual Positions of Honor, Trust, or Profit	HS – 6

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS

The following contracts or agreements have been awarded, have been administratively approved by the President or his delegate and are recommended for ratification by the U. T. Board of Regents.

**NONINTELLECTUAL PROPERTY-RELATED SPONSORED RESEARCH
AGREEMENTS - FOREIGN**

(FUNDS COMING IN)

1. Country: Bahamas
Grantor: The Pan American Health Organization
No. Agreement dated July 18, 2000
New Funds: \$9,000
Current Period: July 18, 2000 – September 18, 2000
Title/Description: Contractual Services Agreement #00122/00 - National Oral Health Survey, Bahamas

2. Country: Japan
Grantor: The Japan Health Sciences Foundation
No. Agreement dated October 1, 2000
New Funds: \$33,416 as of March 14, 2001 (4,000,000 yen)
Current Period: October 1, 2000 – March 31, 2001
Title/Description: Study of Mycobacterium leprae genes involved in stress responses

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

OTHER FISCAL ITEMS

PURCHASE ORDERS - MORE THAN \$1,000,000

The following purchase orders have been administratively approved by the President or his delegate and are recommended for ratification by the U. T. Board of Regents.

(FUNDS GOING OUT)

1. Agency: Bruker Instruments
Funds: \$1,265,000
Title/Description: Purchase of AVANCE™ 700 high performance digital NMR spectrometer magnet/shim system with spectrometer cabinet, RF section Multilink™ preamplifier, digital acquisition control system, industry standard host workstation, probes and other features for the Department of Biochemistry.

2. Agency: Allied Consultants, Inc.
Funds: \$2,414,975.50
Title/Description: Phase II implementation of PeopleSoft payment to provide staff and service for implementation of PeopleSoft public section, Human Resources/Payroll System. Payment shall be made for actual hours incurred and upon invoices presented to the UTHSCSA Accounting Office at rates and total amount not exceeding fee schedule for Phase II attached to the purchase order for the above amount.

3. Agency: Allied Consultants, Inc.
Funds: \$833,035.50
Title/Description: Payment of additional costs incurred during Phase I of PeopleSoft implementation and replacement software for administrative systems. The original total funds of P.O. 745-0-78569, which were approved in the February 15, 2001 Docket, failed to cover unanticipated costs. The additional funds are within the total project costs for Phase I implementation and detailed in the Invitation to Bid No. 745-0-077901 dated 10/14/01.

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

PARKING AND TRAFFIC REGULATIONS

The following listing summarizes the substantive changes proposed to Parking and Traffic Regulations of The University of Texas Health Science Center at San Antonio. They have been approved by the Executive Vice Chancellor for Health Affairs and the Office of General Counsel and are incorporated in model regulations approved by the U. T. Board of Regents. These regulations supersede all prior Parking and Traffic Regulations and continue in effect until modified.

Parking and Traffic Regulations for 2001-02

<u>Page Number(s)</u>	<u>Summary of Proposed Substantive Changes</u>
1	Section I.4 Classes of Permits (Section VI, <i>infra</i>) The following addition made: "Qualified Zone I, II, III, IV, and V <u>and Commuter</u> applicants will be issued one (1) hanging transferable parking permit upon paying the appropriate fee."
13 – 15	Section VI. E. Classes of Permits and Annual Fees The following zone and fee added: "Commuter Zone – \$2.00 Monthly – \$24.00 Yearly." Commuter parking permits are "issued to UTHSCSA staff or employees who are not housed on UTHSCSA owned campus properties or immediately adjacent properties within San Antonio, and who use campus parking facilities on an infrequent basis."
28 – 30	SECTION X Modifications made to the "Reciprocal Parking Agreement Between The University of Texas Health Science Center at San Antonio (UTHSCSA) and The University of Texas at San Antonio (UTSA)."

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

PARKING AND TRAFFIC REGULATIONS (Continued)

PARKING PERMIT FEES

Ratification is recommended for the following parking permit fees to be effective beginning with the Fall Semester 2001. The fees have been administratively approved by Executive Vice Chancellor for Health Affairs.

Following Regental approval, the appropriate component catalog will be amended to reflect this new fee.

	<u>Current Rate</u>	<u>Annual Proposed Rate</u>	<u>Percent Increase</u>
Commuter Permit Classification	0	\$24	N/A

1. Issued to UTHSCSA staff or employees who are not housed on UTHSCSA owned campus properties or immediately adjacent properties within San Antonio and who use campus parking facilities on an infrequent basis.
2. The permit is valid for parking in Zone III, IV or V non-reserved areas. Parking is also permitted in spaces designated for Official Business if both a valid Official Business and Commuter permit are displayed and in timed zones when a valid permit is displayed.
3. Permits must be surrendered immediately to the Parking Service Office when an employee or staff member has been reassigned for transferred to a campus location.

NOTE:

Applicants for Commuter Permit will be issued one (1) hanging transferable parking permit upon paying the appropriate fee. The applicant may transfer this hanging permit to any four-wheeled vehicle he/she uses; however, the applicant will be responsible for all parking violations issued to a vehicle bearing their permit.

A request for refund will not be honored unless it is filed with the Parking Service Office during the University's fiscal year or permit year in which payment for the permit was made. A request for refund must be accompanied by the remnants of the appropriate permit or entire hanging permit. The refund will be based on the number of full months remaining in the University's permit year. Refunds will be made to students, faculty and staff upon request and under the conditions so stated in the Parking and Traffic Regulations.

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

OTHER MATTERS

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT

The following items have been approved by the Executive Vice Chancellor for Health Affairs in accordance with the Regents' Rules and Regulations, Part One, Chapter III, Section 13 and are submitted for ratification by the U. T. Board of Regents. It has been determined that the holding of this office or position is of benefit to the State of Texas and The University of Texas and there is no conflict between holding the position and Associate Professor Cornett's or Dr. Espino's appointments with The University of Texas System.

1. Name: Renee S. Cornett
Title: Associate Professor, Department of Dental Hygiene Education
Position: Appointment as a member of the Texas Dental Hygiene Advisory Committee to the State Board of Dental Examiners
Period: November 16, 2000 through February 1, 2005
Compensation: Travel expenses plus per diem
Description: In November 2000 the Governor of Texas, George W. Bush, appointed Associate Professor Cornett to the Dental Hygiene Advisory Committee. The six-member advisory committee was established by statute in the Occupations Code Title 3, Chapter 362. Three registered, licensed dental hygienists, two public members also appointed by the Governor, and one dentist appointed by the State Board of Dental Examiners serve on this committee that is advisory to the State Board of Dental Examiners on matters related to dental hygiene. Ms. Cornett is the first educator to be appointed to this committee.

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

OTHER MATTERS (Continued)

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT (Continued)

2. Name: David V. Espino, M.D.
 Title: Professor, Department of Family and Community Medicine
 Position: Appointment as a member of the National Institutes of Health
 National Advisory Council on Aging
 Period: January 1, 2001 through December 31, 2004
 Compensation: Per diem and \$150/day
 Description: In November 2000, Professor Espino was invited by the
 Secretary of State, Donna Shalala, to serve on the National
 Advisory Council on Aging. The NIH National Research
 Advisory Councils are consulted by and provide advice to the
 Director of the National Institutes of Health in Bethesda,
 Maryland. A major responsibility is to review and make
 recommendations regarding grant applications to support
 biomedical research and research training activities. In this
 connection Council members have the benefit of the technical
 and scientific advice of the expert consultants who performed
 the initial review of the grant applications for scientific merit.
 Another continuing and very important responsibility of the
 Council is the survey of the total research effort in the subject
 field and the recommendation of the action necessary to
 stimulate additional work.

THE UNIVERSITY OF TEXAS M. D. ANDERSON CANCER CENTER
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

TABLE OF CONTENTS

	<u>Page No.</u>
Gifts	CC - 2
Contracts	
Nonintellectual Property-Related Sponsored Research Agreements –	
Foreign	CC - 4
Amendments to the 2000-01 Budget	CC - 6
Fees and Miscellaneous Charges	
Other Fees and Charges	CC -11
Medical Services Fee.....	CC -12

THE UNIVERSITY OF TEXAS M.D. ANDERSON CANCER CENTER
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

GIFTS

The following gifts have been received, have been administratively approved by the President (or his delegate) and are recommended for ratification by the U. T. Board of Regents.

1. Donor Name: Robert R. & Kay M. Onstead
College/School/ Department: Institution
Purpose: Cancer Research
Asset Type: Cash
Value: \$1,000,000

2. Donor Name: Wolf Creek Charitable Foundation
College/School/ Department: Leukemia
Purpose: CLL Research
Asset Type: Cash
Value: \$1,000,000

3. Donor Name: Robert J. Kleberg & Helen C. Kleberg Foundation
College/School/ Department: Institution
Purpose: Cancer Research
Asset Type: Cash
Value: \$980,000

4. Donor: Boone Pickens*
College/School/ Department: Institution
Purpose: Boone Pickens Professorship and the Capital Campaign
Asset Type: Cash
Value: \$1,000,000

5. Donor: Anonymous
College/School/ Department: Gynecologic Oncology
Purpose: Low Grade Ovarian Cancer Research
Asset Type: Cash
Value: \$1,000,000

THE UNIVERSITY OF TEXAS M.D. ANDERSON CANCER CENTER
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

GIFTS (Continued)

6. Donor: Fannie E. Rippel Foundation
College/School/ Department: Institution
Purpose: Exclusively for the construction of a Basic Sciences Research Building
Asset Type: Cash
Value: \$400,000
Remarks: The Board of Regents accepts all terms, as follows, of the grant adopted by the Fannie E. Rippel Foundation Board January 11, 2001:
1. The grant will be used exclusively toward the total cost of the construction of a Basic Sciences Research Building at U. T. M. D. Anderson Cancer.
 2. The Foundation shall not receive any benefits from nor exercise any control over the project.
 3. U. T. has not received any notification of a change in the U. S. Treasury Department's determination that the Foundation is not a private foundation or private operating foundation.
 4. The Board of Regents reaffirms its commitment of \$174.6 million as the approved project cost for the construction of a Basic Sciences Research Building, with \$30 million in PUF bond proceeds, \$32.2 million in Revenue Bond Proceeds, \$75 million in Gifts and Grants, and \$37.4 million in Hospital Revenues. By action taken at its May 2000 meeting, the Board approved a project cost of \$137.2 million and authorized design and development of Stage I of the project. By action taken at its August 2000 meeting, the Board approved construction of the entire project and increased the project cost to \$174.6 million.

*No letter of transmittal from the donor

THE UNIVERSITY OF TEXAS M.D. ANDERSON CANCER CENTER
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

CONTRACTS

The following contracts or agreements have been awarded, have been administratively approved by the President (or his delegate) and are recommended for ratification by the U. T. Board of Regents:

**NONINTELLECTUAL PROPERTY-RELATED SPONSORED RESEARCH
AGREEMENTS - FOREIGN**

1. Country: Norway
Grantor: The Laerdal Foundation for Acute Medicine
No: None
New Funds: \$7,500
Current Period: Award letter dated 12 December 2000
Title/Description: The influence of Outcome Data on the Decision to Initiate CPR

2. Country: Canada
Grantor: BioChem Pharma Inc
No: None
New Funds: \$10,000 per completed patient up to a maximum of (\$500,000)
Current Period: November 13, 2000 until completion of the study
Title/Description: A Phase II Study of TroxatylTM (troxacitabine) in Patients with chronic myelogenous leukemia Blastic Phase Disease

3. Country: Canada
Grantor: BioChem Pharma Inc
No: None
New Funds: \$105,600
Current Period: November 15, 2001 – October 31, 2001
Title/Description: Hiring of a Data Coordinator in Connection with BioChem Pharma Inc. Clinical Trials

THE UNIVERSITY OF TEXAS M.D. ANDERSON CANCER CENTER
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001
**NONINTELLECTUAL PROPERTY-RELATED SPONSORED RESEARCH
AGREEMENTS – FOREIGN (Continued)**

4. Country: Canada
Grantor: Inex Pharmaceuticals Corporation
No: None
New Funds: \$317,531
Current Period: January 23, 2001 until completion of the Study
Title/Description: A Phase II Study of CHOP+ Rituximab with Substitution of Liposomal Vincristine for Free Vincristine for Patients with Untreated Aggressive Non-Hodgkin's Lymphoma

THE UNIVERSITY OF TEXAS M.D. ANDERSON CANCER CENTER
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET

The following Requests for Budget Changes (RBC's) have been administratively approved as required by the Executive Vice Chancellor for Health Affairs and are recommended for ratification by the U. T. Board of Regents.

The term "rate" for academic institutions is the full-time nine-month base rate and for health institutions is the full-time twelve-month base rate; for all other personnel it is the full-time rate, the appointee receiving a proportionate amount depending upon the fraction of time for which the individual is appointed and the period of appointment. Source of funds for payment of salaries, unless otherwise shown, is the departmental salaries account.

<u>Item, Department, Title, Name</u>	<u>Effective</u> <u>Date</u>	<u>%</u> <u>Time</u>	<u>No.</u> <u>Mos.</u>	<u>Full-time</u> <u>Salary</u> <u>Rate</u>	<u>RBC #</u>
<u>APPOINTMENTS AND PROMOTIONS</u>					
THE TUMOR INSTITUTE – MEDICAL STAFF					
GI Oncology and Digestive Diseases					
1. Frank A. Sinicrope (T)					58
From: Associate Professor		100	12	165,000	
To: Chairman (ad interim),	1/1	100	12	165,000	
Associate Professor	1/1	SUPLT	12	12,000	

Source of Funds:

\$ 12,000 – Clinical Operations & Programs
 16,744 – Gastrointestinal Medicina & Nutrition
148,256 – PRS – Medicine-Gastro Med Onc/Digestive
\$177,000 – Total Compensation

THE UNIVERSITY OF TEXAS M.D. ANDERSON CANCER CENTER
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

<u>Item, Department, Title, Name</u>	<u>Effective</u> <u>Date</u>	<u>%</u> <u>Time</u>	<u>No.</u> <u>Mos.</u>	<u>Full-time</u> <u>Salary</u> <u>Rate</u>	<u>RBC #</u>
<u>APPOINTMENTS AND PROMOTIONS</u>					
THE TUMOR INSTITUTE – MEDICAL STAFF (CONTINUED)					
Melanoma/Sarcoma Med Oncology					
2. Agop Y. Bedikian (T)					59
From: Professor		100	12	200,974	
To: Chairman (ad interim),	1/1	100	12	200,974	
Professor	1/1	SUPLT	12	12,000	

Source of Funds:

\$ 12,000 – Clinical Operations & Programs
 96,608 – Melanoma Medical Oncology
104,366 – PRS –Medicine-Melanoma Med Onc
\$212,974 – Total Compensation

Internal Medical Specialties

3. Madeleine Duvic (T)					61
From: Professor		100	12	219,616	
To: Chairman (ad interim),	1/1	100	12	219,616	
Professor	1/1	SUPLT	12	12,000	

Source of Funds:

\$ 12,000 – Clinical Operations & Programs
 109,809 – Dermatology
109,807 – PRS-Medicine-Dermatology
\$231,616 – Total Compensation

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

THE UNIVERSITY OF TEXAS M.D. ANDERSON CANCER CENTER
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

<u>Item, Department, Title, Name</u>	<u>Effective</u> <u>Date</u>	<u>%</u> <u>Time</u>	<u>No.</u> <u>Mos.</u>	<u>Full-time</u> <u>Salary</u> <u>Rate</u>	<u>RBC #</u>
<u>APPOINTMENTS AND PROMOTIONS</u>					
THE TUMOR INSTITUTE – MEDICAL STAFF (CONTINUED)					
Internal Medical Specialties					
4. Steven I. Sherman (T)					62
From: Associate Professor		100	12	156,416	
To: Chairman (ad interim),	1/1	100	12	156,416	
Associate Professor	1/1	SUPLT	12	12,000	
Source of Funds:					
\$ 12,000 – Clinical Operations & Programs					
81,309 – Endocrine Neoplasia & Hormonal Disorders					
<u>75,107</u> – PRS-Medicine-Endocrinology					
<u>\$168,416</u> – Total Compensation					

Clinical Operations & Programs &
 Internal Medical Specialties

5. Robert F. Gagel (T)					60
From: Division Head (ad interim),		100	12	265,225	
Professor		SUPLT	12	15,000	
To: Division Head (ad interim),	1/1	100	12	265,225	
Chairman (ad Interim), Professor	1/1	SUPLT	12	15,000	

Source of Funds:
 \$ 15,000 – Clinical Operations & Programs
 141,960 – Internal Medicine
123,265 – PRS-Medicine-Endocrinology
\$280,225 – Total Compensation

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

THE UNIVERSITY OF TEXAS M.D. ANDERSON CANCER CENTER
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

Item, Department, Title, Name	Effective Date	% Time	No. Mos.	Full-time Salary Rate	RBC #
-------------------------------	-------------------	-----------	-------------	-----------------------------	-------

APPOINTMENTS AND PROMOTIONS

THE TUMOR INSTITUTE – MEDICAL STAFF (CONTINUED)

Clinical Operations & Programs &
 General Internal Medicine

6. Carmelita P. Escalante (T) 57

From: Associate Professor		100	12	161,158	
		SUPLT		6,000	

To: Chairman (ad interim),	1/1	100	12	161,158	
Associate Professor	1/1	SUPLT	12	18,000	

Source of Funds:

\$ 18,000 – Clinical Operations & Programs
161,158 – PRS-Medicine-GIM-General Consults
\$179,158 – Total Compensation

Clinical Operations & Programs &
 Internal Medicine Specialties

7. Issam I. Raad (T) 56

From: Professor		100	12	184,330	
		SUPLT		9,000	

To: Chairman (ad interim),					
Professor	1/1	100	12	184,330	
	1/1	SUPLT	12	21,000	

Source of Funds:

\$ 21,000 – Clinical Operations & Programs
 88,139 – Infectious Diseases & Infection Control
96,191 – PRS-Medicine-Infectious Diseases
\$205,330 – Total Compensation

AMENDMENTS TO THE 2000-01 BUDGET (Continued)

Full-time

THE UNIVERSITY OF TEXAS M.D. ANDERSON CANCER CENTER
 U. T. BOARD OF REGENTS' MEETING
 MAY 10, 2001

Item, Department, Title, Name	Effective Date	% Time	No. Mos.	<u>Salary</u> Rate	RBC #
-------------------------------	-------------------	-----------	-------------	-----------------------	-------

APPOINTMENTS AND PROMOTIONS

THE TUMOR INSTITUTE – MEDICAL STAFF (CONTINUED)

Radiation Physics Outreach

Associate Professor

8. Geoffrey Ibbott (T)	3/1	100	12	168,000	85
------------------------	-----	-----	----	---------	----

Source of Funds:

\$117,600 – Radiation Physics

50,400 – Grants-Hanson CA10953-32

\$168,000 – Total Compensation

THE TUMOR INSTITUTE – RESEARCH

Biochemistry & Molecular Biology

Associate Professor

9. Michelle Barton (T)	10/30	100	12	92,000	55
------------------------	-------	-----	----	--------	----

Cancer Metastasis Research Center

10. Eugenie S. Kleinerman (T)					87
-------------------------------	--	--	--	--	----

From: Professor

	100	12	181,000
SUPLT		12	5,000

To: Division Head, Chairman &
Professor, Pediatrics

3/1	100	12	250,000
-----	-----	----	---------

Source of Funds:

\$102,255 – Pediatrics

102,256 – PRS-Pediatrics

9,372 – Grant-Polyeth Gen Therapy/Aeorosol

14,480 – Grant-CA82606-02

21,637 – Grant-CA42992-15

\$250,000 – Total Compensation

THE UNIVERSITY OF TEXAS M.D. ANDERSON CANCER CENTER
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

FEEES AND MISCELLANEOUS CHARGES

OTHER FEES AND CHARGES

The following new charges recommended for approval by the U. T. Board of Regents and inclusion in institutional catalogs have been approved by the Executive Vice Chancellor for Health Affairs. All recommended charges are consistent with applicable statutory requirements under Section 54.504 and Section 55.16 of the Texas Education Code.

<u>Name/Description</u>	<u>Amount of Fee</u>
SCHOOL OF ALLIED HEALTH	
INSTALLMENT TUITION HANDLING FEE Charges for use of the installment plan, fall & spring	\$15/semester
INSTALLMENT TUITION DELINQUENCY FEE Fee to reflect actual cost to handle delinquent installment accounts	\$15/initial, \$10 subsequent
OFFICIAL TRANSCRIPT COPY FEE	\$10/each
LATE REGISTRATION FEE	\$15/semester
GRADUATION FEE Student's academic regalia, transcript review, and diploma and cover	\$55

THE UNIVERSITY OF TEXAS M.D. ANDERSON CANCER CENTER
U. T. BOARD OF REGENTS' MEETING
MAY 10, 2001

FEEES AND MISCELLANEOUS CHARGES (Continued)

MEDICAL SERVICES FEES

Ratification is recommended for the following medical services fee increases to be effective beginning with the Fall Semester 2001. The increases have been the subject of appropriate student input and have been administratively approved by the Executive Vice Chancellor for Health Affairs.

Following Regental approval, the appropriate component catalog will be amended to reflect these new fees.

	<u>Current Rates</u>	<u>Proposed Rates</u>	<u>Percent Increase</u>
School of Allied Health <u>For each regular semester</u> Per Student	-0-	\$ 45.00	N/A