

Meeting No. 952

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

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May 8-9, 2002

Austin, Texas

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OF
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MEETING NO. 952

WEDNESDAY, MAY 8, 2002.--The members of the Board of Regents of The University of Texas System convened at 1:08 p.m. on Wednesday, May 8, 2002, in the Conference Room, Second 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 Hunt
Vice-Chairman Riter
Regent Craven
Regent Estrada
Regent Krier
Regent Oxford
Regent Sanchez

Absent

Counsel and Secretary Frederick

Chairman Miller announced a quorum present and called the meeting to order.

ANNUAL MEETING WITH OFFICERS OF THE U. T. SYSTEM STUDENT ADVISORY COUNCIL.--On behalf of the Board, Chairman Miller welcomed officers of The University of Texas System Student Advisory Council (SAC) to the annual meeting with the Board. Chair Sharon Smith introduced the following Council members who were present and began the discussion per the agenda, which was before the Board:

Chair: Ms. Sharon Smith, The University of Texas at Arlington

Vice-Chair: Mr. Paul Tran, The University of Texas at Dallas

Academic Affairs Committee: Ms. Athanasia Panopoulos, The University of Texas Health Science Center at Houston

Graduate Affairs Committee: Mr. Alan Thomas, The University of Texas at Tyler

Legislative Affairs Committee: Mr. Eric Opiela, The University of Texas at Austin

Student Rights Committee: Ms. Alejandra Rivas, The University of Texas at El Paso

Technology Affairs Committee: Mr. Justin Appleby, U. T. Dallas

Council Chair Smith spoke about two general concerns of the SAC, those being: (a) a perception that the financial burden placed on students is increasing out of proportion with the State's responsibility and lack of information about budget options, and (b) a request that the U. T. System fully support repeal of the 99/133 Hour Rule as a deregulation issue for the 78th Texas Legislature.

Mr. Appleby summarized the recommendations of the Technology Affairs Committee, which related to bandwidth capacity and the formation of an Information Technology Committee, with representatives from each component institution, to discuss, assess, solve, and make recommendations on technological issues and concerns. Chancellor Burck introduced Associate Vice Chancellor and Chief Information Officer Goldsmith who is in charge of the Strategic Leadership Council consisting of representatives from the 15 component institutions of The University of Texas System. Mr. Burck said the Council, along with the Information Technology Management Council, will address the students' recommendations but asked Mr. Goldsmith if he wished to comment at this time. Associate Vice Chancellor Goldsmith agreed that bandwidth is an issue and proposed that, while each component institution needs to decide where to spend scarce resources as relates to bandwidth capabilities, the U. T. System will put in place agreements and arrangements to make it possible for institutions to leverage resources to get the best value.

By citing the example of student employees working on regularly scheduled university holidays, Ms. Rivas said the Student Rights Committee recommends consideration of a policy on student workdays consistent with that of all other university employees at the various component institutions.

Ms. Panopoulos said the Academic Affairs Committee recommends expanding the incorporation of service learning into course curricula with the goal of achieving career development while contributing to the community. She said students, communities, faculty, and institutions would benefit from such a program and noted implementation of service learning programs at U. T. Arlington and U. T. Austin.

Mr. Thomas reported that the Graduate Affairs Committee is concerned about access to, and cost of, quality health insurance for Graduate Student Workers who work less than 20 hours per week. There was discussion about higher insurance rates for females and about past efforts by the U. T. System to attempt to resolve this same concern.

Representing the Minority and Multicultural Affairs Committee, Mr. Tran recommended that a student liaison serve on the U. T. Board of Regents' Special Committee on Minorities and Women in an effort to improve minority recruitment and retention at the U. T. System campuses. Chairman Miller welcomed the suggestion and Vice-Chairman Hunt invited the Council to bring issues to the Board of Regents' Standing Committees as appropriate instead of waiting for the annual SAC meeting with the Board. There was further discussion about SAC attendance at the regularly scheduled Board and committee meetings and Executive Vice Chancellor Sharpe recommended this be addressed in policy discussions in Fall 2002. In the meantime, Chairman Miller invited two students, one from an academic campus and one from a health campus, to the July 2002 committee meetings but cautioned the dialog will need to result in a finite number of requests.

Chair Smith then introduced the following SAC officers for the 2002-2003 academic year:

Chair-Elect Eric Opiela (U. T. Austin)
Vice-Chair Alan Thomas (U. T. Tyler)
Secretary Semilla Rivera (U. T. Health Science Center – Houston)
Historian Debbie Perez (U. T. Brownsville)

Chair-Elect Opiela agreed to work with the U. T. System over the summer to formalize SAC representation at Board and committee meetings, and said the Council is ready to support and represent the U. T. System during the upcoming 78th Texas Legislative Session to preserve "a University of the First Class." Chairman Miller welcomed discussions to share views in preparation for the Session but asked that the students not lobby for the U. T. System. In closing, Chair Smith impressed upon the Regents her sincere appreciation for the open and honest dialog at this meeting.

Chancellor Burck thanked the Council for their hard work and recommendations and said he had received the Council's 2001-2002 Annual Report. He promised to respond to each recommendation within 60 days.

RECESS TO EXECUTIVE SESSION.--At 2:05 p.m., Chairman Miller announced that the Board would recess to convene in Executive Session pursuant to Texas Government Code Sections 551.071 and 551.074 to consider those matters listed on the Executive Session agenda. The Executive Session began at 2:20 p.m.

RECONVENE.--At 4:50 p.m., the Board reconvened in open session for any 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 and 551.074. In response to an inquiry from Chairman Miller regarding the wishes of the Board, the following actions were taken:

1. U. T. Medical Branch - Galveston: Settlement of Medical Liability Litigation -- Julia Denny and Ricardo Calderon

Upon motion of Regent Oxford, duly seconded, the Board unanimously authorized the Chancellor and the Office of General Counsel to settle, on behalf of The University of Texas Medical Branch at Galveston physicians, the medical liability litigation brought by Julia Denny and Ricardo Calderon in accordance with the proposal discussed in Executive Session.

2. U. T. Health Science Center - Houston: Settlement of Medical Liability Litigation -- Yisel Yleana Stubbs

Regent Oxford moved that the Board authorize the Chancellor and the Office of General Counsel to settle, on behalf of The University of Texas Health Science Center at Houston physicians, the medical liability litigation brought by Yisel Yleana Stubbs in accordance with the proposal discussed in Executive Session.

The motion was seconded and carried unanimously.

3. U. T. System: Consultation with Attorney Regarding Legal Issues

There was no action taken related to consultation with an attorney regarding legal issues of The University of Texas System.

4. U. T. System: Consideration of Personnel Matters Relating to Evaluation of Presidents and U. T. System Executive Officers

Consideration of personnel matters related to evaluation of presidents and executive officers of The University of Texas System was deferred.

5. U. T. System: Consideration of Personnel Matters Relating to Chancellor Search

No action was taken related to the Chancellor search for The University of Texas System.

RECESS.--At 4:52 p.m., Chairman Miller announced that the Board would recess to reconvene at 8:30 a.m. in Open Session on Thursday, May 9, 2002, in the Multi-Purpose Room 207, San Jacinto Residence Hall at The University of Texas at Austin, Austin, Texas.

THURSDAY, May 9, 2002.--The members of the Board of Regents of The University of Texas System reconvened at 8:45 a.m. on Thursday, May 9, 2002, in the Multi-Purpose Room 207, San Jacinto Residence Hall at The University of Texas at Austin, Austin, Texas, with the following in attendance:

ATTENDANCE.--

<u>Present</u>	<u>Absent</u>
Chairman Miller, presiding	
Vice-Chairman Clements	
Vice-Chairman Hunt	
Vice-Chairman Riter	
Regent Craven	
Regent Estrada	
Regent Krier	
Regent Oxford	
Regent Sanchez	
Counsel and Secretary Frederick	

Chairman Miller announced a quorum present and called the meeting to order.

U. T. BOARD OF REGENTS: APPROVAL OF MINUTES OF REGULAR MEETING HELD FEBRUARY 13-14, 2002, AND SPECIAL MEETINGS HELD MARCH 18-19, AND APRIL 1, 2002.--The Minutes of the regular meeting of the Board of Regents of The University of Texas System held on February 13-14, 2002, in San Antonio, Texas, were approved as prepared by the Counsel and Secretary to the Board. The official copy of these Minutes is recorded in the Permanent Minutes, Volume XLIX, Pages 188 - 481.

The Board also approved the Minutes of the special meetings of the Board of Regents of the U. T. System held on March 18-19 and April 1, 2002, in Houston and Dallas, Texas, respectively, as prepared by the Counsel and Secretary to the Board. The official copy of these Minutes is recorded in the Permanent Minutes, Volume XLIX, Pages 482 - 486.

SPECIAL ITEM

U. T. System: Report of Summary of Gift Acceptance Conforming to Board Policy for December 1, 2001 through February 28, 2002

The Summary of Gift Acceptance for The University of Texas System for the period December 1, 2001 through February 28, 2002, is set forth below. The report includes 115 items conforming to Board policy including the acceptance of \$36,955,986 in gifts and other transfers of funds and Board-held matching funds totaling \$1,625,671.84. The 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.

<u># ALL</u>	<u>ITEMS</u>	<u>COMPONENT INSTITUTION</u>	<u>TOTAL VALUE</u>
7		U. T. System Administration	\$ 75,000
3		U. T. Arlington	30,229
44		U. T. Austin	31,412,766 *
2		U. T. Brownsville	56,200
3		U. T. Dallas	10,626 *
8		U. T. El Paso	222,564 *
4		U. T. Pan American	---
---		U. T. Permian Basin	---
6		U. T. San Antonio	1,079,000
4		U. T. Tyler	70,000
13		U. T. Southwestern Medical Center - Dallas	1,244,055 *
12		U. T. Medical Branch - Galveston	1,402,319
4		U. T. Health Science Center - Houston	556,939
3		U. T. Health Science Center - San Antonio	421,779
2		U. T. M. D. Anderson Cancer Center	374,508
---		U. T. Health Center - Tyler	---
115		TOTAL	\$ 36,955,986

* Not included in total:

U. T. Austin: \$51,708.75 transfer of funds from the U. T. System Pooled Income Fund;

U. T. Dallas: \$573,963.09 transfer of endowment funds;

U. T. El Paso: \$500,000 transfer of endowment funds; and

U. T. Southwestern Medical Center - Dallas: \$500,000 of Board-held matching funds.

SPECIAL REPORTS

1. U. T. System: Report on Management and Leadership Development Program

Regent Craven announced the establishment and pending implementation of a Management and Leadership Development Program at The University of Texas System Administration as developed in Fall 2001 by the Task Force on Access, Opportunity, and Success. The mission of the Program is to develop management and leadership skills through an organized training curriculum that will build business competencies, enhance performance potential, and contribute to the successful attainment of U. T. System goals. It is expected that the Program will eventually serve as a model for consideration and adaptation by the U. T. System component institutions and that there will be opportunities for Program graduates to report back to the Board. Regent Craven then introduced Chancellor Burck for a report on implementation of the Program that will begin in July 2002.

Chancellor Burck introduced seven U. T. System employees who serve as members of the Executive Committee of which he is Chair. He said the Committee's responsibilities include oversight and evaluation of the program and participant selection. The initial class will be comprised of 8-12 participants who will attend instructional seminars and group exercises at the Lyndon Baines Johnson School of Public Affairs at The University of Texas at Austin for a period of six months. While a period of program evaluation will follow classroom instruction, the Management and Leadership Development Program will be continuously evaluated. Chancellor Burck introduced Mr. Daniel M. Stewart, Executive Director of Employment and Staff Benefits for the U. T. System, who presented a PowerPoint report on the mission, goal, and details of the Program. A [copy of this report](#) is on file in the Office of the Board of Regents.

2. U. T. System: Report on Initiatives for the 78th Texas Legislative Session

Vice Chancellor Scott updated the Board on the status of issues submitted by The University of Texas System component institutions for inclusion in the U. T. System's agenda for the 78th Texas Legislative Session. He stated that interests from the academic and health component institutions were consolidated and that issues are being refined for a final report at the August 2002 meeting of the Board.

He noted the following five themes that accommodates the majority of various elements of a System-wide plan to increase educational attainment and research in Texas, as well as to enhance the quality of the U. T. System component programs:

- a. Obtain funding to maintain current service levels to help offset primarily salaries and health care
- b. Obtain funding to enhance participation, success, excellence, and research, particularly as it relates to excellence funding, research including indirect cost reimbursement, the K-16 initiative, and capital funding
- c. Implement operational flexibility and efficiency measures (See Item 3 on Page 10 concerning deregulation issues.)
- d. Health-care financing issues, primarily nursing care and indigent care funding
- e. Other priority issues such as funding needs related to damage incurred as a result of Tropical Storm Allison and the Regional Academic Health Centers (RAHC).

Chairman Miller noted that retention of research dollars is one of the most important revenue sources for the U. T. System. He said the University excels in medical and biotechnology research, which has a direct impact on improving the health of citizens, not only in Texas, but nationwide. He said research dollars encourage creativity, help to establish an intellectual environment that attracts the best and brightest people to Texas, and have an economic multiplier effect that acts as a powerful economic driver in that those dollars come from out-of-state from federal or corporate communities. The overhead recapture is similar to a direct tax on research that represents an adverse policy for higher education and he will try to get the tax removed. Chairman Miller said the tax substantially impacts The University of Texas at Austin due to the large pool of research dollars. He noted the U. T. System medical schools do not pay that overhead and that is a proper policy. He said that once the tax is removed, the ability to accelerate the amount of research dollars would increase exponentially to build the research capacity.

Regent Oxford noted that biomedical technology research is a priority in Texas and that the health component institutions are searching for funding for biotechnology research parks. Chairman Miller said research is a strategic goal and encouraged U. T. to look for incentives to attract research dollars. Texas ranks 6th in research expenditures in the nation

and Chancellor Burck said retention of 100% of the indirect costs on research dollars would have a significant economic impact on universities and the State of Texas.

Regent Sanchez asked that the University look at more opportunities for seed money and Regent Krier asked for a separate list of priorities for K-16 initiatives from each campus to see if they fit together under legislative issues or if they should be treated separately so as not to compete with other funding requests such as nursing programs.

3. U. T. Board of Regents: Presentation on Status of Deregulation

Assistant Vice Chancellor Starkey reported on the progress of developing a package of deregulation recommendations for The University of Texas System to be considered during the 78th Texas Legislature. He said there are 53 potential deregulation issues that include suggestions for improvements in policies and procedures affecting academic oversight, financial management, human resources, information technology, procurement, reporting, and other administrative matters. These items represent initiatives that would gain efficiencies, minimize costs, increase revenue, or remove obstacles to an institution's ability to respond to needs or opportunities to better serve the public.

Since these issues affect other universities throughout the State, the list of deregulation issues for the U. T. System was sent to other university systems in Texas for their consideration.

Chairman Miller summarized that the purpose of deregulation is to optimize the use of sources of revenues by evaluating restrictive rules and regulations, getting those restrictions removed, and holding people accountable. He stressed the need for freedom to do the best job possible.

4. U. T. Board of Regents: Special Recognition of Student Heroes

Chairman Miller commended members of The University of Texas at Austin sailing team who participated in the fourth collegiate sailing team racing regatta in Galveston Bay with the Texas A&M University at Galveston and Texas A&M University at College Station teams and were involved in the rescue of five people trapped underwater. Students from the three universities swam to a submerged and locked vehicle, broke the car windows, freed two women and three children from their seat belts, and administered first aid and cardiopulmonary resuscitation.

Chairman Miller stated he is in awe of all those involved in the rescue, and recognized and commended the following U. T. Austin students:

- Mr. Spencer Ogden, Junior, Stamford, Connecticut
- Mr. Michael Curtin, Junior, Kingwood, Texas
- Ms. Sarah Lakhani, Freshman, Corpus Christi, Texas
- Mr. Varun Idnani, Freshman, Colaba Mumbai, India

RECESS FOR COMMITTEE MEETINGS AND COMMITTEE REPORTS TO THE BOARD.--At 9:30 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 12).--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 (Pages 13 - 57).--Committee Chairman Hunt reported that the Finance and Planning 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 by the U. T. Board of Regents:

1. U. T. System: Approval of Chancellor's Docket No. 109 (Catalog Change)

The Board approved Chancellor's Docket No. 109 in the form distributed by the Counsel and Secretary to the Board. It is attached following Page 100 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 component institution involved.

To avoid any appearance of a possible conflict of interest, Regent Krier was recorded as abstaining from any vote on Item 4 on Page HSC - San Antonio - 2 of The University of Texas Health Science Center at San Antonio Docket related to a gift from the USAA Foundation, of which Regent Krier is an officer.

See Item 2 below regarding the name change of the "Chancellor's Docket" to "Docket."

2. U. T. Board of Regents - Regents' Rules and Regulations, Part One: Amendments to Chapter I, Section 8, Subsection 8.5, Subdivision 8.54 (Docket)

To reflect the name change of the "Chancellor's Docket" to "Docket," the Board amended the Regents' Rules and Regulations, Part One, Chapter I, Section 8, Subsection 8.5, Subdivision 8.54 to read as set forth below:

8.54 A docket composed of matters arising from System Administration and the component institutions that are required to be reported to and/or approved by the Board in accordance with established policies of the Board, shall be prepared as directed and approved by the Chancellor, Executive Vice Chancellors, and Vice Chancellors, as appropriate. All docket items from the component institutions must be received by the System Administration not less

than twenty-one days prior to the next regular scheduled meeting for inclusion on the docket for that meeting. The Docket shall be distributed by the Counsel and Secretary to all members of the Board at least ten days before the Board convenes, together with a memorandum to be returned within seven days thereafter. The memorandum will permit any member of the Board to except any item or items from the Docket. All items not excepted by any Regent will be considered by the Board at its next meeting, without detailed review. Any excepted item listed by any Regent will be deferred and will be processed through the appropriate standing committee for consideration at the first regular meeting of the Board following action of the item by the appropriate standing committee.

The amendments to the Regents' Rules and Regulations, Part One, Chapter I, Section 8, Subsection 8.5, Subdivision 8.54 change the name of the "Chancellor's Docket" to "Docket" to make clear that the Docket includes items from component institutions of The University of Texas System as well as U. T. System Administration. Additional minor edits were made to delete reference to routine matters as the approval of most routine items has been delegated to U. T. System officials or the institutional presidents and to clarify those involved in the approval process.

3. U. T. Board of Regents - Regents' Rules and Regulations: Amendments to Part One, Chapter I, Section 7 (Committees and Other Appointments) and Chapter II, Section 3 (Chancellor's Duties and Responsibilities) to Reflect the Establishment of the Internal Audit and Compliance Subcommittee of the Finance and Planning Committee

The Board amended the Regents' Rules and Regulations, Part One, Chapter I and Chapter II as set forth below to reflect the establishment of the Internal Audit and Compliance Subcommittee of the Finance and Planning Committee of the U. T. Board of Regents:

- a. Part One, Chapter I, Section 7, regarding committees and other appointments, was amended to read as follows and present Subdivisions 7.16 through 7.18 were renumbered accordingly:

Sec. 7. Committees and Other Appointments.

...
7.15 Duties of the Finance and Planning Committee.--
The Finance and Planning Committee shall:
...

- 7.153 Review and recommend to the Board as appropriate on issues and activities related to The University of Texas Investment Management Company (UTIMCO).
- 7.154 Establish an Internal Audit and Compliance Subcommittee to oversee auditing and compliance activities. Receive recommendations for action by the Subcommittee as appropriate.
- 7.16 Duties of the Internal Audit and Compliance Subcommittee.--The Internal Audit and Compliance Subcommittee shall:
 - 7.161 Oversee all internal and external auditing and compliance functions within The University of Texas System.
 - 7.162 Recommend the approval of the hiring of the System Director of Audits after nomination by the Chancellor.
 - 7.163 Recommend the approval of the annual System-wide risk assessment and annual internal auditing plan.
 - 7.164 Initiate System Administration and institutional audits and compliance activities as deemed necessary to ensure appropriate risk management and control processes within The University of Texas System.
 - 7.165 Provide the Finance and Planning Committee and the Board of Regents with relevant information obtained from ongoing reviews of auditing and compliance activities and reports of internal auditors, external auditors, and the State Auditor's Office.
 - 7.166 Meet with external auditors, internal audit directors, and compliance officers as deemed necessary to discuss specific risk management and control issues.

- b. Part One, Chapter II, Section 3, regarding the duties and responsibilities of the Chancellor, was amended as follows:

Sec. 3. Chancellor.

...

- 3.312 Duties and Responsibilities. The primary responsibilities of the System Director of Audits include:
- 3.3121 Developing a System-wide internal audit plan based on a System-wide risk assessment and coordinating the implementation of this plan with the institutional internal auditors. This System-wide audit plan is submitted to the Internal Audit and Compliance Subcommittee for review and to recommend approval to the Finance and Planning Committee after the Chancellor's review and approval.

...

3.4 Institutional Compliance.

...

- 3.41 System-wide Compliance Officer. The System-wide Compliance Officer is responsible, and will be held accountable for, apprising the Chancellor and the Internal Audit and Compliance Subcommittee of the institutional compliance functions and activities at System Administration and at each of the component institutions as set out in Subparagraph 3.412 of this Section. The System-wide Compliance Officer provides institutional compliance assistance to the Chancellor, the Executive Vice Chancellors, and the Vice Chancellors in the exercise of their responsibilities.

.....

The Internal Audit and Compliance Subcommittee is the designated oversight agent of the Board of Regents for internal assurance activities in The University of Texas System. The primary responsibility of the Subcommittee is to monitor the quality and level of assurance provided

from both internal and external sources on the risk management and control processes of the U. T. System.

The Subcommittee is composed of a chairman and two members appointed by the Chairman of the Finance and Planning Committee from the membership of that Committee. For the record, the members of the Internal Audit and Compliance Subcommittee are Regent Estrada as Chairman, Regent Hunt, and Regent Riter. Subcommittee members serve at the pleasure of the Chairman of the Finance and Planning Committee.

The Internal Audit and Compliance Subcommittee will meet at least quarterly and report through the Finance and Planning Committee. The Subcommittee may meet in Executive Session to discuss matters authorized by State law.

The U. T. System Director of Audits and the System-wide Compliance Officer is the primary contact between the Internal Audit and Compliance Subcommittee and both the internal and external assurance organizations.

Regent Krier requested that it be noted for the record that, while the requirement for the Finance and Planning Committee to report to the Board on audit and compliance issues is deleted from the Regents' Rules and Regulations, issues that require Board attention will be reported. Committee Chairman Hunt assured the Board that this would be done.

4. U. T. Board of Regents: Approval to (a) Amend the Regents' Rules and Regulations, Part One, Chapter I, Section 9 (Delegation to Act on Behalf of the Board) and Part Two, Chapter XII (Intellectual Property); (b) Amend Regental Policies Relating to Sponsored Research Projects and Intellectual Property; and (c) Repeal Three Regental Policies and Consolidate into One Policy Entitled Policies and Guidelines for License Agreements, Sponsored Research, and Management and Marketing of Intellectual Property

To implement recommendations of The University of Texas System Technology Transfer Commission, the Board amended the Regents' Rules and Regulations and Regental Policies relating to sponsored research projects and intellectual property as set forth below:

- a. Part One, Chapter I, Section 9, regarding delegation to act on behalf of the Board, was amended to read as follows:

9.22 All contracts or agreements, including purchase orders and vouchers, with a cost or monetary value to the U. T. System Administration or the component institution of more than \$1,000,000 must be approved by the Executive Committee of the Board or approved by the Board via the docket or the agenda except the following, which do not require prior approval by the Executive Committee of the Board or the Board regardless of the contract amount:

...

9.222 Contracts or grant proposals for sponsored research, including institutional support grants, and licenses or other conveyances of intellectual property owned or controlled by the Board; provided that licenses and other conveyances of intellectual property owned or controlled by the Board shall have the advance approval of the appropriate Executive Vice Chancellor.

...

9.29 The following contracts and agreements must be approved by the Board via the docket or the agenda, regardless of the contract amount:

9.291 Contracts and agreements of any kind or nature with a foreign government or agency thereof, except affiliation agreements and cooperative program agreements, material transfer agreements, sponsored research agreements and licenses or other conveyances of intellectual property owned or controlled by the Board prepared on an approved standard form or satisfying the requirements set by the Office of General Counsel.

9.292 Agreements with a Chancellor, a president, a former Chancellor or president, an Executive Vice Chancellor, or a Vice Chancellor, subject to the provisions of Texas Education Code Section 51.948 or Texas Government Code Section 618.001 et seq.

b. Part Two, Chapter XII, regarding intellectual property, was amended to read as follows:

Sec. 1. Philosophy and Objectives.--It is the objective of the Board to provide an intellectual property policy that will

encourage the development of inventions and other intellectual creations for the best interest of the public, the creator, and the research sponsor, if any, and that will permit the timely protection and disclosure of such intellectual property whether by development and commercialization after securing available protection for the creation, by publication, or both.

The policy is further intended to protect the respective interests of all concerned by ensuring that the benefits of such property accrue to the public, to the inventor, to the System and to sponsors of specific research in varying degrees of protection, monetary return and recognition, as circumstances justify or require. Each component institution may develop in its Handbook of Operating Procedures additional policies and rules covering the subject matter of this Section not inconsistent with this Section or other policies or procedures adopted by the Board.

Sec. 2. General Policy.

- 2.1 The intellectual property policy shall apply to all persons employed by the U. T. System and the component institutions of the System (including, but not limited to, full and part-time faculty and staff and visiting faculty members and researchers), to anyone using System facilities, to undergraduates, to candidates for master's and doctoral degrees, and to postdoctoral and predoctoral fellows.
- 2.2 Except as set forth in Subsections 2.3, 2.4, and 4.1, this policy shall apply to and the Board may assert ownership in intellectual property of all types (including, but not limited to, any invention, discovery, trade secret, technology, scientific or technological development, research data and computer software) regardless of whether subject to protection under patent, trademark, copyright, or other laws.
- 2.3 The Board shall assert its interest in scholarly or educational materials, artworks, musical compositions and dramatic and nondramatic literary works related to the author's academic or

professional field, regardless of the medium of expression, as follows:

- 2.31 Students, professionals, faculty, and researcher authors.--The Board shall not assert ownership of works covered by this Subsection authored by students, professionals, faculty, and nonfaculty researchers. The Board encourages these authors to carefully manage their copyrights. The Board retains certain rights in these works as set forth in the Policy and Guidelines for Management and Marketing of Copyrighted Works.
 - 2.32 Software.--The Board normally shall assert ownership in software as an invention; however, original software which is content covered by Subdivision 2.31, or that is integral to the presentation of such content, shall be owned in accordance with Subdivision 2.31.
- 2.4 Notwithstanding the provisions of Subsection 2.3, the Board shall have sole ownership of all intellectual property created by an employee who was hired specifically or required to produce it or commissioned by the System or a component institution of the System. Except as may be provided otherwise in a written agreement approved by the president of the component institution, the provisions of Subdivision 4.25 relating to division of royalties shall not apply to intellectual property owned solely by the Board pursuant to this Subsection 2.4.
- 2.5 Any person who as a result of his or her activities creates intellectual property that is subject to this policy, other than on government or other sponsored research projects where the grant agreements provide otherwise, should have a major role in the ultimate determination of how it is to be published; however, the component president will decide in his or her sole discretion whether to develop and commercialize an invention after securing available protection for the creation, if necessary.

- 2.6 The System, with the cooperation of the component institution, will provide review and management services for patentable inventions as well as other intellectual property either by its own staff, through a related foundation, or by other means.
- 2.7 It is a basic policy of the System that intellectual property be developed primarily to serve the public interest. This objective usually will require development and commercialization by exclusive licensing, but the public interest may best be promoted by the granting of nonexclusive licenses. These determinations will be recommended and made in accordance with the administrative procedures hereinafter set out.
- 2.8 Neither the facilities nor the resources of System or its component institutions may be used (i) to create, develop or commercialize intellectual properties unrelated to an individual's employment responsibilities (See Subsection 4.1); or (ii) to further develop or commercialize intellectual properties that have been released to an inventor (See Subdivision 4.22) except as the component institution's president may approve where System retains an interest under the terms of the release.
- 2.9 An employee whose research activities result in the creation of data that is owned by the Board pursuant hereto shall have a nonexclusive license to use such data for nonprofit educational, research, and scholarly purposes within the scope of the employee's employment, subject to adherence to other provisions of this policy.

Sec. 3. Intellectual Property Advisory Committees and Office of General Counsel.

- 3.1 Intellectual Property Advisory Committees.--To help administer the intellectual property policy at each component institution and to make recommendations to presidents for further referral to the System Administration and the Board (in those cases when action by the System Administration and/or the Board is required),

departmental or institutional intellectual property advisory committees may be established by the component institutions.

- 3.2 Office of General Counsel.--The Office of General Counsel will assist component institutions with all legal matters relating to intellectual property. Among other responsibilities, the Office of General Counsel will help component institutions secure protection for intellectual property when appropriate and will police infringements; maintain central databases and files of patent applications, issued patents, copyrights, licenses and agreements; coordinate with component institutions in negotiating and preparing license and other agreements; and review and approve as to form all agreements relating to intellectual property.

Sec. 4. Property Rights and Obligations.

- 4.1 Intellectual property unrelated to the individual's employment responsibility that is developed on an individual's own time and without System support or use of System facilities is the exclusive property of the creator and the System has no interest in any such property and no claim to any profits resulting therefrom. Should the creator choose to offer the creation to the System, the component president may support and finance a patent application or other available protective measures and manage the development and commercialization of the property under terms and conditions as may be agreeable to the parties. If the creator makes the offer after obtaining a patent or other protection, the component president may reimburse the creator for expenses in obtaining such protection.
- 4.2 Intellectual property either related to the individual's employment responsibility, or resulting from activities performed on System time, or with support by State funds, or from using System facilities is subject to ownership by the Board.
 - 4.21 Before intellectual property subject to ownership by the Board is disclosed to any

party outside the System, to the public generally, or for commercial purposes, and before publishing same, the creator shall submit a reasonably complete and detailed disclosure of such intellectual property to the president of the creator's institution for determination of the System's interest. A component institution may establish guidelines in its Handbook of Operating Procedures for submitting different categories of intellectual property to its departmental or institutional intellectual property advisory committee and procedures to be followed by the committee in reviewing and evaluating such submissions. Such guidelines and procedures shall be consistent with this policy and shall be subject to approval as a part of the institutional Handbook. In those instances, however, where delay would jeopardize obtaining the appropriate protection for the property, the creator may request the approval of the component president to file a patent application or take other steps to obtain available protection prior to the administrative review provided in the following two subdivisions. If the request is granted, the creator may proceed with the filing of a patent application or other available protective measures pending the determination of the System's interest; provided, however, that the creator shall be reimbursed for reasonable expenses in filing the patent application or taking other steps to obtain protection as the parties may negotiate if the decision of the System is to assert and exploit its interests. Either the Chairman of the departmental or institutional intellectual property advisory committee or the component president shall notify the Office of General Counsel of any such application.

4.22 If the component president elects not to assert and exploit System's interest, the Office of General Counsel and the creator shall be notified within one hundred

eighty (180) days of the date of a complete submission that the invention will be released to the creator after which he or she will be free to obtain and exploit a patent or other intellectual property protection in his or her own right and the System shall not have any further rights, obligations or duties with respect thereto except that, in appropriate circumstances the component president may elect to impose certain limitations or obligations or retain income rights.

- 4.23 The component president may elect to release an invention to its creator at any time after asserting System's interest, with notice to the Office of General Counsel; however, such a release shall include provisions for the recovery of patent and licensing expenses, if any, the retention of income rights and other appropriate limits or obligations, as set forth above for creations in which the System's rights are never asserted.
- 4.24 With respect to intellectual property in which the System asserts an interest, the component president shall decide how, when, and where the intellectual property is to be protected and may proceed either through its own efforts or those of an appropriate private firm or attorney to obtain protection and manage the intellectual property. Outside counsel services may be contracted with the consent of the Vice Chancellor and General Counsel and, if required by law, the approval of the Attorney General. It shall be mandatory for all employees, academic and nonacademic, to assign the rights to intellectual property and patents to the Board when such creations fall within Subsection 4.2.
- 4.25 In those instances where the System licenses rights in intellectual property to third parties, the costs of licensing, including the costs to operate and support a technology transfer office and departmental or institutional intellectual property advisory

committees, and the costs of obtaining a patent or other protection for the property on behalf of the Board shall first be recaptured from any royalties or other license payments received by the System, and the remainder of such income (including but not limited to license fees, prepaid royalties, minimum royalties, running royalties, milestone payments, and sublicense payments) shall be divided as follows:

50% to creator

50% to System.

With the prior approval of the Board as an agenda item, a component institution may include provisions in its Handbook of Operating Procedures to adjust the allocation of royalties set forth herein, but in no event shall the creator receive more than 50% or less than 25% of such proceeds. The division of royalties from patents or other intellectual property managed by an intellectual property management concern will be controlled by the terms of the System's agreement with such concern, as approved by the Board. Any other deviation from this rule requires the prior approval of the Board.

4.3 Intellectual property resulting from research supported by a grant or contract with the federal government, or an agency thereof, with a nonprofit or for profit nongovernmental entity, or by a private gift or grant to the System shall be subject to ownership by the Board.

4.31 Administrative approval of application requests to, and acceptance of grants or contracts with, the federal government or any agency thereof, with a nonprofit or for profit nongovernmental entity, or a private donor that contain provisions that are inconsistent with this policy, or other policies and guidelines adopted by the Board from time to time imply a decision that the value to the System of receiving the grant or performing the contract outweighs

the impact of any nonconforming provisions of the grant or contract on the intellectual property policies and guidelines of the System.

- 4.32 The intellectual property policies and guidelines of the System are subject to, and thus amended and superseded by, the specific terms pertaining to intellectual property rights included in federal grants and contracts, or grants and contracts with nonprofit and for profit nongovernmental entities or private donors, to the extent of any conflict.
- 4.33 In those instances where it is possible to negotiate System-wide intellectual property agreements with the federal agencies or nonprofit and for profit nongovernmental entities or private donors and thereby obtain more favorable treatment for the creator and the System, every effort will be made to do so with the cooperation and concurrence of the Office of General Counsel after consultation with the institutional president.
- 4.34 Employees of the System whose intellectual property creations result from a grant or contract with the federal government, or any agency thereof, with a nonprofit or for profit nongovernmental entity, or by private gift to the System shall make such assignment of such creations as is necessary in each case in order that the System may discharge its obligation, expressed or implied, under the particular agreement.
- 4.35 In the event that two or more persons are entitled to share royalty income pursuant to Subdivision 4.25 (or equity pursuant to Section 5) and such persons cannot agree on an appropriate sharing arrangement as evidenced by a clear and unequivocal written agreement transmitted to the departmental or institutional intellectual property advisory committee, or if inventors are located at two or more component institutions, to the Office of General Coun

sel, that portion of the royalty income to which the creators are entitled under this policy will be distributed to such persons in such portions as the component president or, in the event that the creators are located at two or more component institutions within the System, the Chancellor may deem appropriate under the circumstances and such decision shall be binding on the creators.

- 4.36 A decision by the System to seek patent or other available protection for intellectual property covered by Subsection 4.2 shall not obligate System to pursue such protection in all national jurisdictions. The System's decision relating to the geographical scope and duration of such protection shall be final.

Sec. 5. Equity Interests.

- 5.1 In agreements with business entities relating to rights in intellectual property owned by the Board, the System may receive equity interests as partial or total compensation for the rights conveyed. In any such instance, the component institution where the intellectual property was created may elect, at its option, to share an equity interest, dividend income, or the proceeds of the sale of an equity interest with the creator(s) in the same manner as royalties are shared pursuant to Subdivision 4.25. The System may also receive equity interests in a business entity as consideration for the component institution's role as a founder or cofounder of the business entity, and shall not be obligated to share such equity interests with the creator(s).
- 5.2 Employees of the System who conceive, create, discover, invent or develop intellectual property may hold an equity interest in a business entity that has an agreement with the System relating to the research, development, licensing, or exploitation of that intellectual property only so long as the component institution where the intellectual property was developed is in full

compliance with the requirements to have, implement, and enforce for that employee an effective conflict of interest management plan approved by the component institution's president as set forth in the Procedure for Obtaining Approval of Plan to Manage Conflicts of Interest. In any case where actual conflict of interest is found, the employee may be required to divest the equity interest or terminate affected research.

- 5.3 The System may negotiate, but shall not be obligated to negotiate, an equity interest on behalf of any employee as a part of an agreement between the System and a business entity relating to intellectual property conceived, created, discovered, invented, or developed by the employee and owned by the Board.
- 5.4 Except as provided in Subsection 5.1, dividend income and income from the sale or disposition of equity interests held by the Board pursuant to agreements relating to intellectual property shall belong to the System and shall be distributed in accordance with the provisions of Section 9.
- 5.5 Dividend income and income from the sale or disposition of an equity interest held by a System employee pursuant to an agreement between the System and a business entity relating to rights in intellectual property conceived, created, discovered, invented or developed by such employee shall belong to the employee.

Sec. 6. Business Participation.

- 6.1 Any System employee who conceives, creates, discovers, invents or develops intellectual property may serve as a member of the board of directors or other governing board or as an officer or an employee (other than as a consultant) of a business entity that has an agreement with the System relating to the research, development, licensing, or exploitation of that intellectual property only so long as the component institution where the intellectual property was developed is in full compliance with the requirements to have,

implement, and enforce for that employee an effective conflict of interest management plan approved by the component institution's president as set forth in the Procedure for Obtaining Approval of Plan to Manage Conflicts of Interest. In any case where actual conflict of interest is found, the employee may be required to terminate the business relationship or the relevant research.

6.2 When requested and authorized by the Board, an employee may serve on behalf of the Board as a member of the board of directors or other governing board of a business entity that has an agreement with the System relating to the research, development, licensing or exploitation of intellectual property, but may not accept any consideration offered for service on such board.

Sec. 7. Reporting.--Any employee covered by Subsections 5.2, 6.1, or 6.2 shall report in writing to the president of the component institution, or to such other person as may be designated by the president, the name of any business entity in which the person has an interest or for which the person serves as a director, officer or employee and shall be responsible for submitting a revised written report upon any change in the interest or position held by such person in such business entity. These reports shall be forwarded to the Vice Chancellor and General Counsel by October 1 of each year for filing with the Board as required by Texas Education Code Section 51.912 and inclusion in the annual financial report sent to the State officials listed in Texas Education Code Section 51.005.

Sec. 8. Approval of and Execution of Legal Documents Relating to Rights in Intellectual Property.

8.1 Agreements that grant an interest in Board intellectual property may be executed and delivered in accordance with the provisions of the Regents' Rules and Regulations, Part Two, Chapter XI, following any required review by the Office of General Counsel.

8.2 Any document altering substantially the basic intellectual property policy of the System as set out in the preceding Sections and other policies and

guidelines that may be adopted by the Board may be executed and delivered as set forth in Subsection 8.1 if, in the judgment of the component president, the benefits from the level of funding for proposed research and/or other consideration from a sponsor, licensee, or other party outweigh any potential disadvantage that may result from the policy deviation.

- 8.3 The Chancellor, the appropriate Executive Vice Chancellor, or the Vice Chancellor and General Counsel may execute, on behalf of the Board, legal documents relating to the Board's rights in intellectual property, including, but not limited to, declarations, affidavits, powers of attorney, disclaimers, and other such documents relating to patent applications and patents; applications, declarations, affidavits, affidavits of use, powers of attorney, and other such documents relating to trademarks; corporate documents related to the formation of new companies; and other documents approved pursuant to Subsections 8.1 or 8.2. The component president or designee may execute, on behalf of the Board, institutional applications for registration or recordation of transfers of ownership and other such documents relating to copyrights.

Sec. 9. Income from Intellectual Property.

- 9.1 The portion of the net income the System retains from royalties and any other intellectual property-related income shall be used by the component institutions where the income-producing creation originated for research and other purposes approved by the Board in accordance with standard budgetary policies. At the option of a component institution, such income may be accumulated in an endowment fund with the income to be distributed to the component institution for such purposes as may be approved by the Board.
- 9.2 With the prior written approval of the president of the component institution, payments payable to a faculty member pursuant to Subdivision 4.25 may

be assigned to the component institution by the faculty member and designated for use in research to be conducted by such faculty member.

Sec. 10. Implementation of Intellectual Property Policies.--The Office of General Counsel shall prepare and distribute to the component institutions such model agreements and recommended procedures as may be considered appropriate for the implementation of the provisions of intellectual property policies and guidelines adopted by the Board.

Sec. 11. Construction of Documents.--Unless otherwise required by law or the Regents' Rules and Regulations, each intellectual property agreement approved hereunder shall be construed in accordance with the intellectual property policies and guidelines in existence as of its approval date.

- c. The Regental Policies for (1) Intellectual Property License Agreements with Private Entities; (2) Negotiation, Review and Approval of Sponsored Research Projects With Nonprofit and For Profit Nongovernmental Entities; and (3) Management and Marketing of Intellectual Property were amended and consolidated into one policy entitled "Policies and Guidelines for License Agreements, Sponsored Research, and Management and Marketing of Intellectual Property" as set forth below:

Policies and Guidelines for License Agreements,
Sponsored Research, and Management and Marketing
of Intellectual Property

A. Intellectual Property License Agreements with Private Entities

Policy Statement

The Office of General Counsel shall develop a model license agreement for U. T. System intellectual property which agreement shall include, as a minimum, the guidelines set forth below. The model agreement shall be submitted to all potential licensees for U. T. System intellectual property and individuals involved in negotiation of license agreements shall endeavor to use the significant aspects of the model agreement for all licenses of intellectual property rights. It is understandable that under certain circumstances, it will not be possible to include all aspects of the model agreement in the final draft of a license.

No entity shall be granted the exclusive rights to the development and/or commercialization of all intellectual property created at a U. T. System component institution without approval of the U. T. Board of Regents. Otherwise, agreements should grant rights only on a specific project basis.

The following guidelines apply to license agreements with private entities including those formed primarily for the purpose of developing and/or commercializing intellectual property created at a U. T. System component institution:

Guidelines

- a. If an entity is granted the exclusive rights with respect to a particular invention, product, process, or other item of intellectual property, the agreement should provide that such rights will revert to the U. T. Board of Regents in the event the entity fails to diligently develop and commercialize the property within a specified period of time that is appropriate to the particular circumstances.
- b. An entity that is granted exclusive rights to develop or commercialize intellectual property that is patentable should be required to reimburse the Board for all expenses incurred by the Board in obtaining a patent or, if a patent has not been obtained, should be required to prosecute and bear the expense of obtaining patent protection for the benefit of the Board and, in either event, the entity should be required to take all actions necessary, including litigation, to protect and preserve such patented rights from infringement.
- c. The U. T. System, the component institution, and the officers and employees of each should be protected and indemnified from all liability arising from the development, marketing, or use of the particular intellectual property.
- d. Restrictions on use by the component institution for research and teaching purposes and the publication rights of researchers should be minimized.
- e. The entity should be required to comply with all applicable federal, State, and local laws and regulations, particularly those concerning biological materials and necessary testing and approval by the Food and Drug Administration.

- f. The entity should be required to maintain confidentiality with regard to any unpatented technology or know-how.
 - g. An entity that grants a license or sublicense to some other entity for property or technology that is in whole or in part derived from or based on that which is licensed to the entity by the Board, should be required to share with the U. T. System: 50% of any royalty received by the entity and 50% of any equity position to which the entity may be entitled.
 - h. License agreements should contain such other provisions as may be determined to be in the best interest of the U. T. System by the Office of General Counsel.
- B. Negotiation, Review, and Approval of Sponsored Research Projects With Nonprofit and For Profit Nongovernmental Entities

Guidelines

U. T. System component institutions and individual faculty are encouraged to use their best efforts to obtain sponsored funding for research projects from governmental agencies as well as nonprofit and for profit nongovernmental entities. Each component institution should establish an appropriate organizational structure to solicit sponsors for research projects and to negotiate appropriate agreements with such sponsors with the assistance of the Office of General Counsel as provided below.

While it is recognized that sponsored research agreements with governmental entities and some nonprofit entities are not normally subject to change through negotiation, the Office of General Counsel shall develop a model sponsored research agreement that the component institution shall submit to all other potential sponsors for research projects.

It is particularly important that the following guidelines be adhered to if at all possible in sponsored research agreements with nonprofit and for profit nongovernmental entities:

- a. The U. T. Board of Regents should own the rights to all patentable discoveries, unpatentable technology, technical know-how, and other intellectual property that results from the research project.

- b. The sponsoring entity may have an option for either an exclusive or nonexclusive right to a license to develop and commercialize any intellectual property resulting from the project for a royalty in an amount to be negotiated.
- c. In the event the sponsor exercises the option for a license, it should be required to reimburse the Board for all expenses incurred with respect to a patent that has been secured on any patentable discovery or, in the event a patent has not been obtained, the sponsor should be required to bear the expense of securing patent protection for the benefit of the Board.
- d. The rights of researchers to publish scholarly work with respect to the research project should be restricted only to the extent necessary to protect the potential value of any discovery resulting from the research.
- e. The agreement should contain appropriate indemnification from the sponsor for all damage or liability that may result when a research project involves the use of materials, processes, or procedures that are furnished by or required by the sponsor to be used in such project and such damage or liability is not due to negligence of the persons performing the research.
- f. License agreements that result from the exercise of options in the sponsored research contracts are subject to approval as set forth in the intellectual property policies and guidelines and should contain the provisions set forth in the model license agreement provided by the Office of General Counsel, pursuant to the policy statement and guidelines for agreements licensing U. T. System intellectual property.

C. Management and Marketing of Intellectual Property

The U. T. Board of Regents finds that intellectual property and technology created at the component institutions are valuable assets with potential for commercialization for the benefit of the citizens of the State, State government, the component institutions, and the U. T. System.

Currently existing technology transfer offices shall constitute "Centers" as defined in Texas Education Code Section 153.001(1). U. T. System Administration and any component institution that does not have a Center is authorized to create one.

Such Centers may continue to perform the activities set forth in Texas Education Code Sections 153.004(1), (2), (3), and (4) and Section 153.006 in accordance with the intellectual property policy, these and other intellectual property guidelines, and all other relevant Board policies.

Centers may also engage in activities set forth in Texas Education Code Sections 153.004(5), (6), (7), and (8) in accordance with the intellectual property policy, these and other intellectual property guidelines, and all other relevant Board policies, provided, however, that institutional ownership interests in such entities established and operated pursuant to Section 153.004(7) shall belong to the Board.

Centers may institute and operate programs as described in Texas Education Code Section 153.005(a) in accordance with the criteria required to be established by component institutions and approved by the Board, as set forth in Section 153.006, and in accordance with the intellectual property policy, these and other intellectual property guidelines, and all other relevant Board policies.

Component institutions shall provide the information required by Section 153.008 and such other information as may be necessary or desirable to evaluate the success of technology commercialization throughout the U. T. System.

As a part of its Handbook of Operating Procedures, each component institution of the U. T. System shall adopt procedures for identifying, evaluating, and marketing intellectual property and technology created at the component institution:

- a. that are not already subject to an option or license pursuant to a sponsored research agreement;
- b. that have not been committed to an entity, including those formed for the primary purpose of development and commercialization of intellectual property created at the component institution; or
- c. the control of which has been regained by the U. T. System through reversion provisions contained in license agreements.

The intellectual property management and marketing procedures that are to be included in institutional Handbooks of Operating Procedures shall make provision for appropriate involvement of the Office of General Counsel in the management and marketing of the assets of the Board.

Amendments to the Regents' Rules and Regulations, Part One, Chapter I, Section 9, regarding delegation to act on behalf of the Board, implement certain recommendations of the Technology Transfer Commission.

- a. Subparagraph 9.222 allows licenses or other conveyances of intellectual property that have a value of more than \$1,000,000 to be signed by the institutional president, provided that the license or other conveyance has the prior approval of the appropriate Executive Vice Chancellor.
- b. Subparagraph 9.291 excludes from those contracts and agreements that must be approved by the Board via the docket or agenda sponsored research agreements and licenses or other conveyances of intellectual property owned or controlled by the Board prepared on an approved standard form or satisfying the requirements established by the Office of General Counsel.
- c. Former Subparagraph 9.292 required contracts and agreements for sponsored research with a corporation or other entity organized and operating under the laws of a foreign state to be approved by the Board via the docket or the agenda. The historical reason for this requirement was to assure compliance with State and federal reporting requirements. The requirement is deleted from the Rules as component institutions handle the reporting of those matters, making a centralized report unnecessary.

Amendments to the Regents' Rules and Regulations, Part Two, Chapter XII, regarding intellectual property, implement certain Technology Transfer Commission recommendations, and conform the Rules to current practice. Changes of note include the following:

- a. Subsection 2.1 is revised to clarify that the intellectual property policy applies to full and part-time faculty and staff and visiting faculty members and researchers.
- b. Subsection 2.5 is amended to provide that the institutional president will decide in his or her sole discretion whether to develop and commercialize an invention.
- c. Subsection 2.9 is added to clarify institutional and faculty interests in data.

- d. Since the University of Texas Investment Management Company (UTIMCO) no longer assists component institutions in business and financial matters relating to intellectual property, Subsection 3.3 was deleted.
- e. New Subdivision 4.25 is revised to clarify that the expenses attributable to a particular licensing project will be recovered from revenue received before income is divided and shared with the creator.
- f. New Subsection 4.3 addresses the releases of inventions after the Board has already asserted its interest.

Amendments to the three existing Regental policies related to intellectual property consolidate the policies into one policy and implement the recommendations of the Technology Transfer Commission. The primary revision is the addition of sections acknowledging the authority granted by Texas Education Code, Chapter 153, added by the 77th Texas Legislature, for technology transfer centers to perform certain activities. Revisions to the policies permit the institutional technology transfer offices to perform such activities, provided that the institution complies with all relevant policies and guidelines.

The following three Regental policies are consolidated into one policy entitled "Policies and Guidelines for License Agreements, Sponsored Research, and Management and Marketing of Intellectual Property," and the individual policies set forth below are repealed:

- "Policy and Guidelines Relating to Intellectual Property License Agreements with Private Entities" approved by the Board in December 1985 and amended in December 1987 and August 1998
- "Policy and Guidelines for the Negotiation, Review and Approval of Sponsored Research Projects with Nonprofit and For Profit Nongovernmental Entities" approved by the Board in December 1985 and amended in May 1999
- "Policy and Guidelines for Management and Marketing of Intellectual Property" approved by the Board in December 1985 and amended in May 1999.

5. U. T. System: Approval of Contract Extensions for Fully-Insured Health Maintenance Organizations (HMOs) and Monthly Premiums for the Medical and Dental Plans Effective September 1, 2002

The Board approved the monthly premiums as shown in the following tables for The University of Texas System self-funded medical and dental plans and the fully-insured health maintenance organizations (HMOs) and dental plans to be effective September 1, 2002.

Medical Plan Rates

<u>U. T. SYSTEM SELF-FUNDED MEDICAL PLAN</u> <u>MONTHLY PREMIUM RATES FOR FY 2002-2003</u>	
Coverage Level	BLUE CROSS AND BLUE SHIELD OF TEXAS UT SELECT PPO* PLAN
Subscriber Only (Automatic Package)**	\$319.11
Subscriber and Spouse	\$623.12
Subscriber and Child(ren)	\$569.29
Subscriber and Family	\$863.80
*Preferred Provider Organization	
**The Automatic Package is the default plan for all eligible employees and retirees.	

<u>FULLY-INSURED HMO MONTHLY PREMIUM RATES FOR FY 2002-2003</u>			
<u>HUMANA HMO</u>			
Coverage Level	AUSTIN	SAN ANTONIO	CORPUS CHRISTI
Subscriber Only	\$265.01	\$253.22	\$254.95
Subscriber and Spouse	\$517.09	\$493.98	\$497.36
Subscriber and Child(ren)	\$472.45	\$451.34	\$454.43
Subscriber and Family	\$716.65	\$684.58	\$689.27

<u>FULLY-INSURED HMO MONTHLY PREMIUM RATES FOR FY 2002-2003</u>		
HUMANA HMO		
Coverage Level	HOUSTON	GALVESTON
Subscriber Only	\$264.25	\$311.39
Subscriber and Spouse	\$515.60	\$607.99
Subscriber and Child(ren)	\$471.09	\$555.47
Subscriber and Family	\$714.58	\$842.80

<u>FULLY-INSURED HMO MONTHLY PREMIUM RATES FOR FY 2002-2003</u>				
HMOBLUE TEXAS				
Coverage Level	DALLAS	TYLER	EL PASO	MIDLAND/ODESSA
Subscriber Only	\$292.36	\$292.36	\$292.36	\$292.36
Subscriber and Spouse	\$570.69	\$517.09	\$570.69	\$570.69
Subscriber and Child(ren)	\$521.40	\$472.45	\$521.40	\$521.40
Subscriber and Family	\$791.04	\$716.65	\$791.04	\$791.04

Optional Coverage Rates

<u>DENTAL PLAN MONTHLY PREMIUM RATES FOR FY 2002-2003</u>		
Coverage Level	U. T. SYSTEM/DELTA DENTAL SELF-FUNDED INDEMNITY PLAN	FORTIS DENTAL* FULLY-INSURED DENTAL HMO
Subscriber Only	\$26.41	\$10.73
Subscriber and Spouse	\$50.14	\$17.97
Subscriber and Child(ren)	\$55.27	\$24.50
Subscriber and Family	\$78.59	\$28.78
*Formerly United Dental HMO		

The medical plan rates reflect 12-17% increases over FY 2002 with no rate increase for the self-funded dental plan and slight decreases for the fully-insured dental HMO plan. Overall employee and retiree out-of-pocket costs for FY 2003 for the medical plans will increase by approximately 12.42%. The 77th Texas Legislature appropriated 12.42% of additional funding for premium sharing for FY 2003.

Monthly premium rates for the self-funded UT Select PPO plan and the self-funded Delta Dental 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.

Premium rates for the fully-insured HMOs and Fortis Dental HMO (formerly United Dental HMO) were established by each organization. The premium rates include .5% for operating expenses of the U. T. System Office of Employee Group Insurance, \$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 rates for the vision plan, life insurance, accidental death and dismemberment, and long term disability remain unchanged.

An agreement was reached with CIGNA Life Insurance to continue to offer the \$10,000 option plus allow spouse coverage to be increased to a total of \$25,000 or \$50,000 beginning September 1, 2002. The Fortis Dental HMO plan will include enhancements to the plan design and provider network.

6. U. T. System Administration and U. T. Austin: Approval to Amend Resolution Regarding the List of Individuals Authorized to Negotiate, Execute, and Administer Classified Government Contracts (Key Management Personnel)

To comply with Department of Defense National Industrial Security Program Operating Manual requirements, approval was given to amend the resolution adopted by the Board in August 2001, to read as set out below to update the roster of administrative officials of The University of Texas System authorized to negotiate, execute, and administer classified government contracts as shown in item a. and the list of named members of the U. T. Board of Regents as shown in item d.:

BE IT RESOLVED:

- a. That those persons occupying the following positions among the officers of The University of Texas System shall be known

as Key Management Personnel as described in the Department of Defense National Industrial Security Program Operating Manual for safeguarding classified information:

R. D. Burck, Chancellor, Chief Executive Officer, U. T. System

Larry R. Faulkner, President, U. T. Austin

Juan M. Sanchez, Vice President for Research, U. T. Austin

Kevin P. Hegarty, Senior Vice President and Chief Financial Officer,

U. T. Austin

Wayne K. Kuenstler, Director, Office of Sponsored Projects,

U. T. Austin; U. T. System a.k.a. U. T. Austin Security Supervisor

Bobby C. McQuiston, Associate Director, Office of Sponsored Projects, U. T. Austin

- b. That the said Key Management Personnel have been processed or will be processed for a personnel clearance for access to classified information, to the level of the facility clearance granted to the institution, as provided for in the aforementioned National Industrial Security Program Operating Manual, and all replacements for such positions will be similarly processed for security clearance
- c. That the said Key Management Personnel are hereby delegated all of the Board's duties and responsibilities pertaining to the protection of classified contracts of the Department of Defense, or User Agencies of its Industrial Security Program, awarded to the institutions of The University of Texas System Administration or The University of Texas at Austin
- d. That the following named members of the U. T. Board of Regents shall not require, shall not have, and can be effectively excluded from access to all classified information in the possession of The University of Texas System and do not occupy positions that would enable them to affect adversely the policies and practices of the institutions of The University of Texas System in the performance of classified contracts for the Department of Defense, or User Agencies of its Industrial Security Program, and need not be processed for a personnel clearance:

Members of the U. T. Board of Regents:

Charles Miller, Chairman

Rita C. Clements, Vice-Chairman

Woody L. Hunt, Vice-Chairman
A. W. "Dub" Riter, Jr., Vice-Chairman
Judith L. Craven, M.D.
Robert A. Estrada
Cyndi Taylor Krier
Patrick C. Oxford
A. R. (Tony) Sanchez, Jr.

7. U. T. Pan American - Administrative Offices Renovation Project: 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

The Board appropriated funds and authorized expenditure totaling \$5,037,000 with funding of \$2,262,000 from Unexpended Plant Funds, \$2,500,000 from Higher Education Funds, and \$275,000 from Tuition Revenue Bond Proceeds for the Administrative Offices Renovation project at The University of Texas - Pan American.

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 44, 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. System Components, which are "Members" as such term is used in the Master Resolution, possess the financial capacity to satisfy their 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 \$275,000

- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the Code of Federal Regulations.

The Administrative Offices Renovation project at U. T. Pan American is included in the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget at a preliminary project cost of \$5,037,000 with funding of \$2,262,000 from Unexpended Plant Funds, \$2,500,000 from Higher Education Funds, and \$275,000 from Tuition Revenue Bond Proceeds. In August 2001, the Board approved institutional management of the project.

The 77th Session of the Texas Legislature authorized \$29,950,000 of tuition revenue bonds to be issued for U. T. Pan American for education complex, library, and multipurpose center renovation and construction. Accordingly, U. T. Pan American plans to utilize the \$29,950,000 as follows: \$22,000,000 for the Education Complex Addition and Renovation (See Item 8 on Page 80); \$3,325,000 for a Campus Entrance/Visitors Center (See Item 8 on Page 45); \$2,800,000 for the Academic Annex Renovation (See Item 9 on Page 81); \$275,000 for the Administrative Offices Renovation; and \$1,550,000 for Campus Repair and Renovations (See Item 10 on Page 84).

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 renovation cost of the Administrative Offices at U. T. Pan American, 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, the Ninth Supplemental Resolution as amended, and the Tenth Supplemental Resolution.

EXECUTED this 4th day of April, 2002

/s/ Philip Aldridge
Assistant Vice Chancellor for Finance

8. U. T. Pan American - Campus Entrance/Visitors Center Project: Approval to Appropriate 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 appropriated funds and authorized expenditure of \$3,325,000 from Tuition Revenue Bond Proceeds for the Campus Entrance/Visitors Center project at The University of Texas - Pan American.

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 46, 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. System Components, which are "Members" as such term is used in the Master Resolution, possess the financial capacity to satisfy their 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 \$3,325,000
- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the Code of Federal Regulations.

The Campus Entrance/Visitors Center project at U. T. Pan American is included in the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget at a preliminary project cost of \$3,325,000 with funding from Tuition Revenue Bond Proceeds. In May 2000, the Board approved institutional management of the project.

The 77th Session of the Texas Legislature authorized \$29,950,000 of tuition revenue bonds to be issued for U. T. Pan American for education complex, library, and multipurpose center renovation and construction. Accordingly, U. T. Pan American plans to utilize the \$29,950,000 as follows: \$22,000,000 for the Education Complex Addition and Renovation (See Item 8 on Page 80); \$3,325,000 for a Campus Entrance/Visitors Center; \$2,800,000 for the Academic Annex Renovation (See Item 9 on Page 81); \$275,000 for the Administrative Offices Renovation (See Item 7 on Page 42); and \$1,550,000 for Campus Repair and Renovations (See Item 10 on Page 84).

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 Campus Entrance/Visitors Center at U. T. Pan American, 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, the Ninth Supplemental Resolution as amended, and the Tenth Supplemental Resolution.

EXECUTED this 4th day of April, 2002

/s/ Philip Aldridge
Assistant Vice Chancellor for Finance

Committee Chairman Hunt introduced Mr. Bob Boldt, the newly appointed President, Chief Executive Officer and Chief Investment Officer of The University of Texas Investment Management Company (UTIMCO), and stated that the UTIMCO Board of Directors looked forward to working with him. Regent Hunt praised UTIMCO's efforts and said the company is a leader today in managing public funds in the State of Texas.

9. U. T. System: Report on Investments for the Fiscal Quarter Ended February 28, 2002

On behalf of The University of Texas Investment Management Company (UTIMCO), Regent Hunt, 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, 2002, for the Permanent University Fund, General Endowment Fund, Short Intermediate Term Fund, and Separately Invested Assets.

Report by Regent Hunt on Behalf of UTIMCO

Mr. Chairman and members of the Board, I am pleased to summarize the investments for The University of Texas Investment Management Company for the fiscal quarter ended February 28, 2002.

Pages 49 - 55 contain the Summary Reports on Investments for the fiscal quarter ended February 28, 2002.

Item I on Pages 49 - 50 reports summary activity for the Permanent University Fund (PUF) investments. The PUF's net investment return for the quarter was 32 basis points. The PUF's net investment return for marketable securities for the quarter was 60 basis points versus its composite benchmark return of negative 44 basis points.

Item II on Pages 51 - 53 reports summary activity for the General Endowment Fund (GEF). The GEF's net investment return for the quarter was 32 basis points. The GEF's net investment return for marketable securities for the quarter was 67 basis points versus its composite benchmark return of negative 44 basis points.

Item III on Page 54 reports summary activity for the Short Intermediate Term Fund (SITF). Total net investment return on the SITF was 63 basis points for the quarter versus the SITF's performance benchmark of 77 basis points.

Item IV on Page 55 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 \$312 million to \$1.3 billion during the second quarter. Market values for the remaining asset types were fixed income securities: \$110 million versus \$113 million at previous quarter-end; equities: \$160 million versus \$165 million at previous quarter-end; and other investments of \$1 million versus \$2 million at previous quarter-end.

I. PERMANENT UNIVERSITY FUND (1)a.) Summary Investment Report at February 28, 2002 (2)

(\$ millions)

	FY00-01		FY01-02	
	Full Year	1st Qtr	2nd Qtr	Year-to-Date
Beginning Net Assets	8,452.3	7,540.1	7,079.2	7,540.1
PUF Lands Receipts (3)	115.6	29.2	14.7	43.9
Investment Return	(693.2)	(146.7)	25.0	(121.7)
Expenses	(17.5)	(5.0)	(4.9)	(9.9)
Distributions to AUF	(317.1)	(336.4)		(336.4)
Ending Net Assets	7,540.1	7,079.2	7,114.0	7,114.0
AUF Distribution:				
From PUF Investments	317.1	336.4		336.4
From Surface Income	9.2	0.9	2.7	3.8
Total	326.3	339.3	2.7	342.0
Total Net Investment Return	-6.64%	-2.03%	0.32%	-1.72%

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

(2) General - The Investment Summary **Report excludes** PUF Lands mineral and surface interests with estimated August 31, 2001 values of \$524.6 million and 5156.7 million, respectively.

(3) PUF Land Receipts - **As** of February 26, 2002: **1,202,837** acres under lease; 519.736 producing acres; 3,257 active leases; and 2.064 producing leases.

t. PERMANENT UNIVERSITY FUND (continued)

b.) Comparison of Asset Allocation Versus Endowment Neutral Policy Portfolio and Net Investment Return for the quarter ended February 28, 2002

	Asset Allocation	Endowment Neutral Policy Portfolio	Actual Net Investment Return	Endowment Neutral Policy Portfolio Return (1)	Benchmark
Cash	1.2%	0.0%	0.07%	0.44%	90 Day T-Bills Average Yield
Domestic Common Stocks:					
Large/Medium Capitalization Equities	22.4%	25.0%	0.20%	-2.51%	Standard & Poor's 500 Index Russell 2000 Index
Small Capitalization Equities	10.7%	7.5%	-1.40%	2.19%	
Total Domestic Common Stocks	33.1%	32.5%			
International Common Stocks:					
Established Markets	11.4%	12.0%	-3.22%	-4.08%	Morgan Stanley Capital International Europe, Asia, Far East Index (net)
Emerging Markets	4.4%	3.0%	10.75%	13.02%	Morgan Stanley Capital International Emerging Markets Free
Total International Common Stocks	15.6%	15.0%			
Inflation Hedging	5.8%	7.5%	4.05%	0.93%	33% (Goldman Sachs Commodity Index minus 100 basis points) plus 67% (National Commercial Real Estate Index Fund)
Fixed Income:					
Domestic	16.7%	15.0%	1.17%	1.14%	Lehman Brothers Aggregate Bond Index Salomon Non-U.S. World Government Bond Index. Unhedged
International	2.3%	5.0%	-4.85%	-5.33%	
Total Fixed Income	19.0%	20.0%			
Marketable Alternative Equities	11.5%	10.0%	3.45%	2.20%	90 Day T-Bills Average Yield + 7%
Total Marketable Securities	36.4%	05.0%	0.00%	-0.44%	
Nonmarketable Alternative Equities	13.6%	15.0%	4.44%	(2)	
Total	100.0%	100.0%	0.32%		

(1) The benchmark return for NM endowment neutral policy portfolio is calculated by summing the neutrally weighted index return (% weight for the asset class multiplied by the benchmark return for the asset class) for the various asset classes in the endowment portfolio for the period reported.

(2) Due to the valuation and illiquid characteristics associated with Nonmarketable Alternative Equities, short-term benchmark comparisons are not appropriate. Nonmarketable Alternative Equities are expected to produce a return premium when compared to a marketable investment alternative, such as the Standard and Poor's 500 Index. The Internal Rate of Return (IRR) since inception through February 28, 2002, for the PUF's Nonmarketable Alternative Equities program, was 13.4%, including distributed stock. For comparison, the IRR for the same cash flow stream as if it had been invested in the Standard and Poor's 500 Index was 11.5%.

II. GENERAL ENDOWMENT FUND (1) (2)

a.) Supplemental Investment Report at February 28, 2002

(\$ millions)

	For the Period from Inception (March 1, 2001) to August 31, 2001		FY01-02			
			1st Qtr	2nd Qtr	Year-to-Date	
Beginning Net Assets			3,723.9	3,640.3	3,723.9	
Net Contributions	3,818.2		(47.6)	(14.9)	(62.5)	
Investment Return	(81.2)		(55.3)	12.5	(42.6)	
Expenses	(3.4)		(1.5)	11.7	13.2	
Distributions (3)	(9.7)		20.8	(3.0)	17.8	
Ending Net Assets	3,723.9		3,640.3	3,633.2	3,633.2	
Net Asset Value per Unit	97.011		96.325	96.612	96.612	
Units and Percentage Ownership (End of Period):						
PHF	9,009,891	23.7%	8,897,012	23.5%	8,784,469	23.4%
LTF	29,062,538	76.3%	28,895,291	76.5%	28,821,969	76.6%
Total	38,072,429	100.0%	37,792,303	100.0%	37,606,438	100.0%
Total Net Investment Return	-2.14		-1.50%	0.32%	-1.18%	

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

(2) On March 1, 2001, the Permanent Health Fund (PHF) and Long Term Fund (LTF) purchased units in the newly created General Endowment Fund (GEF). The initial number of units was based on the PHF's and LTF's contribution of its net values as of February 26, 2001.

(3) The GEF distributes its net investment income and realized gain (loss) to its unitholders based on their ownership of GEF units at month end. The distributed amounts are reinvested as GEF contributions. The distribution is proportional to the percentage of ownership by the unitholders, and therefore, no additional units are purchased.

II. GENERAL ENDOWMENT FUND (continued)

b.) Unitholders' Statement Investment Report at February 28, 2002 (1)

(\$ millions)

	FY00-01	FY01-02		
	Full Year	1st Qtr	2nd Qtr	Year-to-Date
PERMANENT HEALTH FUND				
Beginning Net Assets	1,016.6	661.4	657.2	061.4
Contributions	-	-	-	-
Investment Return	(92.1)	(13.4)	2.6	(10.8)
Expenses	(1.1)	(0.1)	(0.2)	(0.3)
Distributions (Payout)	(42.0)	(10.7)	(10.0)	(21.5)
Ending Net Assets	001.4	857.2	848.8	848.8
Net Asset Value per Unit (2)	0.964617	0.938062	0.920935	0.920935
No. of Units (End of Period)	913,765,506	913,765,506	913,765,506	913,765,506
Distribution Rate per Unit	0.04600	0.01175	0.01175	0.02350
Total Net Investment Return	-9.24%	-1.53%	0.28%	-1.26%
LONGTERM FUND				
Beginning Net Assets	3,136.2	2,643.3	2,783.3	2,643.3
Net Contributions	113.2	16.6	26.4	43.2
Investment Return	(276.5)	(43.5)	8.4	(35.1)
Expenses	(2.3)	(0.1)	(0.1)	(0.2)
Distributions (Payout)	(127.3)	(33.2)	(33.5)	(66.7)
Ending Net Assets	2,843.3	2,763.3	2,784.5	2,784.5
Net Asset Value per Unit (2)	5.412	5.266	5.219	5.219
No. of Units (End of Period)	525,401,525	528,498,599	533,513,842	533,513,842
Distribution Rate per Unit	0.24500	0.06275	0.06275	0.12550
Total Net Investment Return	-0.00%	-1.50%	0.32%	-1.10%

(1) The Permanent Health Fund (PHF) and Long Term Fund (LTF) are internal mutual funds for the pooled investment of endowment funds. The PHF is comprised of endowments for health-related institutions of higher education and the LTF is comprised of privately raised endowments and other long term funds of UT System components.

(2) The asset allocation of the PHF and LTF, beginning in the 3rd fiscal quarter of FY00-01, is representative of the asset allocation for the GEF. A nominal amount of cash is held in PHF and LTF to pay expenses incurred separately by these funds,

II. GENERAL ENDOWMENT FUND (continued)

c.) Comparison of Asset Allocation Versus Endowment Neutral Policy Portfolio and Net Investment Return for the quarter ended February 28, 2002.

	Asset Allocation	Endowment Neutral Policy Portfolio	Actual Net Investment Return	Endowment Neutral Policy Portfolio Return (1)	Benchmark
Cash	0.5%	0.0%	0.70%	0.44%	90 Day T-Bills Average Yield
Domestic Common Stocks:					
Large/Medium Capitalization Equities	23.1%	25.0%	0.06%	-2.51%	Standard & Poor's 500 Index Russell 2000 Index
Small Capitalization Equities	11.7%	7.5%	-0.76%	2.19%	
Total Domestic Common Stocks	34.6%	32.5%			
International Common Stocks:					
Established Markets	12.0%	12.0%	-3.26%	-4.06%	Morgan Stanley Capital International Europe, Asia, Far East Index (net) Morgan Stanley Capital International Emerging Markets Free
Emerging Markets	4.7%	3.0%	10.75%	13.02%	
Total International Common Stocks	16.7%	15.0%			
Inflation Hedging	5.9%	7.5%	4.03%	0.93%	33% (Goldman Sachs Commodity Index minus 100 basis points) plus 67% (National Commercial Real Estate Index Fund)
Fixed Income:					
Domestic	16.9%	15.0%	1.29%	1.14%	Lehman Brothers Aggregate Bond Index Salomon Non-U.S. World Government Bond Index, Unhedged
International	2.6%	5.0%	-4.71%	-5.33%	
Total Fixed Income	19.5%	20.0%			
Marketable Alternative Equities	12.6%	10.0%	3.45%	2.20%	90 Day T-Sills Average Yield + 7%
Total Marketable Securities	90.0%	65.0%	0.67%	-0.44%	
Nonmarketable Alternative Equities	10.0%	15.0%	-2.77%	(2)	
Total	100.0%	100.0%	0.32%		

- (1) The benchmark return for the endowment neutral policy portfolio is calculated by summing the neutrally weighted index return (% weight for the asset class multiplied by the benchmark return for the asset class) for the various asset classes in the endowment portfolio for the period reported.
- (2) Due to the valuation and illiquid characteristics associated with Nonmarketable Alternative Equities, short-term benchmark comparisons are not appropriate. Nonmarketable Alternative Equities are expected to produce a return premium when compared to a marketable investment alternative, such as the Standard and Poor's 500 Index. The Internal Rate of Return (IRR) since inception (refers to the time period when acquired by the LTF or PHF) through February 26, 2002 for the GEF's Nonmarketable Alternative Equities program, was 11.8%, including distributed stock. For comparison, the IRR for the same cash flow stream as if it had been invested in the Standard and Poor's 500 Index was 9.7%.

III. SHORT INTERMEDIATE TERM FUND (1)

Summary Investment Report at February 28, 2002

(\$ millions)

	FY00-01	FY01-02		
	Full Year	1st Qtr	2nd Qtr	Year-to-Data
Beginning Net Assets	1,844.4	1,704.6	1,714.0	1,704.6
Contributions				
(Net of Withdrawals)	(194.7)	2.1	(254.5)	(252.4)
Investment Return	161.2	27.5	10.6	36.1
Expenses	(0.5)	(0.2)	(0.2)	(0.4)
Distributions of Income	(105.8)	(20.0)	(16.0)	(38.0)
Ending Net Assets	1,704.6	1,714.0	1,451.9	1,451.9
Net Asset Value per Unit	10.152	10.195	10.150	10.150
No. of Units (End of Period)	167,909,159	168,126,090	143,051,739	143,051,739
Total Net Investment Return	6.96%	1.60%	0.63%	2.24%

(1) Report prepared in accordance with Texas Sec. 51.0032.

IV . SEPARATELY INVESTED ASSETS

Summary Investment Report at February 28, 2002

(\$ thousands)

ASSET TYPES	FUND TYPE													
	CURRENT PURPOSE				ENDOWMENT &		ANNUITY & LIFE		AGENCY FUNDS		OPERATING FUNDS		TOTAL	
	DESIGNATED		RESTRICTED		SIMILAR FUNDS		INCOME FUNDS							
	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET
Cash & Equivalents														
Beginning value 12/1/01	3,666	3,666	2,521	2,521	29,242	29,242	311	311	69	69	954,549	964,549	990,360	990,360
Increase/(Decrease)	429	429	(390)	(390)	9,202	9,202	700	700	6	6	302,542	302,542	312,469	312,469
Ending value 2/28/02	4,097	4,097	2,131	2,131	38,444	36,444	1,011	1,011	75	75	1,257,091	1,257,091	1,302,849	1,302,849
Debt Securities:														
Beginning value 12/1/01			263	166	51,466	51,916	13,257	14,130			41,506	46,997	106,492	113,211
Increase/(Decrease)				1	(2,671)	(3,463)	(279)	(364)				519	(3,150)	(3,327)
Ending value 2/28/02			263	167	48,795	48,453	12,978	13,766			41,506	47,516	103,342	109,884
Equity Securities:														
Beginning value 12/1/01	40	9,791	2,369	2,337	26,883	35,662	20,479	16,944			135,662	99,941	167,333	164,695
Increase/(Decrease)		(1,664)	(367)	(367)	1,093	237	80	(416)				(2,511)	766	(4,663)
Ending value 2/28/02	40	6,207	1,962	1,950	27,976	36,119	20,659	16,528			135,662	97,430	166,119	160,232
Other:														
Beginning value 12/1/01			1,193	1,199	673	573	104	16					1,676	1,766
Increase/(Decrease)			(796)	(796)			4	5					(794)	(793)
Ending value 2/28/02			401	401	573	573	106	21					1,062	995

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Report prepared in accordance with Texas Education Code Sec. 51.0032

Details of individual assets by account furnished upon request.

10. U. T. Board of Regents: Reappointment of Ms. Susan M. Byrne to the Board of Directors; and Approval of Appointments of Ms. Susan M. Byrne, Mr. Woody L. Hunt, and Mr. R. H. (Steve) Stevens, Jr., to the Audit and Ethics Committee of The University of Texas Investment Management Company (UTIMCO)

Texas Education Code Section 66.08 requires that the U. T. Board of Regents appoint all members of the Board of Directors and approve the appointment of members of the Audit and Ethics Committee of the Board of Directors of The University of Texas Investment Management Company (UTIMCO).

In accordance therewith, the Board approved the reappointment of the following individual to the UTIMCO Board of Directors to serve until the expiration of her term, or until her successor is chosen and qualifies, or until her earlier death, resignation, or removal:

Ms. Susan M. Byrne, Dallas, Texas, for reappointment to a term ending April 1, 2005.

Ms. Susan M. Byrne has been a UTIMCO director since 1996. She is the founder, President, and Chief Executive Officer of Westwood Management Corporation, a registered investment advisor, serving corporations, endowments, and foundations. The firm is also the investment advisor to The Westwood Funds, a family of open-ended mutual funds.

Further, the U. T. Board of Regents approved the appointment of Ms. Susan M. Byrne, Mr. Woody L. Hunt, and Mr. R. H. (Steve) Stevens, Jr., to the Audit and Ethics Committee of the UTIMCO Board of Directors to serve until the expiration of their terms, or until their successors are chosen and qualify, or until their earlier deaths, resignations, or removal. It was noted that Mr. Woody L. Hunt will serve as Chair of the Audit and Ethics Committee.

Vice-Chairman Riter moved and Regent Oxford seconded approval of these appointments, with Regent Hunt abstaining from voting on this item. Board Chairman Miller thanked the Regental members of the UTIMCO Board of Directors for the time, effort, and extensive work devoted to UTIMCO issues.

INFORMATIONAL REPORT

U. T. System: Presentation of the March 2002 Monthly Financial Report

In the absence of Executive Vice Chancellor Kennedy, Assistant Vice Chancellor and Controller Wallace reviewed the March 2002 Monthly Financial Report for The University of Texas System and reported there were no variances from budget which did not have reasonable explanations. Mr. Wallace noted that one of the most significant changes being implemented this fiscal year as a result of Governmental Accounting Standards Board requirements is the reporting of depreciation. For the seven months ending March 31, 2002, the depreciation charged to the 15 U. T. System component institutions was \$175 million. He indicated the U. T. System Office of Facilities Planning and Construction is completing a facility renewal study project that will provide an estimate of the backlog of capital renewal needs and a projection of future facility renewal requirements for each component institution. A summary of the study will be presented at the July 2002 Committee meetings and to the Board of Regents in August 2002.

Mr. Wallace stated that all institutions except The University of Texas Medical Branch at Galveston reported positive operating margins to date and said that U. T. Medical Branch - Galveston is experiencing downward pressure on its hospital operating margin due to reductions in Medicaid reimbursement, increasing indigent care, nursing shortages, and other negative impacts of managed care. He reported the latest projection for U. T. Medical Branch - Galveston is an anticipated operating loss of \$25-30 million in 2002, including the depreciation charge, but noted that the institution has a plan in place that is being implemented to reduce the deficit.

A copy of [The University of Texas System Monthly Financial Report](#) as of March 2002 is on file in the Office of the Board of Regents.

REPORT AND RECOMMENDATIONS OF THE ACADEMIC AFFAIRS COMMITTEE (Pages 58 - 63 and 68 - 70).--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 by the U. T. Board of Regents:

1. U. T. Dallas: Establishment of a Ph.D. Degree in Computer Engineering; and Authorization to Submit the Proposed Degree Program and Change in the Institution's Table of Programs to the Coordinating Board for Approval (Catalog Change)

The Board established a Ph.D. in Computer Engineering at The University of Texas at Dallas and authorized submission of the proposal to the Texas Higher Education Coordinating Board for review and appropriate action. The doctoral degree program is consistent with the approved Table of Programs for U. T. Dallas and institutional plans for offering quality degree programs to meet student needs.

The degree program will be administered by the Department of Electrical Engineering and the Department of Computer Science in the Erik Jonsson School of Engineering and Computer Science. The curriculum will require 90 semester credit hours beyond the bachelor's degree, and it is anticipated the program will attract 15 students the first year and a total of 70 students for the fifth year.

The total cost over the first five years of the Ph.D. in Computer Engineering is estimated to be \$530,875. Formula income from new students is projected to total \$695,605 for years three through five. The new program will be self-supporting beginning in the third year. Negligible new costs in the first two years will be supported by reallocations and by a combination of interest income and general, non-State institutional funds on hand.

The relatively low costs projected for the program arise from the fact that the required courses, library resources, necessary equipment, and laboratories are already in place. No new faculty will be required beyond those who will be added due to the growth of existing programs.

A new expansion of the building housing the Erik Jonsson School of Engineering and Computer Science is underway and is expected to be completed by Fall 2002.

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

2. U. T. Dallas: Establishment of a Doctor of Executive Leadership (EL.D.) Degree; and Authorization to Submit the Proposed Degree Program and Change in the Institution's Table of Programs to the Coordinating Board for Approval (Catalog Change)

The Board established a Doctor of Executive Leadership (EL.D.) degree at The University of Texas at Dallas and authorized submission of the proposal to the Texas Higher Education Coordinating Board for review and appropriate action. In addition, the Coordinating Board will be asked to change the U. T. Dallas Table of Programs to reflect authorization for the proposed degree program. The doctoral degree program is consistent with the mission for U. T. Dallas and its plans for offering quality degree programs to meet student needs.

This interdisciplinary program will be administered by the School of Social Sciences. The 90 semester credit hour, three-year doctoral degree will be unique as it will incorporate significant coursework from the School of Management.

No new tenure-track faculty, beyond those needed for normal enrollment growth, will be required to offer the program. It is anticipated that initially four additional sections will need to be taught by lecturers. All but five of the foundation and core courses are taught currently. As the program expands, some additional sections may be needed and the cost projections reflect hiring a junior tenure-track person in the third year. Administration of the program, such as for a program director, will be covered with existing School resources. A full-time administrative assistant will be hired to support this program. No new infrastructure or library resources are required. The total cost over the first five years is projected to be \$372,012 and formula income is projected to total \$818,480 for years three through five. The program will be self-supporting from its onset.

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

3. U. T. Dallas: Establishment of a Ph.D. Degree in Software Engineering; and Authorization to Submit the Proposed Degree Program and Change in the Institution's Table of Programs to the Coordinating Board for Approval (Catalog Change)

The Board established a Ph.D. in Software Engineering at The University of Texas at Dallas and authorized submission of the proposal to the Texas Higher Education Coordinating Board for review and appropriate action. The degree program is consistent with mission and institutional plans for U. T. Dallas for offering quality degree programs to meet student needs.

The degree program will be administered by the Department of Computer Science in the Erik Jonsson School of Engineering and Computer Science. The curriculum requires 90 semester credit hours beyond the bachelor's degree.

It is anticipated that the program will attract nine students in the first year and a total of 63 students in the fifth year.

The total cost over the first five years of the Ph.D. in Software Engineering is estimated to be \$434,473. Formula income from new students is projected to total \$1,379,893 for years three through five. The new program will be self-supporting beginning in the third year. Negligible new costs in the first two years will be supported by reallocations and by a combination of interest income and general, non-State institutional funds on hand.

The relatively low costs projected for the program arise from the fact that the required courses, library resources, necessary equipment, and laboratories are already in place. No new faculty will be required beyond those who will be added due to the growth of existing programs.

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

4. U. T. Dallas: Establishment of a Ph.D. Degree in Telecommunications Engineering; and Authorization to Submit the Proposed Degree Program and Change in the Institution's Table of Programs to the Coordinating Board for Approval (Catalog Change)

The Board established a Ph.D. in Telecommunications Engineering at The University of Texas at Dallas and authorized submission of the proposal to the Texas Higher Education Coordinating Board for review and appropriate action. The degree program is consistent with mission and institutional plans for U. T. Dallas for offering quality degree programs to meet student needs.

The program will be administered by the Department of Electrical Engineering and the Department of Computer Science in the Erik Jonsson School of Engineering and Computer Science. The degree will replace the currently authorized Ph.D. in Electrical Engineering with a major in Telecommunications that is administered by the Department of Electrical Engineering. The curriculum requires 90 semester credit hours beyond the bachelor's degree.

It is anticipated that the program will attract 15 students in the first year and a total of 95 students is projected in the fifth year.

The total cost over the first five years of the Ph.D. in Telecommunications Engineering is estimated to be \$464,692. Formula income from new students is projected to total \$1,110,153 for years three through five. The new program will be self-supporting beginning in the third year. Negligible new costs in the first two years will be supported by reallocations and by a combination of interest income and general, non-State institutional funds on hand.

The relatively low costs projected for the program arise from the fact that the required courses, library resources, necessary equipment, and laboratories are already in place. No new faculty will be required beyond those who will be added due to the growth of existing programs. A new expansion of the building housing the Erik Jonsson School of Engineering and Computer Science is underway and is expected to be completed by Fall 2002.

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

5. U. T. El Paso: Establishment of a Ph.D. in Rhetoric and Composition; and Authorization to Submit the Proposed Degree Program and Change in the Institution's Table of Programs to the Coordinating Board for Approval (Catalog Change)

The Board:

- a. Established a Ph.D. in Rhetoric and Composition at The University of Texas at El Paso
- 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 Board of Regents that relevant Coordinating Board criteria for approval by the Commissioner of Higher Education have been met.

The doctoral degree program is consistent with the approved Table of Programs and institutional plans for U. T. El Paso for offering quality degree programs to meet student needs.

The degree program, administered by the Department of English, will consist of 45-51 semester credit hours beyond the master's level.

In the first five years of the program, six full-time and three part-time students are expected to enroll each year. With graduation beginning in the third year and normal attrition, enrollment is projected at 30 full-time equivalent students by the end of the fifth year.

Twelve faculty are available in the English Department to staff core courses, with an additional 14 faculty teaching in the concentrations. Elective courses will be staffed by a cadre of faculty in English, communication, linguistics, and teacher education. Two additional faculty will be hired with specialties in rhetoric of the Americas and community/service learning.

The Ph.D. program will be offered in the late afternoons and evenings to accommodate the needs of students with full-time jobs and will serve nontraditional students by offering Web-based courses and other techniques associated with distance learning.

The cost for the first five years of the program is estimated to be \$842,000 with \$400,000 for salaries for two new professors at the associate/full level and \$336,000 for teaching assistantships. Credit hour formula funding at the doctoral rate and State excellence funds will provide additional sources of funds.

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

RECESS THE MEETING OF THE ACADEMIC AFFAIRS COMMITTEE.--
Committee Chairman Krier announced the Academic Affairs Committee would recess to reconvene at approximately 10:00 a.m.

REPORT AND RECOMMENDATIONS OF THE HEALTH AFFAIRS COMMITTEE (Pages 64 - 67).--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 by the U. T. Board of Regents:

1. U. T. Health Science Center - San Antonio and U. T. San Antonio: Establish-ment of a Joint Master of Science Degree and Doctor of Philosophy Degree in Biomedical Engineering; and Approval to Submit the Proposed Degree Programs and Change in the Institutions' Tables of Programs to the Coordinating Board for Approval (Catalog Change)

With the concurrence of the Academic Affairs Committee, the Board established a Joint Master of Science degree and Doctor of Philosophy in Biomedical Engineering degree at The University of Texas Health Science Center at San Antonio and The University of Texas at San Antonio and approved submission of the proposals to the Texas Higher Education Coordinating Board for review and appropriate action. In addition, the Coordinating Board will be asked to change the Tables of Programs for U. T. Health Science Center - San Antonio and U. T. San Antonio to reflect authorization for the degree programs.

The program will provide a critical link in the development of new approaches to prevention, diagnosis, and treatment of human disease for patient rehabilitation and to improve general health.

Students will be required to complete a minimum of 81 semester credit hours of graduate work. Students will not be enrolled in the Master of Science in Biomedical Engineering program, but the degree will be an option for qualified doctoral students who have completed the required coursework but have not completed the requirements for the doctoral degree.

This program will be administered by the Graduate School of Biomedical Sciences at U. T. Health Science Center - San Antonio and the Office of Graduate Studies at U. T. San Antonio and will have a program director. Seventeen tenured/tenure-track professors from the two sponsoring institutions will form the core Biomedical Engineering graduate faculty for the program. Four additional core faculty members, appointed jointly by the two institutions will be hired over a period of five years.

The total cost for the first five years of the program is estimated to be \$6,945,752, with \$4,568,252 for faculty, staff, and student salaries and stipends and the balance for equipment and supplies. The majority of the costs will be funded from sponsored research income with a portion from formula funding for students in the program. The U. T. San Antonio Engineering/Biotechnology Initiative, currently in the planning stage, will provide initial funding for equipment and several faculty positions. Fellowships funded through the institutions will provide partial support for students, with supplemental funding through the direct-cost portion of faculty grants. The program is expected to be self-supporting by the fourth year.

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

2. U. T. Health Science Center - San Antonio: Authorization to Establish a Master in Deaf Education and Hearing Science Degree; Approval to Submit the Degree Program and Change in the Institution's Table of Programs to the Coordinating Board for Approval (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 in Deaf Education and Hearing Science degree program at The University of Texas Health Science Center at San Antonio
- b. Authorized submission of the proposal to the Texas Higher Education Coordinating Board for review and appropriate action
- c. Authorized the Acting 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.

In addition, the Coordinating Board will be asked to change the Table of Programs for U. T. Health Science Center - San Antonio to reflect authorization for the degree program.

The program is a result of three years of work among four educational institutions in San Antonio: U. T. Health Science Center - San Antonio, The University of Texas at San Antonio, Sunshine Cottage School for Deaf Children, and Our Lady of the Lake University, Department of Communication Disorders.

Initially, the program will be administratively located in the Department of Occupational Therapy in the School of Allied Health Sciences at U. T. Health Science Center - San Antonio but will be housed at the Sunshine Cottage School for Deaf Children, a private school in San Antonio. The degree program is currently offered through a partnership between the Sunshine Cottage and the University of the Incarnate Word. Due to the medical, rehabilitation, health, research, and cultural expertise offered through the School of Allied Health Sciences, the program will better reflect the changes in education and management of the deaf and hearing-impaired. This program will provide a foundation for an eventual multi-institutional doctoral program in Communication Science and Disorders.

The program is composed of 40 semester credit hours and will begin in Fall 2002.

Faculty members in the U. T. Health Science Center - San Antonio School of Allied Health Sciences, the School of Medicine, and the Graduate School will be involved in the program along with the current program coordinator and nine adjunct faculty. However, the majority of instruction will be conducted by current educators of the hearing-impaired accredited program.

The management practicum and teaching experiences will be held at Sunshine Cottage, schools for the deaf, and public schools in San Antonio as well as clinics, social service agencies, and the School of Medicine. The initial cost for the first two years to U. T. Health Science Center - San Antonio is for adjunct faculty members (one-third of the cost) and Sunshine Cottage will pay the other two-thirds of the cost of operation. The program is expected to be self-supporting by the third year through formula funds received from the State. The five-year cost projection for the program is \$588,359 of which U. T. Health Science Center - San Antonio's share will be \$446,242.

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 in Deaf Education and Hearing Science degree program is not included in the Table of Programs previously approved by the Coordinating Board for the U. T. Health

Science Center - San Antonio; therefore, the degree program does not meet the Certification for Approval of a New Bachelor's and Master's Level 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. Health Science Center - San Antonio will be amended to reflect this action.

3. U. T. Health Science Center - San Antonio: Approval of Planning Authority to Develop Master's and Doctoral-Level Sports Sciences Programs in Collaboration with U. T. San Antonio and U. T. Austin

The Board granted approval for planning authority to develop master's and doctoral-level Sports Sciences programs at The University of Texas Health Science Center at San Antonio in collaboration with The University of Texas at San Antonio and The University of Texas at Austin. The Board further approved submission of the proposal to the Texas Higher Education Coordinating Board for review and appropriate action.

It is anticipated that these programs will become a part of the U. T. San Antonio Life Sciences Institute and will link the resources of the three campuses to develop and implement joint educational programs and research in Sports Sciences. Initial efforts will focus on pursuing educational programs in sports psychology, human performance, and sports medicine. The programs will be developed in concert with the Texas Higher Education Coordinating Board's strategic plan, "Closing the Gaps," and will target Statewide goals of participation, success, research, and excellence.

Board Chairman Miller and Committee Chairman Oxford commended The University of Texas System component institution presidents for their collaborative efforts and encouraged collaboration whenever possible.

RECONVENE THE ACADEMIC AFFAIRS COMMITTEE.--At 10:05 a.m., Committee Chairman Krier reconvened the Academic Affairs Committee for a special presentation on The University of Texas System's involvement with the public schools of Texas.

6. U. T. System: Approval of "Every Child, Every Advantage: The University of Texas System Commitment to Teachers and Children Program"

Committee Chairman Krier introduced a broad educational initiative to expand the efforts of The University of Texas System to help the public schools of Texas fulfill their complex and challenging mission to increase success rates of students, increase the size and diversity of the pool of students entering colleges and universities, and produce more college and university graduates. She said the proposal represents a significant expansion and enhancement of ongoing institutional programs in the U. T. System and the multi-faceted K-16 initiative promulgated by the Office of Academic Affairs over the past three years.

Regent Krier introduced Executive Vice Chancellor Sharpe who, with the aid of a PowerPoint presentation, outlined the component institution public school and K-16 initiatives to date and presented details of the initiative as included in the report, "Every Child, Every Advantage: The University of Texas System Commitment to Teachers and Children Program." He said the program will combine, and build on, existing K-16 programs in the U. T. System to ensure that all Texas public school students are prepared to move forward into higher education.

Committee Chairman Krier thanked Dr. Sharpe for his presentation and said the proposal provides the U. T. System an opportunity to make a contribution to fundamentally change the Texas public education system so that every child can advance to the best of his abilities. She then introduced the following special guests:

- Dr. Felipe Alanis, Texas Commissioner of Education
- Ms. Cathy Obriotti Green, Chair, Committee on Participation and Success, Texas Higher Education Coordinating Board
- Mr. Jodie Jiles, Managing Director, Bear Stearns & Company Inc., Houston, Texas, and former member of the Texas Higher Education Coordinating Board
- The Honorable Eugene W. Hickok, U. S. Under Secretary of Education

Commissioner Alanis recognized the K-12 stakeholders in the audience and commented that their presence and participation will help develop the substantive arrangements and partnerships necessary to ensure the success of the program. He stated that the State of Texas is changing with the integration of new talents and new skills, but is committed to getting more students into the pipeline.

Ms. Obriotti Green recognized Dr. Don Brown, Texas Commissioner of Higher Education, who was in the audience. Ms. Green testified in support of the U. T. System commitment, saying that the proposal is bold and far-reaching and will have a measurable influence. She commented on the entrepreneurial approach to the plan and noted the U. T. Board and U. T. System are poised to accept responsibility through feedback and testing, and are ready to be held accountable for the proposed charter school. She said that the University stands on the brink of changing hundreds of thousands of lives and making a difference to all children in the State of Texas and concluded by saying she looks forward to the partnership between the Coordinating Board and the U. T. System to help “close the gaps.”

Mr. Jiles commended the program as a non-selfish approach to education, pointing out that the initiative is geared not solely to the U. T. System, but to public education teachers and students throughout the State of Texas. He applauded the U. T. Board of Regents and those in the audience involved in the P (Prekindergarten)-16 arena and asked Executive Vice Chancellor Sharpe to obtain public school buy-in and administrative support by embracing school principals. Committee Chairman Krier committed to this request.

Dr. Hickok stated his purpose in attending this meeting was to send a message that U. T. is making educational history and that the initiative could become a national model for education reform. He said the proposal takes into account what happens to students before they come to a college campus and supports actions to help students to do their best and to improve their skills and abilities, and that those two elements deserve national attention. He said the program, rooted in the strengths of a world-class University system, involves smart, systemic investing in ideas and individuals to change systems and institutions. Dr. Hickok commented that the challenges of making the program work lie ahead but with an emphasis on accountability, such as identifying a course of action when a child is under performing, and an emphasis on sound scientific research, the program will get results. He noted a cornerstone of the initiative is knowing what works and building public education policy on sound evidence. In closing, he stated there is no higher calling than changing the lives of children.

Upon motion of Regent Krier, the Board approved the plan, "Every Child, Every Advantage: The University of Texas System Commitment to Teachers and Children Program."

Board Chairman Miller then commended Regent Krier, the Academic Affairs Committee, members of the Office of Academic Affairs, special guests who made presentations, and other persons in attendance for their work on the plan and for their presentations. He recognized Mr. Sandy Kress who worked on the President Bush's "No Child Left Behind" education reform law. Chairman Miller endorsed the theme, "Every Child, Every Advantage," as marshalling the considerable resources of the U. T. System and its outstanding faculty to extend the riches and rewards of education to each and every person in the State of Texas. He said the initiative will track a number of key provisions of the new federal education act and he promised to keep the U. T. System at the forefront of education reform and advancement.

REPORT AND RECOMMENDATIONS OF THE FACILITIES PLANNING AND CONSTRUCTION COMMITTEE (Pages 71 - 99).--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 by the U. T. Board of Regents:

1. U. T. Arlington - Brick Repairs - Pickard Hall and the College of Business Administration (Project No. 301-017): Approval to Amend the FY 2002-2007 Capital Improvement Program (CIP) and the FY 2002-2003 Capital Budget to Reduce Total Project Cost; Approval to Add the Fire and Life Safety and Security Projects to the CIP; Approval to Transfer Funds; Approval of Total Project Cost for New Project; Appropriation of Funds and Authorization of Expenditure; and Authorization of Institutional Management

The Board:

- a. Amended the FY 2002-2007 Capital Improvement Program (CIP) and the FY 2002-2003 Capital Budget to reduce the total project cost for the Brick Repairs - Pickard Hall and the College of Business Administration at The University of Texas at Arlington from \$13,068,800 to \$9,462,953
- b. Approved the addition of the Fire and Life Safety and Security Projects to the CIP
- c. Approved the transfer of \$3,605,847 to the Fire and Life Safety and Security Projects
- d. Approved a total project cost of \$3,605,847 for the new project
- e. Appropriated funds and authorized expenditure of \$3,605,847 with funding from Permanent University Fund Bond Proceeds
- f. Authorized U. T. Arlington to manage the total project budgets, appoint architects, approve facility programs, prepare final plans, and award contracts associated with the Fire and Life Safety and Security Projects.

The Brick Repairs - Pickard Hall and College of Business Administration project at U. T. Arlington is included in the FY 2002-2007 Capital Improvement Program and FY 2002-2003 Capital Budget at a total project cost of \$13,068,800 with funding of \$12,500,000 from Permanent University Fund Bond Proceeds and \$568,800 from Tuition Revenue Bond Proceeds. The project was substantially completed in November 2001 and, with \$3,605,847 transferred to the Fire and Life Safety and Security Projects to address significant fire and life safety code deficiencies as well as security concerns, the revised total project cost is \$9,462,953.

This project is best managed by the U. T. Arlington Facilities Management personnel who have the experience and capability to manage all aspects of the work.

2. U. T. Arlington - Continuing Education and Workforce Development Center (Project No. 301-118): Approval to Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to Revise the Source of Funds; 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

The Board heard a presentation on the design development plans and the economic impact for the Continuing Education and Workforce Development Center at The University of Texas at Arlington by Mr. Sidney J. Sanders, Assistant Vice Chancellor for Facilities Planning and Construction for The University of Texas System.

Based on this presentation, the Board:

- a. Amended the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to revise the source of funds as follows:

	<u>From</u>	<u>To</u>
Revenue Financing System Bond Proceeds	\$7,302,000	\$7,084,000
Gifts and Grants	<u>\$1,282,400</u>	<u>\$1,500,400</u>
Total	\$8,584,400	\$8,584,400

- b. Approved design development plans for the Continuing Education and Workforce Development Center at U. T. Arlington
- c. Approved the evaluation of alternative energy economic feasibility
- d. Approved a total project cost of \$8,584,400
- e. Appropriated funds and authorized expenditure of \$7,084,000 from Revenue Financing System Bond Proceeds and \$1,500,400 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. 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 \$7,084,000
- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the Code of Federal Regulations.

The Continuing Education and Workforce Development Center project is included in the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget at a preliminary project cost of \$8,584,400 with funding of \$7,302,000 from Revenue Financing System Bond Proceeds and \$1,282,400 from Gifts and Grants. Approval of this item

revises the source of funds to \$7,084,000 from Revenue Financing System Bond Proceeds and \$1,500,400 from Gifts and Grants.

The Center will contain approximately 56,000 gross square feet and will be a multipurpose classroom and administrative facility jointly occupied by the University Continuing Education Department; training and workforce organizations representing governmental agencies; and both local and regional educational organizations and nonprofit organizations.

Texas Government Code Section 2166.403 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 Standards for New State Buildings. This evaluation determined that alternative energy devices such as solar, wind, biomass, or photovoltaic energy are not economically feasible for 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 Continuing Education and Workforce Development Center 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, the Ninth Supplemental Resolution as amended, and the Tenth Supplemental Resolution.

EXECUTED this 10th day of April, 2002

/s/ Philip Aldridge
Assistant Vice Chancellor for Finance

3. U. T. Arlington - HVAC/IAQ Improvements - Life Science Animal Wing (Project No. 301-073): Approval to Amend the FY 2002-2007 Capital Improvement Program (CIP) and the FY 2002-2003 Capital Budget to Reduce Total Project Cost; Approval to Add the Natural History Specimen Annex to the CIP; Approval to Transfer Funds; Approval of Total Project Cost for New Project; Appropriation of Funds and Authorization of Expenditure; and Authorization of Institutional Management

The Board:

- a. Amended the FY 2002-2007 Capital Improvement Program (CIP) and the FY 2002-2003 Capital Budget to reduce the total project cost for the HVAC/IAQ Improvements - Life Science Animal Wing at The University of Texas at Arlington from \$2,620,000 to \$2,340,000
- b. Approved the addition of the Natural History Specimen Annex to the CIP
- c. Approved the transfer of \$280,000 to the Natural History Specimen Annex
- d. Approved a total project cost of \$280,000 for the new project
- e. Appropriated funds and authorized expenditure of \$155,000 with funding from Tuition Revenue Bond Proceeds and \$125,000 from Designated Tuition
- f. Authorized U. T. Arlington to manage the total project budgets, appoint architects, approve facility programs, prepare final plans, and award contracts associated with the Natural History Specimen Annex.

The HVAC/IAQ Improvements - Life Science Animal Wing project is included in the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget at a preliminary project cost of \$2,620,000 with funding of \$2,320,000 from Tuition Revenue Bond Proceeds, \$175,000 from Interest on Local Fund Balances, and \$125,000 from Designated Tuition. The project achieved substantial completion in March 2002.

The large collection of specimens now stored in the basement of the Life Science Building must be removed and stored in a properly equipped facility to comply with applicable fire and life safety code provisions. Funding in the amount of \$280,000 for the new project will be transferred from the HVAC/IAQ Improvements - Life Science Animal Wing project resulting in a revised total project cost of \$2,340,000 for that project.

This project is best managed by the U. T. Arlington Facilities Management personnel who have the experience and capability to manage all aspects of the work.

4. U. T. Austin - Benedict/Mezes/Batts Renovation - Phase I (Project No. 102-027): 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 of the design development plans and the economic impact for the Benedict/Mezes/Batts Renovation - Phase I at The University of Texas at Austin 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 Benedict/Mezes/Batts Renovation - Phase I project at U. T. Austin
- b. Approved the evaluation of alternative energy economic feasibility
- c. Approved a total project cost of \$32,000,000
- d. Appropriated funds and authorized expenditure of \$32,000,000 from Designated Tuition.

The Benedict/Mezes/Batts Renovation - Phase I project is included in the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget at a preliminary project cost of \$32,000,000 with funding from Designated Tuition.

Benedict Hall, Mezes Hall, and Batts Hall form the eastern edge of the buildings on the south mall of the central campus and comprise approximately 110,000 gross square feet of classroom/lab instruction space and faculty office space. The buildings have not been renovated since they were occupied in 1951. The renovation includes all modifications necessary to comply with applicable life

safety code provisions. The infill building between Benedict Hall and Mezes Hall will link the buildings, adding 20,000 gross square feet and improving traffic circulation.

Texas Government Code Section 2166.403 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 Standards for New State Buildings. This evaluation determined that alternative energy devices such as solar, wind, biomass, or photovoltaic energy are not economically feasible for the project.

5. U. T. Austin - Jack S. Blanton Museum of Art - Phase I (Project No. 102-965): Approval to Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to Revise the Source of Funds; Reduce Appropriation and Expenditure of Funds; and Appropriation of Funds and Authorization of Expenditure

The Board:

- a. Amended the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to revise the source of funds for the Jack S. Blanton Museum of Art - Phase I at The University of Texas at Austin from \$58,500,000 from Gifts and Grants to \$32,000,000 from Gifts and Grants and \$26,500,000 from Designated Tuition
- b. Approved a reduced appropriation and expenditure of \$26,500,000 from Gifts and Grants
- c. Appropriated funds and authorized expenditure of \$26,500,000 from Designated Tuition.

The Jack S. Blanton Museum of Art - Phase I is included in the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget at a preliminary project cost of \$58,500,000 with funding from Gifts and Grants. These funds were appropriated, and expenditure was authorized, in February 2002.

Approval of this item changes the funding to reduce the appropriation to \$32,000,000 from Gifts and Grants and to appropriate \$26,500,000 from Designated Tuition. This funding change identifies actual funding sources.

6. U. T. Austin - Erwin Center Renovations/Fire and Life Safety/Basketball Practice Facility (Project No. 102-053): Approval to Name Facility as the Denton A. Cooley, M.D. Basketball Center (Regents' Rules and Regulations, Part One, Chapter VIII, Section 1, Subsection 1.3, Honorific Namings)

The Board approved the naming of the Basketball Practice Facility at The University of Texas at Austin as the Denton A. Cooley, M.D. Basketball Center to recognize Dr. Cooley's significant contributions and commitment to the campus.

The Erwin Center Renovations/Fire and Life Safety/Basketball Practice Facility project is included in the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget at a preliminary project cost of \$52,500,000 with funding of \$25,750,000 from Revenue Financing System Bond Proceeds, \$15,000,000 from Unexpended Plant Funds, \$5,750,000 from Gifts and Grants, and \$6,000,000 from Auxiliary Enterprises.

The new construction will be a separate building located adjacent to the Frank C. Erwin, Jr. Special Events Center and will include 45,000 gross square feet for new practice space for the men's and women's basketball programs. The facility will also include offices for coaches, meeting rooms, and space for conditioning and other training functions.

Denton A. Cooley, M.D., is an internationally renowned heart surgeon and founder of Houston's Texas Heart Institute. In 1966, the Ex-Students' Association honored Dr. Cooley as a Distinguished Alumnus. In 1967, he was inducted into the Longhorn Hall of Honor, and in 1995, he was named to the Texas Association of Basketball Coaches' High School Hall of Fame.

7. U. T. El Paso - Seamon Hall Renovation: Approval to Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to Include Project and Authorize Institutional Management

The Board:

- a. Amended the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to include the Seamon Hall Renovation at The University of Texas at El Paso at a preliminary project cost of \$2,500,000 with funding from Gifts and Grants
- b. Authorized U. T. El Paso to manage the total project budgets, appoint architects, approve facility programs, prepare final plans, and award contracts associated with the Seamon Hall Renovation project.

The Seamon Hall Renovation project involves the renovation of a structure built in 1928 to provide heating and cooling, Americans with Disabilities Act (ADA) compliance, and interior and exterior renovation. The facility will be a valuable asset to students and faculty in the Art Department.

This repair and rehabilitation project is best managed by the U. T. El Paso Facilities Management personnel who have the experience and capability to manage all aspects of the work.

8. U. T. Pan American - Education Complex Addition and Renovation (Project No. 901-057): Approval to Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to Reduce the Preliminary Project Cost

The Board amended the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to reduce the preliminary project cost for the Education Complex Addition and Renovation project at The University of Texas - Pan American from \$24,350,000 to \$22,000,000.

This project is included in the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget at a preliminary project cost of \$24,350,000 with funding from Tuition Revenue Bond Proceeds.

The 77th Session of the Texas Legislature authorized \$29,950,000 of tuition revenue bonds to be issued for U. T. Pan American for education complex, library, and multipurpose center renovation and construction. Accordingly, U. T. Pan American plans to utilize the \$29,950,000 as follows: \$22,000,000 for the Education Complex Addition and Renovation; \$3,325,000 for a Campus Entrance/Visitors Center (See Item 8 on Page 45); \$2,800,000 for the Academic Annex Renovation (See Item 9 on Page 81); \$275,000 for the Administrative Offices Renovation (See Item 7 on Page 42); and \$1,550,000 for Campus Repair and Renovations (See Item 10 on Page 84).

9. U. T. Pan American - Academic Annex Renovation: Approval to Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to Increase Total Project Cost; Appropriation of Additional Funds and Authorization of Expenditure; Authorization of Institutional Management; 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. Amended the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to approve an increase in the total project cost for the Academic Annex Renovation project at The University of Texas - Pan American from \$2,000,000 to \$2,800,000
- b. Appropriated funds and authorized expenditure of \$2,800,000 from Tuition Revenue Bond Proceeds
- 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 Academic Annex Renovation 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 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. System components, which are “Members” as such term is used in the Master Resolution, possess the financial capacity to satisfy their 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 \$800,000
- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the Code of Federal Regulations.

The Academic Annex Renovation project is included in the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget at a preliminary project cost of \$2,000,000 with funding from Tuition Revenue Bond Proceeds. Approval of this item increases the total project cost to \$2,800,000 and reallocates the additional funding of \$800,000 from Tuition Revenue Bond Proceeds from the Education Complex Addition and Renovation project.

This repair and rehabilitation project is best managed by the U. T. Pan American Facilities Management personnel who have the experience and capability to manage all aspects of the work.

The 77th Session of the Texas Legislature authorized \$29,950,000 of tuition revenue bonds to be issued for U. T. Pan American for education complex, library, and multipurpose center renovation and construction. Accordingly, U. T. Pan American plans to utilize the \$29,950,000 as follows: \$22,000,000 for the Education Complex Addition and Renovation (See Item 8 on Page 80); \$3,325,000 for a Campus Entrance/Visitors Center (See Item 8 on Page 45); \$2,800,000 for the Academic Annex Renovation; \$275,000 for the Administrative Offices Renovation (See Item 7 on Page 42); and \$1,550,000 for Campus Repair and Renovations (See Item 10 on Page 84).

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 Academic Annex Renovation at U. T. Pan American, 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, the Ninth Supplemental Resolution as amended, and the Tenth Supplemental Resolution.

EXECUTED this 10th day of April, 2002

/s/ Philip Aldridge

Assistant Vice Chancellor for Finance

10. U. T. Pan American - Campus Repair and Renovations: Approval to Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to Include Project; Appropriation of Funds and Authorization of Expenditure; Authorization of Institutional Management; 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. Amended the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to include the Campus Repair and Renovations project at The University of Texas - Pan American at a preliminary project cost of \$1,550,000 with funding from Tuition Revenue Bond Proceeds
- b. Appropriated funds and authorized expenditure of \$1,550,000 from Tuition Revenue Bond Proceeds
- 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 Campus Repair and Renovations 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 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. System components, which are “Members” as such term is used in the Master Resolution, possess the financial capacity to satisfy their 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 \$1,550,000
- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the Code of Federal Regulations.

The Campus Repair and Renovations project is included in the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget. The total project cost in the amount of \$1,550,000 will be funded from Tuition Revenue Bond Proceeds that will be reallocated from the Education Complex Addition and Renovation project.

The project includes repair and renovation of the Fine Arts Building complex, chilled water distribution system, renovation of Southwick Hall, and other minor projects. This repair and rehabilitation project is best managed by the U. T. Pan American Facilities Management personnel who have the experience and capability to manage all aspects of the work.

The 77th Session of the Texas Legislature authorized \$29,950,000 of tuition revenue bonds to be issued for U. T. Pan American for education complex, library, and multipurpose center renovation and construction. Accordingly, U. T. Pan American plans to utilize the \$29,950,000 as follows: \$22,000,000 for the Education Complex Addition and Renovation (See Item 8 on Page 80); \$3,325,000 for a Campus Entrance/Visitors Center (See Item 8 on Page 45); \$2,800,000 for the Academic Annex Renovation (See Item 9 on Page 81); \$275,000 for the Administrative Offices Renovation (See Item 7 on Page 42); and \$1,550,000 for Campus Repair and Renovations.

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 Campus Repair and Renovations at U. T. Pan American, 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, the Ninth Supplemental Resolution as amended, and the Tenth Supplemental Resolution.

EXECUTED this 10th day of April, 2002

/s/ Philip Aldridge

Assistant Vice Chancellor for Finance

11. U. T. Permian Basin - Student Housing Phase II: Approval to Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to Include Project

The Board amended the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to include the Student Housing Phase II project at The University of Texas of the Permian Basin at a preliminary project cost of \$4,800,000 with funding from Revenue Financing System Bond Proceeds.

This project involves construction of campus housing containing 60,000 gross square feet capable of housing 120 residents.

12. U. T. San Antonio - Biotechnology, Sciences and Engineering Building (Project No. 401-030): 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

The Board heard a presentation on the design development plans and the economic impact for the Biotechnology, Sciences and Engineering Building at The University of Texas at San Antonio by Mr. Sidney J. Sanders, Assistant Vice Chancellor for Facilities Planning and Construction for The University of Texas System.

Based on this presentation, the Board:

- a. Approved design development plans for the Biotechnology, Sciences and Engineering Building at U. T. San Antonio
- b. Approved the evaluation of alternative energy economic feasibility
- c. Approved a total project cost of \$83,700,000
- d. Appropriated funds and authorized expenditure of \$54,000,000 from Permanent University Fund Bond Proceeds, \$22,950,000 from Tuition Revenue Bond Proceeds, and \$6,750,000 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 89, 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. System components, which are "Members" as such term is used in the Master Resolution, possess the financial capacity to satisfy their 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 \$22,950,000
- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the Code of Federal Regulations.

The Biotechnology, Sciences and Engineering Building project is included in the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget at a preliminary project cost of \$83,700,000 with funding of \$54,000,000 from Permanent University Fund Bond Proceeds, \$22,950,000 from Tuition Revenue Bond Proceeds, and \$6,750,000 from Gifts and Grants.

The project will contain 219,542 gross square feet including state-of-the-art technology, additional lecture halls, seminar and conference rooms, classrooms, teaching and research laboratories, and offices needed to accommodate increasing enrollments in undergraduate and graduate programs within the College of Sciences and College of Engineering. Included as part of the project is the renovation of the current Science Building necessitated by the expansion of the Department of Computer Science and the enlargement of the vivarium in the existing Biosciences Building by approximately 2,870 gross square feet.

The 77th Session of the Texas Legislature authorized \$22,950,000 of tuition revenue bonds to be issued to enable U. T. San Antonio to construct a science building on the main campus that will help to address the critical space shortage in the biology programs.

Texas Government Code Section 2166.403 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 Standards for New State Buildings. This evaluation determined that alternative energy devices such as solar, wind, biomass, or photovoltaic energy are not economically feasible for 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 Biotechnology, Sciences and Engineering Building at U. T. San Antonio, 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, the Ninth Supplemental Resolution as amended, and the Tenth Supplemental Resolution.

EXECUTED this 10th day of April, 2002

/s/ Philip Aldridge
Assistant Vice Chancellor for Finance

13. U. T. San Antonio - Student Housing Expansion - Phase I (Project No. 401-139): Approval of Design Development Plans; Approval of Evaluation of Alternative Energy Economic Feasibility; Approval to Increase 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

Following a presentation of the design development plans and the economic impact for the Student Housing Expansion - Phase I project at The University of Texas at San Antonio 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 Student Housing Expansion - Phase I project at U. T. San Antonio
- b. Approved the evaluation of alternative energy economic feasibility
- c. Approved an increase in the total project cost from \$12,000,000 to \$16,200,000
- d. Appropriated funds and authorized expenditure of \$16,200,000 from Revenue Financing System Bond Proceeds.

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 92, 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. San Antonio, 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 \$16,200,000
- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the Code of Federal Regulations.

The Student Housing Expansion - Phase I project was included in the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget in February 2002 at a preliminary project cost of \$12,000,000 with funding from Revenue Financing System Bond Proceeds. The total project cost will be increased from \$12,000,000 to \$16,200,000 with additional funding of \$4,200,000 from Revenue Financing System Bond Proceeds to fund the increase in total square footage for the construction.

The apartment complex will consist of 142,314 gross square feet, capable of housing 500 students, with private bedrooms and shared living space.

Texas Government Code Section 2166.403 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 Standards for New State Buildings. This evaluation determined that alternative energy devices such as solar, wind, biomass, or photovoltaic energy are not economically feasible for 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 Student Housing Expansion - Phase I at U. T. San Antonio, 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, the Ninth Supplemental Resolution as amended, and the Tenth Supplemental Resolution.

EXECUTED this 10th day of April, 2002

/s/ Philip Aldridge

Assistant Vice Chancellor for Finance

14. U. T. Health Science Center - Houston - Repair of the Medical School Building, Phase I: Approval to Amend the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to Increase 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

The Board:

- a. Amended the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget to increase the total project cost for the Repair of the Medical School Building, Phase I project at The University of Texas Health Science Center at Houston from \$20,000,000 with funding from Insurance Proceeds to \$50,000,000 with additional funding of \$30,000,000 from Revenue Financing System Bond Proceeds
- b. Appropriated funds and authorized expenditure of \$30,000,000 from Revenue Financing System Bond Proceeds and \$20,000,000 from Insurance Proceeds.

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 95, 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. Health Science Center - Houston, 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 \$30,000,000
- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the Code of Federal Regulations.

In February 2002, the Board approved Phase I repair and institutional management of the project to complete demolition of the basement, installation of new air handling units and related components, and relocation of transformers and primary electrical distribution systems.

The expanded scope of this project is necessary to build back and reconfigure the basement and ground floors of the Medical School Building damaged in June 2001 as a result of Tropical Storm Allison.

The new work will complete architectural programming and the renovation and reconfiguration of space in the basement and ground floors of the Building.

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 Repair of the Medical School Building, Phase I at U. T. Health Science Center - Houston, 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, the Ninth Supplemental Resolution as amended, and the Tenth Supplemental Resolution.

EXECUTED this 10th day of April, 2002

/s/ Philip Aldridge
Assistant Vice Chancellor for Finance

15. U. T. Health Science Center - San Antonio - Student Services/Academic Administration Building (Project No. 402-113): 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

The Board heard a presentation on the design development plans and the economic impact for the Student Services/Academic Administration Building at The University of Texas Health Science Center at San Antonio by Mr. Sidney J. Sanders, Assistant Vice Chancellor for Facilities Planning and Construction for The University of Texas System.

Based on this presentation, the Board:

- a. Approved design development plans for the Student Services/Academic Administration Building project at U. T. Health Science Center - San Antonio
- b. Approved the evaluation of alternative energy economic feasibility
- c. Approved a total project cost of \$17,900,000
- d. Appropriated funds and authorized expenditure of \$12,900,000 from Tuition Revenue Bond Proceeds and \$5,000,000 from Permanent University Fund Bond Proceeds.

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 98, 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. System components, which are “Members” as such term is used in the Master Resolution, possess the financial capacity to satisfy their 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 \$12,900,000
- d. This resolution satisfies the official intent requirements set forth in Section 1.150-2 of the Code of Federal Regulations.

The Student Services/Academic Administration Building project at U. T. Health Science Center - San Antonio is included in the FY 2002-2007 Capital Improvement Program and the FY 2002-2003 Capital Budget at a preliminary project cost of \$17,900,000 with funding of \$12,900,000 from Tuition Revenue Bond Proceeds and \$5,000,000 from Permanent University Fund Bond Proceeds.

The facility will contain approximately 60,000 gross square feet and will consolidate all student services functions into a single space, containing administrative offices for the President and Vice Presidents of the Health Science Center and their support staffs, as well as state-of-the-art laboratory/classrooms. The new building is anticipated to become the gateway for visitors and students entering the Health Science Center.

The 77th Session of the Texas Legislature authorized \$28,900,000 of tuition revenue bonds to be issued for U. T. Health Science Center - San Antonio for a student services/academic administration facility and for a Laredo Campus Extension facility for educational and administrative purposes. U. T. Health Science Center - San Antonio plans to use \$12,900,000 of this authorization for the Student Services/Academic Administration Building project, \$3,300,000 for the D. D. Hachar Building approved by the Board in November 2001, and \$12,700,000 for the Teaching/Learning Lab - Laredo project approved by the Board in August 2001.

Texas Government Code Section 2166.403 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 Standards for New State Buildings. This evaluation determined that alternative energy devices such as solar, wind, biomass, or photovoltaic energy are not economically feasible for 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 Student Services/Academic Administration Building at U. T. Health Science Center – San Antonio, 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, the Ninth Supplemental Resolution as amended, and the Tenth Supplemental Resolution.

EXECUTED this 10th day of April, 2002

/s/ Philip Aldridge
Assistant Vice Chancellor for Finance

INFORMATIONAL REPORT

U. T. System: Quarterly Report on Historically Underutilized Business (HUB) Expenditures for Building Construction

At the conclusion of the Facilities Planning and Construction Committee meeting, Committee Chairman Clements presented the quarterly report on Historically Underutilized Business (HUB) expenditures for building construction for The University of Texas System. She reported that, since the last regular U. T. Board of Regents' meeting, total expenditures for building construction by the Office of Facilities Planning and Construction for the first two quarters of Fiscal Year 2002 were \$136,999,869.28. Of that amount, 6.21% was paid to Certified Historically Underutilized Businesses, 1.63% was paid to Graduated Historically Underutilized Businesses, and Noncertified Historically Underutilized Businesses received 9.91% for a total of 17.75%, or \$24,318,787.13.

RECONVENE.--At 11:30 a.m., the Board reconvened as a committee of the whole.

SCHEDULED MEETING.--The next scheduled meeting of the U. T. Board of Regents will be held on August 7-8, 2002, in El Paso.

ADJOURNMENT.--There being no further business, the meeting was adjourned at 11:30 a.m.

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

July 1, 2002

**THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION
DOCKET NO. 109**

April 12, 2002

TO MEMBERS OF THE FINANCE AND PLANNING COMMITTEE:

Woody L. Hunt, Chairman
Robert Estrada
Cyndi Taylor Krier
Patrick C. Oxford
A. W. "Dub" Riter, Jr.

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 9, 2002. The Acting 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	System 1 - 20
The University of Texas at Arlington	Arlington 1 - 34
The University of Texas at Austin	Austin 1 - 10
The University of Texas at Dallas	Dallas 1 - 3
The University of Texas at El Paso	El Paso 1 - 10
The University of Texas - Pan American	Pan American 1 - 4
The University of Texas at San Antonio	San Antonio 1 - 5
The University of Texas Southwestern Medical Center at Dallas	SWMC - Dallas 1 - 12
The University of Texas Medical Branch at Galveston	MB - Galveston 1 - 10
The University of Texas Health Science Center at Houston	HSC - Houston 1 - 5
The University of Texas Health Science Center at San Antonio	HSC - San Antonio 1 - 8
The University of Texas M. D. Anderson Cancer Center	M. D. Anderson CC 1 - 5
The University of Texas Health Center at Tyler	HC - Tyler 1 - 2

/s/ R. D. Burck
Chancellor

xc: Other Members of
the Board

THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION
U. T. BOARD OF REGENTS' MEETING
MAY 9, 2002

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Other Matters	
Approval of Dual Positions of Honor, Trust or Profit	System - 3
Real Estate Office Report.....	System - 4
Medical and Dental Services, Research and Development	
Plans/Physicians Referral Service	System - 5

THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION
U. T. BOARD OF REGENTS' MEETING
MAY 9, 2002

OTHER MATTERS

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT

The following items have been approved by the Chancellor in accordance with the Regents' Rules and Regulations, Part One, Chapter III, Section 13 and are submitted for ratification by the 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 positions and the appointment of Mr. Burck with The University of Texas System Administration.

- | | |
|---------------|---|
| Name: | R. D. Burck |
| Title: | Chancellor |
| Position: | Appointed as an ex officio member of the Governor's Council on Science and Biotechnology Development |
| Period: | January 2002 until resignation or Council completes its activities |
| Compensation: | None |
| Description: | In January 2002, Governor Rick Perry appointed Mr. Burck to the Council on Science and Biotechnology Development. The Council will work to create a seamless system of innovation from the laboratory to the marketplace in the rapidly developing areas of biotechnology. Its mission is to bring more federal research funds to Texas, to improve the universities, and to contribute to economic growth. |

**THE UNIVERSITY OF TEXAS SYSTEM
BOARD OF REGENTS MEETING
MAY 9, 2002
REAL ESTATE ASSETS**

Managed by U.T. System Real Estate Office

Summary Report at February 28, 2002

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 11/30/01	6,447,921	23,311,923	19,815,956	108,612,934	1,314,109	922,980	27,577,986	132,847,837
Increase or Decrease	(146,783)	(146,782)	(942,280)	(582,710)	-	(13,000)	(1,089,063)	(742,492)
Ending Value 02/28/02	6,301,138	23,165,141	18,873,676	108,030,224	1,314,109	909,980	26,488,923	132,105,345
Other Real Estate: Ending Value 11/30/01	179,008	179,008	328,253	328,253			507,261	507,261
Increase or Decrease	(6,795)	(6,795)	(3,989)	(3,989)	0	0	(10,784)	(10,784)
Ending Value 02/28/02	172,213	172,213	324,264	324,264			496,477	496,477

System - 4

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 Three Months Ending February 28, 2002

**The University of Texas System
Faculty Practice Plan
Comparison of 2002 Actual Year-to-Date Income (Loss) Before Other Items
to 2001 Actual Year-to-Date Income (Loss) Before Other Items
For the Six Months Ending February 28, 2002**

	2002 Actual Year-to-Date Income (LOSS)		2001 Actual Year-to-Date Income (Loss)		Variance
	Before	other Items	Before	Other Items	
U.T.S.M.C. at Dallas	\$	12,817,613	5,395,101		7,422,512 (A)
U.T.S.M.C. at Dallas-Allied Health		(126,188)	93,505		(219,693)
U.T.M.B. at Galveston		1,954,651	(1,015,490)		2,970,141 (B)
U.T.H.S.C. a+ Houston		(6,157,985)	7,048,487		(13,206,472) (C)
U.T.H.S.C. at San Antonio - MSRDP		(2,723,403)	(4,507,831)		1,784,428 (D)
U.T.H.S.C. at San Antonio - DSRDP		639,457	784,088		(144,631)
U.T.M.D. Anderson Cancer Center		885,207	(1,638,078)		2,523,285 (E)
U.T.H.C. at Tyler		(778,552)	(792,198)		13,646
Combined Operating Income (Loss)	\$	6,510,800	5,367,584		1,143,216

- (A) U.T.S.M.C. at Dallas. **Total operating revenues** increased by \$13.8 million as compared to the same period last year largely due to **increases in gross charges** for managed care and Medicare resulting primarily from higher **patient volumes**. This increase in **total operating revenues** was partially offset by an increase in **total operating expenses** of \$6.4 million. **Staff salaries** increased due to a 4% increase in **non-faculty salaries** and growth in the **clinical department**. **Maintenance and operations expenses** also increased due to the **growth in clinical department activity**.
- (B) U.T.M.B. a+ Galveston - **Total operating revenues** increased \$6.5 million over the same period last year largely due to increases in the **physician fee schedule** and increases in **patient activity**. The increase in **total operating revenues** was partially offset by an increase in **total operating expenses** of 163.3 million. **Staff salaries** increased due to **additional full-time equivalents (FTEs)** and the state **mandated 4% salary increase**. Additionally, **maintenance and operations expenses** increased due to **non-capitalized costs** associated with capital initiatives, as well as **moving, relocation and legal service expenses**.
- (C) U.T.H.S.C. at Houston - **Total operating expenses** increased \$17.1 million over the same period last year. **Faculty salaries** increased due to merit adjustments, **market adjustments** and promotions, as well as increased use of **MSRDP funding** for clinician **salaries, rather than state or grant funds**. **Fringe benefits** also increased as a result of the increase in **faculty salaries**. **Maintenance and operations expenses** increased due to a \$9 million increase in the **contractual payments** to tie non-profit **healthcare company, University Care Plus, Inc. (UCP)** for the first six months of the year. The **contractual payments** were increased to alleviate the deficit that UCP experienced last year, as well as to improve the **negative fund balance of UCP** as a result of last year's loss. The increase in **total operating expenses** was partially offset by an increase in **total operating revenues** of \$4.1 million. **Total operating revenues** increased primarily due to increases in the **Medicare fee schedule**, as well as an increase in **physician clinical activity**. U.T.H.S.C. a+ Houston is currently projecting a \$3.6 million loss for **MSRDP** for 2002. The deficit will be partially alleviated the second half of the year as a result of increased collections due to **Health Directions** managing the **billing and collection function effective December 2001**. In addition, 54% of U.T.H.S.C. at Houston's **revenues** have typically been received in the second half of the year as a result of **more clinical days**.
- (D) U.T.H.S.C. at San Antonio (MSRDP) - **Total operating revenues** increased \$4.3 million as compared to last year largely due to **more efficient billing procedures** implemented by the non-profit **healthcare company, University Physicians Group, Inc. (UPG)**, as well as increases in the **negotiated base care contract** with the hospital district. The increase in **total operating revenues** was partially offset by an increase in **total operating expenses** of \$3.1 million. **Total operating expenses** increased primarily due to an increase in the **contractual payments for personnel costs, supplies and occupancy expenses** related to UPG, as well as an increase in **payments to third party providers** under **capitation arrangements**.
- (E) U.T.M.D. Anderson Cancer Center - **Total operating revenues** increased 167.3 million over the same period last year due to **higher patient volumes**, as well as price increases. The increase in **total operating revenues** was partially offset by an increase in **total operating expenses** of \$4.5 million. **Faculty salaries and fringe benefits** increased as a result of **merit increases** and new positions that were filled. **Maintenance and operations expenses** increased primarily due to the **implementation of Governmental Accounting Standards Board Statement No. 35 (GASB 35)**, Basic *Financial Statements and Management's Discussion and Analysis for Public Colleges and Universities*, effective September 1, 2001, which increased the **capitalization threshold from \$1,000 to \$5,000**. As a result of this **change in the capitalization threshold**, **equipment and capital expenses** that fall below the threshold are now reported in **maintenance and operations** instead of as capital outlay.

The University of Terns System
MSRDP/PRS/DSRDP Year-to-Date **Summary** of Operations
For the **Six Months** Ending **February 28, 2002**

	Cumulative Year-to-Date 2002	Cumulative Year-to-Date 2001 (Restated)	Increase/ (Decrease)	Percent Increase/ (Decrease)
Operating Revenues:				
Gross Charges	\$ 889,445,045			
Less:				
Un-sponsored Charity Care	264,817,666			
Contractual Adjustments	270,744,190			
Other Unreimbursed Medical Costs	19,626,215			
Bad Debt Expense	45,888,852			
Net Patient Revenue	288,368,122			
Contractual Revenues	82,985,076	-	-	-
Other Operating Revenues	13,311,587	-	-	-
Total Operating Revenues Included in Monthly Financial Report	384,664,785	347,616,728	37,048,057	10.65% (1)
Operating Expenses:				
Faculty Salaries	136,607,581	127,126,285	9,481,296	7.46%
Staff Salaries	64,445,395	59,532,761	4,912,634	8.25%
Resident Salaries	2,081,840	1,817,914	263,926	14.52%
Fringe Benefits	80,126,912	79,073,705	1,053,207	1.33%
Maintenance and Operations	83,873,241	63,517,591	20,355,649	32.03%
Professional Liability Insurance	9,178,733	9,444,131	(265,398)	-2.81%
Travel	4,124,355	4,332,710	(208,355)	-4.81%
Official Functions	1,066,753	971,123	95,630	9.85%
Total Operating Expenses Included in Monthly Financial Report	381,504,810	345,816,222	35,688,588	10.32%
Operating Income (Loss)	3,159,975	1,800,506	1,359,469	75.50%
Non-operating Revenues (Expenses):				
Investment Income	4,349,633	5,110,060	(760,427)	-14.88%
Net Increase (Decrease) of Fair Value of Investments	(304,131)		(304,131)	-100.00%
Other Non-operating Revenues (Expenses)	(694,677)	(1,542,982)	848,305	54.98%
Net Non-operating Revenues (Expenses)	3,350,825	3,567,078	(216,253)	-6.06%
Income (Loss) Before Other Items	6,510,800	5,367,584	1,143,216	21.30%
Transfers In	2,234,754	2,011,840	222,914	11.08%
Transfers Out	(19,958,165)	(22,600,071)	2,641,906	11.69%
Debt Service	(1,202,954)	(1,229,279)	26,325	2.14%
Capital Outlay	(5,742,431)	(5,155,172)	(587,259)	-11.39%
Change in MSRDP/PRS/DSRDP Net Assets	(18,157,936)	(21,605,098)	3,447,162	15.96%
Net Assets - September 1, 2001 - As Previously Reported	387,655,165	368,410,768	19,244,397	5.22%
Restatements	1,125,498		1,125,498	100.00%
Net Assets - September 1, 2001 - As Restated	388,780,663	368,410,768	20,369,895	5.53%
Net Assets - February 28, 2002	\$ 370,622,727	346,805,670	23,817,057	6.87%

THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION
U. T. BOARD OF REGENTS' MEETING
MAY 9, 2002

**Explanations of Variances to Practice Plans
Summary of Operations
For the Six Months Ending February 28, 2002**

Explanations are provided for variances equal to or greater than 10% of the prior year-to-date actual and greater than \$1,000,000.

Operating Revenues

- (1) Total Operating Revenues – The \$37 million (10.7%) increase in revenues as compared to last year is primarily due to *U.T.S.M.C. Dallas* (\$13.8 million), *U.T.M.D. Anderson* (\$7.3 million), *U.T.M.B. Galveston* (\$6.5 million), *U.T.H.S.C. San Antonio* (\$4.3 million) and *U.T.H.S.C. Houston* (\$4.1 million).

The majority of *U.T.S.M.C. Dallas*' variance is attributable to increases in gross charges for managed care and Medicare resulting primarily from higher patient volumes.

U.T.M.D. Anderson's variance is largely due to higher patient volumes, as well as price increases.

The increase in revenues at *U.T.M.B. Galveston* is primarily attributable to increases in the physician fee schedule and increases in patient activity.

U.T.H.S.C. San Antonio's variance is the result of more efficient billing procedures implemented by the non-profit healthcare company, University Physicians Group, Inc. (UPG), as well as increases in the negotiated base care contract with the hospital district.

U.T.H.S.C. Houston's variance is largely due to increases in the Medicare fee schedule, as well as an increase in physician clinical activity.

Operating Expenses

- (2) Maintenance and Operations – The \$20.4 million (32.1%) increase in expenses over the same period last year is primarily due to *U.T.H.S.C. Houston* (\$9.4 million), *U.T.H.S.C. San Antonio* (\$4.8 million), *U.T.S.M.C. Dallas* (\$2.9 million), *U.T.M.D. Anderson* (\$2 million) and *U.T.M.B. Galveston* (\$1.1 million).

THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION
U. T. BOARD OF REGENTS' MEETING
MAY 9, 2002

Explanations of Variances to Practice Plans (Continued)

U.T.H.S.C. Houston's variance is due to a \$9 million increase in the contractual payments to the non-profit healthcare company, University Care Plus, Inc. (UCP) for the first six months of the year. The contractual payments were increased to alleviate the deficit that UCP experienced last year, as well as to improve the negative fund balance of UCP as a result of last year's loss.

U.T.H.S.C. San Antonio's variance is primarily a result of an increase in the contractual payments for personnel costs, supplies and occupancy expenses related to UPG, as well as an increase in payments to third party providers under capitation arrangements.

U.T.S.M.C. Dallas' variance is largely the result of continued growth in clinical department activity.

The majority of *U.T.M.D. Anderson's* variance is due to the implementation of Governmental Accounting Standards Board Statement No. 35 (GASB 35), *Basic Financial Statements – and Management's Discussion and Analysis – for Public Colleges and Universities*, effective September 1, 2001, which increased the capitalization threshold from \$1,000 to \$5,000. As a result of this change in the capitalization threshold, equipment and capital expenses that fall below the threshold are now reported in maintenance and operations instead of as capital outlay.

U.T.M.B. Galveston's variance is attributable to non-capitalized costs associated with capital initiatives, as well as moving, relocation and legal service expenses.

Other Additions/Deductions

- (3) Transfers Out – The \$2.6 million (11.7%) decrease in Transfers Out compared to the same period last year is attributable to *U.T.S.M.C. Dallas* (\$3.4 million), *U.T.H.S.C. Houston* (\$2.2 million) and *U.T.H.S.C. San Antonio-MSRDP* (\$705,000) with an offsetting increase at *U.T.M.D. Anderson* (\$3.7 million).

U.T.S.M.C. Dallas transferred less to Plant funds than last year.

U.T.H.S.C. Houston's variance is attributable to the reclassification of certain accounts as non-MSRDP last year. No such reclassification has occurred this year. In addition, there will be no transfers to cover overhead expenses incurred in other fund groups as was done last year.

THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION
U. T. BOARD OF REGENTS' MEETING
MAY 9, 2002

Explanations of Variances to Practice Plans (Continued)

U.T.H.S.C. San Antonio's variance is a result of the transfer of Oral and Maxillofacial Surgery from MSRDP to DSRDP that occurred in 2001. Additionally, funds were transferred to other Designated funds last year.

The variance at *U.T.M.D. Anderson* is due to transfers to Plant funds for the construction of the new faculty center building.

Net Assets

- (4) Restatements – The \$1.1 million restatement to beginning net assets was recorded by *U.T.H.C. Tyler* to correct an error in the elimination entries related to the non-profit healthcare company, East Texas Quality Care Network, Inc. (ETQCN) which were posted at the end of 2001.

THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION
U. T. BOARD OF REGENTS' MEETING
MAY 9, 2002

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.*

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).*

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

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

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

OTHER OPERATING REVENUES - *Other operating-related revenue items not listed elsewhere.*

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

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

RESIDENT SALARIES - *Salaries paid to 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 Bylaws, and mandatory state benefits (retirement, OASI, WCI, premium sharing, etc.).*

THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION
U. T. BOARD OF REGENTS' MEETING
MAY 9, 2002

GLOSSARY OF TERMS (Continued)

MAINTENANCE AND OPERATIONS - *All expenses 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.*

TRAVEL - *All costs associated with travel.*

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

OTHER OPERATING EXPENSES - *Other operating-related expense items not identified elsewhere.*

INVESTMENT INCOME - *Income earned from investments.*

NET INCREASE (DECREASE) OF FAIR VALUE OF INVESTMENTS - *Represents the change in market value of readably marketable security investments.*

OTHER NON-OPERATING REVENUES (EXPENSES) - *Other non-operating revenue or expense items not identified elsewhere, including interest expense on debt.*

TRANSFERS IN - *Transfers from non-practice plan funds.*

TRANSFERS OUT - *Transfers to non-practice plan funds.*

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

CAPITAL OUTLAY – *Cost of capital acquisitions funded from plan resources.*

The University of Texas Southwestern Medical Center at Dallas
MSRDP/PRS Year-to-Date Summary of Operations
For the Six Months Ending February 28, 2002

	Cumulative Year-to-Date 2002	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
Operating Revenues:				
Gross Charges	\$ 281,678,806			
Less:				
Un-sponsored Charity Care	121,430,123	-	-	-
Contractual Adjustments	63,659,608	-	-	-
Other Unreimbursed Medical Costs	5,770,321	-	-	-
Bad Debt Expense	7,092,645			
Net Patient Revenues	<u>83,726,109</u>			
Contractual Revenues	34,758,571			
Other Operating Revenues	1,798,264			
Total Operating Revenues Included in Monthly Financial Report	<u>120,282,944</u>	<u>106,459,960</u>	<u>13,822,984</u>	<u>12.98%</u>
Operating Expenses:				
Faculty Salaries	38,205,733	35,449,947	2,755,786	7.77%
Staff Salaries	23,252,494	19,619,747	3,632,747	18.52%
Fringe Benefits	23,176,067	25,931,457	(2,755,390)	-10.63%
Maintenance and Operations	19,622,956	16,749,174 *	2,873,782	17.16%
Professional Liability Insurance	2,240,080	2,391,372	(151,292)	-5.33%
Travel	969,155	945,876	23,279	2.46%
Total Operating Expenses Included in Monthly Financial Report	<u>107,466,485</u>	<u>101,087,573</u>	<u>6,378,912</u>	<u>6.31%</u>
Operating Income (Loss)	<u>12,816,459</u>	<u>5,372,387</u>	<u>7,444,072</u>	<u>138.56%</u>
Non-operating Revenues (Expenses):				
Investment Income	686,963	842,233	(155,270)	-18.44%
Other Non-operating Revenues (Expenses)	(685,809)	(819,519) *	133,710	16.32%
Net Non-operating Revenues (Expenses)	<u>1,154</u>	<u>22,714</u>	<u>(21,560)</u>	<u>-94.92%</u>
Income (Loss) Before Other Items	<u>12,817,613</u>	<u>5,395,101</u>	<u>7,422,512</u>	<u>137.58%</u>
Transfers In	2,029,191	263,161	1,766,030	671.08%
Transfers Out	(13,454,746)	(16,815,343) *	3,360,597	19.99%
Debt Service	(1,110,954)	(1,229,279) *	118,325	9.63%
Capital Outlay	(3,049,948)	(2,630,360)	(419,588)	-15.95%
Change in MSRDP/PRS Net Assets	<u>(2,768,844)</u>	<u>(15,016,720)</u>	<u>12,247,876</u>	<u>81.56%</u>
Net Assets • September 1, 2001 - As Previously Reported	<u>151,295,372</u>	<u>159,407,163</u>	<u>(8,111,791)</u>	<u>-5.09%</u>
Net Assets • February 28, 2002	<u>\$ 148,526,528</u>	<u>144,390,443</u>	<u>4,136,085</u>	<u>2.86%</u>

*Restated from amounts originally reported in February 2001 report.

The University of Texas Southwestern Medical Center at Dallas
MSRDP-Allied Health Faculty Services Plan Year-to-Date Summary of Operations
For the Six Months Ending February 28, 2002

	Cumulative Year-to-Date 2002	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
Operating Revenues:				
Gross Charges	\$ 856,468			
Less:				
Un-sponsored Charity Care	7,157		-	-
Contractual Adjustments	211,488		-	-
Other Unreimbursed Medical Costs	16,437		-	-
Bad Debt Expense	11,139			
Net Patient Revenues	610,247			
Contractual Revenues	147,395			
Other Operating Revenues	16,437			
Total Operating Revenues Included in Monthly Financial Report	774,079	836,662	(62,583)	-7.48%
Operating Expenses:				
Faculty Salaries	146,010	114,377	31,633	27.66%
Staff Salaries	375,870	257,013	118,857	46.25%
Fringe Benefits	134,780	104,506	30,274	28.97%
Maintenance and Operations	235,198	260,264	(25,066)	-9.63%
Travel	17,133	13,479	3,654	27.11%
Total Operating Expenses Included in Monthly Financial Report	908,991	749,639	159,352	21.26%
Operating Income (Loss)	(134,912)	87,023	(221,935)	-255.03%
Non-operating Revenues (Expenses):				
Investment Income	8,724	6,482	2,242	34.59%
Net Non-operating Revenues (Expenses)	8,724	6,482	2,242	34.59%
Income (Loss) Before Other Items	(126,188)	93,505	(219,693)	-234.95%
Transfers In	203,313	215,024	(11,711)	-5.45%
Transfers Out	(255,280)	(284,923)	29,643	10.40%
Capital Outlay	7,071	(6,071)	13,142	216.47%
Change in MSRDP/PRS Net Assets	(171,084)	17,535	(188,619)	-1075.67%
Net Assets - September 1, 2001 - As Previously Reported	2,756,656	2,477,212	279,444	11.28%
Net Assets - February 28, 2002	\$ 2,585,572	2,494,747	90,825	3.64%

The University of Texas Medical Branch at Galveston
MSRDP/PRS Year-to-Date Summary of Operations
For the Six Months Ending February 28, 2002

	Cumulative Year-to-Date 2002	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
Operating Revenues:				
Gross charges	\$ 146,936,376	-	-	-
Less:				
Un-sponsored Charity Care	40,947,757	-	-	-
Contractual Adjustments	47,717,614	-	-	-
Other Unreimbursed Medical Costs	5,585,966	-	-	-
Bad Debt Expense	7,731,387	-	-	-
Net Patient Revenues	44,953,652			
Contractual Revenues	16,222,248			
Other Operating Revenues	2,363,379			
Total Operating Revenues Included in Monthly Financial Report	63,539,279	57,064,770	6,474,509	11.35%
Operating Expenses:				
Faculty Salaries	21,165,662	20,504,466	661,196	3.22%
Staff Salaries	16,502,569	15,340,936	1,161,633	7.57%
Resident Salaries	2,081,840	1,817,914	263,926	14.52%
Fringe Benefits	10,930,707	10,660,772	269,935	2.53%
Maintenance and Operations	8,004,242	6,927,536	1,076,706	15.54%
Professional Liability Insurance	2,832,669	2,808,692	23,977	0.85%
Travel	635,198	753,299	(118,101)	-15.68%
Official Functions	146,899	145,425	1,474	1.01%
Total Operating Expenses Included in Monthly Financial Report	62,299,786	58,959,040	3,340,746	5.67%
Operating Income (Loss)	1,239,493	(1,894,270)	3,133,763	165.43%
Non-operating Revenues (Expenses):				
Investment Income	715,158	878,780	(163,622)	-18.62%
Net Non-operating Revenues (Expenses)	715,158	878,780	(163,622)	-18.62%
Income (Loss) Before Other Items	1,954,651	(1,015,490)	2,970,141	292.48%
Transfers In		444,363	(444,363)	-100.00%
Transfers Out	(92,893)	(36,404)	(56,489)	-155.17%
Capital Outlay	(1,378,883)	(8 2 7 , 4 8 6)	(551,397)	-66.64%
Change in MSRDP/PRS Net Assets	482,875	(1,435,017)	1,917,892	133.65%
Net Assets - September 1, 2001 - As Previously Reported	43,424,899	42,430,429	994,470	2.34%
Net Assets - February 28, 2002	\$ 43,907,774	40,995,412	2,912,362	7.10%

The University of Texas Health Science Center at Houston
MSRDP/PRS Year-to-Date Summary of Operations
For the Six Months Ending February 28, 2002

	Cumulative Year-to-Date 2002	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
Operating Revenues:				
Gross Charges	\$ 140,314,700			
Less:				
Un-sponsored Charity Care	50,472,976			
Contractual Adjustments	38,346,228			
Other Unreimbursed Medical Costs	4,349,756			
Bad Debt Expense	8,138,253			
Net Patient Revenues	39,007,487			
Contractual Revenues	20,201,351			
Other Operating Revenues	2,954,148			
Total Operating Revenues Included in Monthly Financial Report	62,162,986	58,033,829 *	4,129,157	7.12%
Operating Expenses:				
Faculty Salaries	26,960,006	21,976,004	4,984,002	22.68%
Staff Salaries	9,199,089	8,521,337	677,752	7.95%
Fringe Benefits	10,129,896	8,189,226	1,940,670	23.70%
Maintenance and Operations	20,668,916	11,248,483	9,420,433	83.75%
Professional Liability Insurance	1,241,762	1,260,306	(18,544)	-1.47%
Travel	332,633	285,988	46,645	16.31%
Official Functions	449,605	410,669	38,936	9.48%
Total Operating Expenses Included in Monthly Financial Report	68,981,907	51,892,013	17,089,894	32.93%
Operating Income (Loss)	(6,818,921)	6,141,816	(12,960,737)	-211.02%
Non-operating Revenues (Expenses):				
Investment Income	660,936	906,671	(245,735)	-27.10%
Net Non-operating Revenues (Expenses)	660,936	906,671	(245,735)	-27.10%
Income (Loss) Before Other Items	(6,157,985)	7,048,487	(13,206,472)	-187.37%
Transfers Out	(151,937)	(2,398,063)	2,246,126	93.66%
Capital Outlay	(688,907)	(292,836)	(396,071)	-135.25%
Change in MSRDP/PRS Net Assets	(6,998,829)	4,357,588	(11,356,417)	-260.61%
Net Assets -September 1,2001 - As Previously Reported	52,127,688	41,705,455	10,422,233	24.99%
Net Assets - February 28, 2002	\$ 45,128,859	46,063,043	(9 3 4 , 1 8 4)	-2.03%

*Restated from amounts originally reported in February 2001 report.

The University of Texas Health Science Center at San Antonio
MSRDP/PRS Year-to-Date Summary of Operations
For the Six Months Ending February 28.2002

	Cumulative Year-to-Date 2002	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
Operating Revenues:				
Gross Charges	\$ 93,834,753	-	-	-
Less:				
Un-sponsored Charity Care	32,993,592			
Contractual Adjustments	13,652,819			
Other Unreimbursed Medical Costs	1,103,673			
Bad Debt Expense	11,448,246			
Net Patient Revenues	34,636,423			
Contractual Revenues	11,229,873			
Other Operating Revenues	5,859,941			
Total Operating Revenues Included in Monthly Financial Report	51,726,237	47,383,012 *	4,343,225	9.17%
Operating Expenses:				
Faculty Salaries	17,243,623	18,407,409	(1,163,786)	-6.32%
Staff Salaries	3,606,488	3,270,658	335,830	10.27%
Fringe Benefits	7,452,683	8,260,902	(808,219)	-9.78%
Maintenance and Operations	24,666,460	19,882,713 *	4,783,747	24.06%
Professional Liability Insurance	1,287,598	1,250,366	37,232	2.98%
Travel	346,860	448,440	(101,580)	-22.65%
Official Functions	147,705	141,352	6,353	4.49%
Total Operating Expenses Included in Monthly Financial Report	54,751,418	51,661,840	3,089,578	5.98%
Operating Income (Loss)	(3,025,182)	(4,278,828)	1,253,646	29.30%
Non-operating Revenues (Expenses):				
Investment Income	310,647	494,460	(183,813)	-37.17%
Other Non-operating Revenues (Expenses)	(8,868)	(723,463)	714,595	98.77%
Net Non-operating Revenues (Expenses)	301,779	(229,003)	530,782	231.78%
Income (Loss) Before Other Items	(2,723,403)	(4,507,831)	1,784,428	39.59%
Transfers In	2,249	383,161	(380,912)	-99.41%
Transfers Out	(1,000)	(706,362)	705,362	99.86%
Debt Service	(92,000)		(92,000)	-100.00%
Capital Outlay	(589,764)	(443,996)	(145,768)	-32.83%
Change in MSRDP/PRS Net Assets	(3,403,918)	(5,275,028)	1,871,110	35.47%
Net Assets - September 1, 2001 - As Previously Reported	30,534,090	21,241,673	9,292,417	43.75%
Net Assets - February 28.2002	\$ 27,130,172	15,966,645	11,163,527	69.92%

*Restated from amounts originally reported in February 2001 report.

The University of Texas Health Science Center at San Antonio
DSRDP Year-to-Date Summary of Operations
 For the Six Months Ending **February 28, 2002**

	Cumulative Year-to-Date 2002	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
operating Revenues:				
Gross Charges	\$ 2,802,665			
Total Operating Revenues Included in Monthly Financial Report	2,802,665	2,511,284	291,381	11.60%
Operating Expenses:				
Faculty Salaries	254,361	195,843	58,524	29.88%
Staff Salaries	686,129	621,351	64,778	10.43%
Fringe Benefits	369,717	266,342	103,375	38.81%
Maintenance and Operations	832,104	654,003	178,101	27.23%
Professional Liability Insurance	6,638		6,638	100.00%
Travel	55,598	61,331	(5,733)	-9.35%
Official Functions	8,735	21,839	(13,104)	-50.00%
Total Operating Expenses Included in Monthly Financial Report	2,213,287	1,820,709	392,578	21.56%
Operating Income (Loss)	589,378	690,575	(101,197)	-14.65%
Non-operating Revenues (Expenses):				
Investment Income	50,080	93,513	(43,433)	-46.45%
Net Non-operating Revenues (Expenses)	50,080	93,513	(43,433)	46.45%
Income (Loss) Before Other Items	639,457	784,088	(144,631)	-18.45%
Transfers In		314,896	(314,896)	-100.00%
Transfers Out	(2,249)	(41,520)	39,271	94.58%
Capital Outlay	(42,000)	(25,129)	(16,871)	-67.14%
Change in DSRDP Net Assets	595,208	1,032,335	(437,127)	42.34%
Net Assets • September 1, 2001 - As Previously Reported	7,322,127	6,512,475	809,652	12.43%
Net Assets • February 28, 2002	\$ 7,917,335	7,544,810	372,525	4.94%

The University of Texas M.D. Anderson Cancer Center
MSRDP/PRS Year-to-Date Summary of Operations
For the Six Months Ending February 28, 2002

	Cumulative Year-to-Date 2002	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
Operating Revenues:				
Gross Charges	\$ 206,869,281	-	-	-
Less:				
Un-sponsored Charity Care	16,793,249			
Contractual Adjustments	100,754,318			
Other Unreimbursed Medical Costs	1,887,587			
Bad Debt Expense	10,161,482			
Net Patient Revenues	77,272,646			
other operating Revenues	221,723			
Total Operating Revenues Included in Monthly Financial Report	77,494,368	70,232,195	7,262,173	10.34%
Operating Expenses:				
Faculty Salaries	29,454,586	27,319,142	2,135,444	7.82%
staff Salaries	9,368,249	10,772,128	(1,403,879)	-13.03%
Fringe Benefits	26,836,106	24,920,037	1,916,069	7.69%
Maintenance and Operations	9,225,259	7,236,007	1,989,252	27.49%
Professional Liability Insurance	1,322,854	1,494,323	(171,469)	-11.47%
Travel	1,701,133	1,755,838	(54,705)	-3.12%
Official Functions	313,809	251,838	61,971	24.61%
Total Operating Expenses Included in Monthly Financial Report	78,221,996	73,749,313	4,472,683	6.06%
Operating Income (Lass)	(727,628)	(3,517,118)	2,789,490	79.31%
Nan-operating Revenues (Expenses):				
Investment Income	1,916,966	1,879,040	37,926	2.02%
Net Increase (Decrease) of Fair Value of Investments	(304,131)		(304,131)	-100.00%
Net Non-operating Revenues (Expenses)	1,612,835	1,879,040	(266,205)	-14.17%
Income (Lass) Before Other Items	885,207	(1,638,078)	2,523,285	154.04%
Transfers In		391,235	(391,235)	-100.00%
Transfers Out	(6,000,000)	(2,317,456)	(3,682,544)	-158.90%
Capital Outlay		(927,378)	927,378	100.00%
Change in MSRDP/PRS Net Assets	(5,114,793)	(4,491,677)	(623,116)	-13.87%
Net Assets - September 1.2001 -As Previously Reported	99,828,964	91,998,554	7,830,410	8.51%
Net Assets - February 28.2002	\$ 94,714,171	87,506,877	7,207,294	8.24%

The University of Texas Health Center at Tyler
MSRDP/PRS Year-to-Date Summary of Operations
For the Six Months Ending February 28, 2002

	Cumulative Year-to-Date 2002	Cumulative Year-to-Date 2001	Increase/ (Decrease)	Percent Increase/ (Decrease)
Operating Revenues:				
Gross Charges	\$ 16,151,996			
Less:				
Un-sponsored Charity Care	2,172,813			
Contractual Adjustments	6,402,115			
Other Unreimbursed Medical Costs	912,475			
Bad Debt Expense	1,305,700			
Net Patient Revenues	5,358,993			
Contractual Revenues	425,638			
Other Operating Revenues	97,696			
Total Operating Revenues Included in Monthly Financial Report	5,882,228	5,095,016 *	787,212	15.45%
Operating Expenses:				
Faculty Salaries	3,177,594	3,159,097 *	18,497	0.59%
Staff Salaries	1,454,507	1,129,591	324,916	28.76%
Fringe Benefits	1,096,956	740,463 *	356,493	48.14%
Maintenance and Operations	618,106	559,413 *	58,693	10.49%
Professional Liability Insurance	247,132	239,072 *	8,060	3.37%
Travel	66,644	68,459 *	(1,815)	-2.65%
Total Operating Expenses Included in Monthly Financial Report	6,660,940	5,896,095	764,845	12.97%
Operating Income (Loss)	(778,712)	(801,079)	22,367	2.79%
Non-operating Revenues (Expenses):				
Investment Income	160	8,881 •	(8,721)	-98.20%
Net Non-operating Revenues (Expenses)	160	8,881	(8,721)	-98.20%
Income (Loss) Before Other Items	(778,552)	(792,198)	13,646	1.72%
Capital Outlay		(1,916)	1,916	100.00%
Change in MSRDP/PRS Net Assets	(778,552)	(794,114)	15,562	1.96%
Net Assets - September 1, 2001 - As Previously Reported	365,369	2,637,807	(2,272,438)	-86.15%
Restatements .	1,125,498		1,125,498	100.00%
Net Assets -September 1,2001 - As Restated	1,490,867	2,637,807	(1,146,940)	-43.48%
Net Assets - February 28, 2002	\$ 712,315	1,843,693	(1,131,378)	-61.36%

*Restated from amounts originally reported in February 2001 report

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GIFTS

The following gift has been received, has been administratively approved by the President or his delegate, and is recommended for approval by the U. T. Board of Regents.

1. Donor Name: Nokia Mobile Phones, Inc.
College/School/
Department: Automation and Robotics Research Institute
Purpose: Academic support for the Texas Manufacturing Assistance
Center (TMAC)
Asset Type: Equipment (Automated Phone Packaging Line)
Value: \$677,340

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CHANGES TO ADMISSION CRITERIA

The following listing summarizes the changes proposed to Graduate Admissions Criteria to be included in the Catalog of The University of Texas at Arlington. The following changes have been administratively approved by the Executive Vice Chancellor for Academic Affairs and are recommended for ratification by the U. T. Board of Regents.

Summary of Changes to Graduate Admission Criteria

In the 77th Legislative Session, Sections 51.821 through 51.823 of the Texas Education Code were added. The legislation precludes graduate programs from utilizing standardized test scores (except those that measure English-language competency) as a sole criterion for admission. The legislation also precludes the use of specific test scores as minimum standards for admission and encourages the use of a variety of other criteria in determining admission. In general, the legislation encourages graduate programs to employ holistic approaches to admissions. The legislation also applies the same criteria for admissions to the award of competitive graduate scholarships. Therefore, the new admission criteria will govern graduate scholarship awards.

During the Fall 2001, all graduate programs at The University of Texas at Arlington thoroughly revised their admissions criteria. The new criteria will appear in the new print catalog (2002-2004) that will be published this summer. While criteria may vary from department to department, all graduate degree programs mandate that standardized tests such as the GRE or the GMAT may not be used in the admissions as the sole criterion for consideration or as the primary criterion to end consideration of the applicant. Also, the degree program may not assign a specific weight to any one factor being considered in the admissions process.

The changes made to each degree program are listed on pages Arlington – 4 through Arlington – 23.

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
EDUCATION IN TEACHING EDUCATIONAL ADMINISTRATION EDUCATION IN CURRICULUM AND INSTRUCTION	MA	GRE satisfactory score increased from 800 to 1000. Three letters of reference required.
NURSING	MSN	GRE V&A or V&Q satisfactory scores are increased from greater than 900 to greater than 1000 (not required if GPA is 3.3 or greater).
SOCIAL WORK	MSSW	A personal statement and 3 letters of reference are required.
SOCIAL WORK	PHD	Requires the submission of a Vita, academic goals statement and a professional writing sample.

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
CITY AND REGIONAL PLANNING	MCRP	If the GPA is 3.0 or greater and the GRE V&Q is 800 or greater but less than 1000, then the following items are required: 1) satisfactory letters of reference, 2) satisfactory personal statement, 3) study in social science or related field and 4) three of the five following criteria: community service, multilingual proficiency, first generation graduate student, work experience or geographic diversity.
PUBLIC ADMINISTRATION	MPA	If the GPA is 3.0 or greater and the GRE V&Q is 800 or greater but less than 1000, then the following items are required: 1) satisfactory letters of reference, 2) satisfactory personal statement, 3) study in social science or related field and 4) three of the five following criteria: community service, multilingual proficiency, first generation graduate student, work experience or geographic diversity.
PUBLIC AND URBAN ADMINISTRATION	PHD	If the graduate Master's degree GPA is 3.6 or greater than the GRE V&Q must be at least 1000. If the GPA is 3.7 or greater than the GRE V&Q must only be 900 or greater.

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
HEALTH CARE ADMINISTRATION	MS	<p>The GRE V&Q/2 must be 450 or greater or the GMAT must be 450 or greater. Test requirement is waived if applicant holds a graduate degree in a health care or related discipline or if person has five or more years of increasing responsibility in managerial, professional, and/or technical positions in the health care industry.</p> <p>Other factors considered: V&Q sub scores, grades in relevant courses, statement of educational objectives, letters of reference, undergraduate major, accreditation status of degree granting institution, professional work experience, professional certification or licensure, personal interview (as discretion of program advisor).</p> <p>Baccalaureate degree in appropriate discipline is no longer required.</p>
MANAGEMENT OF TECHNOLOGY	MS	<p>A baccalaureate degree in science, math or appropriate discipline is no longer required. Instead, preparation in math, science, engineering or other appropriate field and three years of experience.</p>

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
INTERDISCIPLINARY STUDIES	MA & MS	Instead of a GRE of 1000, a GRE V of 500 or more if tentative program of work has verbal focus or a GRE Q of 500 or more if program has a quantitative focus. Also a goals statement is required establishing relationship between academic/professional goals and program of work.
URBAN AFFAIRS	MS	If GPA is 3.0 or greater and GRE V&Q is 800 greater or less than 1000 then the following items are required: 1) satisfactory letters of reference, 2) satisfactory personal statement, 3) undergraduate study in social science or related field and 4) three of the five following criteria: community service, multilingual proficiency, first generation graduate student, work experience, or geographic diversity

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
AEROSPACE ENGINEERING	MS, ME & PHD	Instead of a GRE requirement of 1000, the GRE V&Q is 1050 for masters or 1250 for doctoral. In addition the following items are considered: 1) relevance of previous degrees to mechanical engineering, 2) reputation of degree granting institution, 3) three letters of reference, and 4) essay on goals/reasons for pursuit of graduate study.
BIOMEDICAL ENGINEERING	MS	Requires three letters of reference
BIOMEDICAL ENGINEERING	PHD	Requires a GPA greater than 3.4 in graduate engineering or physical sciences, where as previously it was only 3.4 in graduate program. Requires a GRE V score of 400 or greater. Requires three letters of reference.

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
CIVIL ENGINEERING	MS, ME	<p>Bachelors degree in engineering or civil engineering is now required versus previously requiring a bachelor degree in civil engineering.</p> <p>Letters of reference are now required.</p> <p>If GRE V&Q is 950 or greater but less than 1000, or if GPA is 2.6 or greater but less than 3.0, the following criteria are evaluated for evidence of qualification for study: 1) statement of purpose, 2) undergraduate transcripts, 3) recommendation letters, 4) correspondence/direct interaction/personal interview with faculty, 5) professional/work background, professional development post college, 6) rigor of undergraduate degree, and 7) standing of college or university granting degree.</p>

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
CIVIL ENGINEERING	PHD	Masters or 30 hours graduate work in engineering. GRE V&Q of 1200 versus previous requirement of 1000. If GRE V&Q is less than 1200, the following criteria are evaluated for evidence of qualification for study: 1) statement of purpose, 2) undergraduate transcripts, 3) recommendation letters, 4) correspondence/direct interaction/ personal interview with faculty, 5) professional/work background, 6) professional development post college, 7) rigor of undergraduate degree, 8) standing of college or university granting degree and 9) letters of reference.
COMPUTER SCIENCE & COMPUTER SCIENCE ENGINEERING ONLINE COMPUTER SCIENCE MS, ONLINE COMPUTER SCIENCE & ENGINEERING MS	MS, ME & PHD	GPA of 3.2 or greater in Computer Science/Computer Science & Engineering coursework. Relevance of academic background to Computer Science and Engineering. Rigor of bachelor's degree. Reputation of degree-granting university or college GRE Q is 700 or greater, V is 400 or greater and V&Q is 1150 or greater for masters or 1250 for doctoral programs.

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
ELECTICAL ENGINEERING, ONLINE ELECTRICAL ENGINEERING MS	MS, ME & PHD	Relevance of academic background to Electrical Engineering. Rigor of bachelor's degree. Reputation of degree granting university or college. GRE V&Q 1150 or greater for doctoral programs.
ENVIRONMENTAL SCIENCE & ENGINEERING	MS & PHD	B.S. in biology, chemistry, geology, mathematics or engineering. If GRE V&Q < 1000 the following criteria are evaluated for evidence of qualification for admission: transcripts, recommendation letters, correspondence/interaction with faculty, statement of professional/research interests. Letters of reference
INDUSTRIAL ENGINEERING	MS, ME & PHD	No longer requires a BS in I. E. GPA is raised from 2.7 to 3.0. Preparation in math, science and industrial engineering.
LOGISTICS	MS	No longer requires bachelor's degree in science, math, engineering or appropriate field. Instead, preparation in math, science or industrial engineering. GMAT of 500 or greater.

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
MECHANICAL ENGINEERING	MS, ME & PHD	GRE of 1250 or greater for doctoral. Relevance of previous degrees to mechanical engineering. Reputation of degree granting institution. Three letters of reference. Essay on goals/reasons for pursuit of graduate study.
MATERIALS SCIENCE AND ENGINEERING	MS, ME & PHD	BS in Metallurgy or Materials Science no longer required. GRE V&Q increased from 1000 to 1050. Letters of recommendation required. Relevance of degree with respect to materials science curriculum. Reputation of degree granting institution.
SOFTWARE ENGINEERING	MSWEN	GPA of 3.2 or greater in Computer Science/Computer Science & Engineering coursework. Relevance of academic background to Computer Science and Engineering. Rigor of bachelor's degree. Reputation of degree-granting university or college GRE Q is 700 or greater, V is 400 or greater and V&Q is 1150 or greater for masters or 1250 for doctoral programs.

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
ANTHROPOLOGY	MA	Letters of reference. Performance in specified anthropology courses. Acceptable statement of purpose. Acceptable writing sample.
ENGLISH	MA	Overall GPA of 3.4 or greater in English major or upper level English courses. GRE V of 500 or greater and V&Q or V&A of 1000 or greater. Three letters of reference.
ENGLISH-LITERATURE	PHD	GPA increased from 3.0 or greater to 3.5 or greater. GRE V of 500 or greater and V&Q or V&A of 1000 or greater. Three letters of reference.
ENGLISH-RHETORIC	PHD	GPA increased from 3.0 or greater to 3.5 or greater. GRE V of 500 or greater and V&Q or V&A of 1000 or greater. Three letters of reference.
FRENCH GERMAN SPANISH	MA	Three letters of reference required.
CRIMINOLOGY & CRIMINAL JUSTICE	MA	GRE decreased from 1000 to 880. Letters of reference required.

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
HISTORY	MA	Written statement of reasons for graduate study and three letters of reference.
HISTORY	PHD	GPA increased from 3.0 or greater to 3.5 or greater. GRE increased from 1000 to 1100 or greater. BA in history and 12 hours of foreign language no longer required. Academic writing sample and three letters of reference required.
HUMANITIES	MA	GPA of 3.0 can be in any field, no longer required in Liberal Arts. Three letters of reference and written summary of degree objectives.

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
LINGUISTICS	MA & PHD	<p>For Masters GRE V&Q&A of 1500 or greater. If GPA is 3.5 or greater, then GRE V&Q&A can be 1300 or greater. Background in foreign language no longer required.</p> <p>For Doctoral GPA is increased from 3.0 or greater to 3.5 or greater in at least 30 hours of graduate study. GRE V&Q&A of 1650 or greater. If GPA is 3.7 or greater, then GRE V&Q&A of 1400 or greater.</p> <p>For both degrees three letters of reference, personal statement and specified undergraduate coursework required</p>
MUSIC	MA	<p>GRE no longer required. Bachelor degree in music or demonstrated equivalent or substantial number of hours in music coursework. Three letters of reference.</p>
POLITICAL SCIENCE	MA	<p>GRE no longer required. Minimum 18 hours of political science coursework. Three letters of reference and a personal statement.</p>

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
SOCIOLOGY	MA	Preparation in sociology and performance in courses in sociology and/or related disciplines. Three letters or reference.
BIOLOGY	MS	Grades in coursework in Science and Biology are also considered. If GRE is less than 1000 the following will be evaluated to determine if applicant is qualified for the masters program: undergraduate transcript, letters of reference, correspondence and direct interaction with faculty, and statement of professional and research interests. TSE increased from 40 to 45. Three letter of reference required.
QUANTITATIVE BIOLOGY & MATHEMATICAL SCIENCES/BIOLOGY	PHD	If GPA is less than 3.0 than at least 30 hours graduate coursework in Biology is required. Three letters of reference. Professional publications. If GRE Q&A is less than 1200 the following will be evaluated to determine if applicant is qualified for the doctoral program: undergraduate transcript, letters of reference, correspondence and direct interaction with faculty, statement of professional/research interests. TSC of 45 or greater.

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
CHEMISTRY	MS	GRE score of 1000 or greater is replaced with the statement: satisfactory GRE scores and 3 letters of reference, or GPA of 3.0 or greater and 2 letters of recommendation, one from faculty member at degree granting institution and one from UT Chemistry/Biochemistry faculty, or GPA of 3.0 or greater and 2 letters of recommendation, one from faculty member at degree granting institution and one based on face-to-face interview with a member of the Chemistry/Biochemistry faculty at UTA.
APPLIED CHEMISTRY & MATHEMATICAL SCIENCES/ CHEMISTRY	PHD	Same as for Chemistry MS.
GEOLOGY	MS	GRE changed from 1000 to GRE V&Q&A of 1440 or greater. BS in Earth Science discipline. Specified coursework and letters of recommendation.
MATHEMATICAL SCIENCE/GEOLOGY	PHD	Same as for Geology MS.

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
MATHEMATICS	MS	BA/BS Mathematics or closely related field. Three letters of recommendation. TOEFL of 550 or greater or SPEAK of 40 or greater.
MATHEMATICAL SCIENCES/ MATHEMATICS	PHD	GRE changed from GRE of 1000 or greater to GRE V&Q of 1100 or greater. If GPA and GRE do not meet minimums, admission may be granted on the bases of review of: undergraduate transcripts, recommendation letters, correspondence/direct interaction with faculty, statement of professional/research interests. TOEFL of 550 or greater or SPEAK of 40 greater. Three letters of recommendation.
PHYSICS	MS	GRE changed from GRE of 1000 to GRE V&Q of 1000 or greater. Letters of recommendation.
APPLIED PHYSICS & MATHEMATICAL SCIENCE/APPLIED PHYSICS	PHD	Thirty hours of graduate level coursework in physics or related field. GRE changed from GRE of 1000 or greater to GRE V&Q of 1000 or greater. Twenty-four hours of undergraduate hours in physics. Letters of recommendation and TOEFL of 550 or greater.

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
PSYCHOLOGY	MS	GRE changed from GRE of 1000 or greater to acceptable GRE V&Q scores. Transcript evaluated for evidence of coursework in science and mathematics and research activity. Letters of reference and a personal statement.
EXPERIMENTAL PSYCHOLOGY & MATHEMATICAL SCIENCE/PSYCH- OLOGY	PHD	Same as for Psychology MS
MATHEMATICAL SCIENCES/INFORMA- TION SYSTEMS	PHD	GPA (x200)+GMAT of 1120 or greater. Corroborating evidence of English or proficiency if GMAT subtest scores fall below 30 th percentile. Potential for academic success as evaluated by consideration of each of the following: GMAT sub scores (V and Q), GMAT writing sample, grades in specified undergraduate business and non-business courses, written statement of educational objectives, and three letters of reference.
MATHEMATICAL SCIENCES/COMPUTER SCIENCE	PHD	Same as for Computer Science and Computer Science and Engineering.

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
MASTER'S OF ARTS IN SCIENCE PROGRAM	MA	Bachelors in Science or Education. GPA of 3.0 or greater. GRE V&Q of 1000 or greater, or nine credit hours of graduate coursework with GPA of 3.0 or greater.
MASTER'S OF ARTS IN MATHEMATICS	MA	BA/BS degree with at least 18 hours of Mathematics. Three letters of reference or BA/BS degree Secondary Mathematics Certification. Three letters of reference.
ACCOUNTING	MS	GPA of 2.5 or greater. GPA (x200) + GMAT equal 1080 with the GMAT being at least 400, or more or GPA (x200) + .5(V&Q GRE) is 1080 or more with the GRE V&A being at least 800 or GRE verbal in 25 th percentile. GMAT or GRE Quantitative in the 30 th percentile or greater. GMAT or GRE may be waived if undergraduate or professional credentials meet specified requirements.

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
PROFESSIONAL PROGRAM IN ACCOUNTING	MPA	<p>GPA of 3.0 or more overall. GPA of 3.0 or more in UTA accounting coursework with 9 hours of accounting coursework beyond principles at UTA. Overall GPA (x200) + GMAT is 1080 or GPA (x200)+ V+Q GRE is 1080 with the GMAT <u>greater than</u> 400 or GRE (V&Q) of 800 or more. GMAT or GRE verbal in the 25th percentile. GMAT or GRE quantitative in the 30th percentile.</p> <p>If applicant fails to satisfy above criteria, an admission committee considers the following (demonstrated strength in three of the four will lead to unconditional admission): 1) undergraduate GPA and performance in accounting courses, 2) GMAT or GRE scores, 3) professional work experience or personal accomplishments, 4) letters of reference, and personal statement.</p>
TAXATION	MS	Same as for Accounting MS

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
ECONOMICS	MA	GPA (x 200) + GMAT score is 1080 or more or, GPA (x 200) GRE score is 2200 or more. Potential for academic success as evaluated by consideration of each of the following: 1) GMAT sub scores (V&Q), 2) GMAT writing sample, 3) grades in specified undergraduate business and non-business courses, 4) Written statement of educational objectives, 5) Three letters of reference.
MARKETING RESEARCH	MS	BS/BA. GPA greater than 3.1. GMAT of 580 or greater with both V&Q subtests in 50 th percentile or better or equivalent GRE scores. Three recommendation letters. Commitment to profession demonstrated by: work experience, prior study, and written statement of purpose.
BUSINESS ADMINISTRATION	MA	Potential for academic success as evaluated by consideration of each of the following: 1) GMAT sub scores (V&Q), 2) GMAT writing sample, 3) Grades in specified undergraduate business and non-business courses, 4) Written statement of educational objectives, 5) Three letters of reference.

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CHANGES TO ADMISSION CRITERIA (Continued)

Program	Degree(s)	Changes to Admission Criteria 2002-2004
ONLINE MBA (TMBA)	ONLINE MBA	Same as for Business Administration MA
COHORT MBA (CMBA)	MBA	Same as for Business Administration MA
REAL ESTATE	MS	Same as for Business Administration MA

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AMENDMENTS TO THE 2001-02 BUDGET

APPOINTMENTS AND PROMOTIONS

The following Requests for Budget Change (RBC) 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.

<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 ARCHITECTURE					
1. Pat D. Taylor (T)					068
From: Associate Professor and Director		100	09	61,709	
To: Associate Professor	12/07 – 5/31	100	09	61,709	

TRANSFERS OF FUNDS

<u>Item, Department, Account Name, Amount</u>	<u>RBC #</u>
FINANCE AND ADMINISTRATION	
LERR PROJECT FUNDS	
2. Amount of Transfer	\$25,734.80 102
From: LERR Project # 301-878 FY 01 Emergency Call Boxes	
To: LERR Project #301-878 FY 02 Security Cameras	

FY 2000-01 LERR project for emergency call boxes is complete. This adjustment is requested to expend the unused balance to fund the purchase and installation of security cameras (a part of the ongoing vulnerability analysis of campus facilities).

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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 2002-03

<u>Page Number(s)</u>	<u>Summary of Proposed Substantive Change</u>
1	Section I. E. 7. revised to include alumni parking permits.
12	Section III revised to add the definition of "open" parking.
25	Section VI. Q. revised to add that an application for a student refund must be turned in by semester census date.
27-28	Section VIII. D. revised to add conditions of boot notice.
33-34	Section VIII. J. 1. a. and d. revised to add information regarding waiver of citation.

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FEES AND MISCELLANEOUS CHARGES

HOUSING RATES

(including Apartments, Dormitory Rooms, Residence Halls)

Approval is recommended for the following housing, board and rental rates to be effective beginning with the Fall Semester 2002. 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>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
Arlington Hall			
Double – Regular – Fall/Spring	2,870	3,010	4.88%
Double – Regular – Fall/Spring With Winter	3,213	3,390	5.51%
Double – Super – Fall/Spring	3,300	3,490	5.76%
Double – Super – Fall/Spring With Winter	3,750	3,950	5.33%
Private – Regular – Fall/Spring	3,890	4,090	5.14%
Private – Regular – Fall/Spring With Winter	4,365	4,610	5.61%
Private – Super – Fall/Spring	4,250	4,460	4.94%
Private – Super – Fall/Spring With Winter	4,831	5,040	4.33%
Brazos House			
Double Occupancy Rate – Fall/Spring	1,880	1,990	5.85%
Double Occupancy Rate – Fall/Spring With Winter	*	2,190	N/A
Private Occupancy Rate – Fall/Spring	3,192	3,380	5.89%
Private Occupancy Rate – Fall/Spring With Winter	*	3,680	N/A
Lipscomb North			
Double Occupancy Rate – Fall/Spring	2,080	2,200	5.77%
Private Occupancy Rate – Fall/Spring	3,540	3,740	5.65%
Lipscomb South			
Double Occupancy Rate – Fall/Spring	2,120	2,250	6.13%
Private Occupancy Rate – Fall/Spring	3,600	3,830	6.39%

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FEES AND MISCELLANEOUS CHARGES (Continued)

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

	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
Trinity House			
Double Occupancy Rate – Fall/Spring	2,080	2,200	5.77%
Private Occupancy Rate – Fall/Spring	3,540	3,740	5.65%
<u>For each summer session</u>			
Arlington Hall			
Double - Regular – Summer 11 Week	710	730	2.82%
Double - Super – Summer 11 Week	780	800	2.56%
Private - Regular – Summer 11 Week	850	870	2.35%
Private - Super – Summer 11 Week	940	960	2.13%
Brazos House			
Double Occupancy – Summer 11 Week	*	560	N/A
Private Occupancy – Summer 11 Week	*	950	N/A

* During academic year 2001-2002, Brazos Hall did not provide winter or summer accommodations.

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FEES AND MISCELLANEOUS CHARGES (Continued)

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

	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
<u>Daily for guests/conferences</u>			
Brazos House Double Occupancy - per night, per person	13	14	7.69%
Lipscomb North Double Occupancy - per night, per person	13	14	7.69%
Lipscomb South Double Occupancy - per night, per person	13	14	7.69%
Trinity House Double Occupancy - per night, per person	13	14	7.69%

THE UNIVERSITY OF TEXAS AT ARLINGTON
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FEES AND MISCELLANEOUS CHARGES (Continued)

BOARD RATES

	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
<u>Per semester</u>			
Plan A - 19 meals per week	910		
Plan A - 280 meals per semester + \$50 Dining Dollars		975	7.1%
Plan B - 14 meals per week + \$75 Dining Dollars	920		
Plan B - 240 meals per semester + \$125 Dining Dollars		975	6.0%
Plan C - 10 meals per week + \$125 Dining Dollars	880		
Plan C - 160 meals per semester + \$250 Dining Dollars		975	10.8%

The change from a meal-by-week plan to a meal-by-semester plan was done at the request of the students.

THE UNIVERSITY OF TEXAS AT ARLINGTON
U. T. BOARD OF REGENTS' MEETING
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FEES AND MISCELLANEOUS CHARGES (Continued)

RENTAL RATES

	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
<u>Per month</u>			
<u>UNIVERSITY APARTMENTS</u>			
Arbor Oaks (New Construction)			
1 bedroom*	**	625	N/A
2 bedroom*	**	860	N/A
Autumn Hollow			
Efficiency*	318	337	5.97%
Border Trail			
1 bedroom	436	463	6.19%
2 bedroom	561	596	6.24%
Campus View (To Be Removed)			
1 bedroom*	385	***	N/A
3 bedroom*	569	***	N/A
Center Point			
1 bedroom*	352	372	5.68%
2 bedroom*	510	535	4.90%
Cooper Chase			
1 bedroom	464	491	5.82%
2 bedroom	622	662	6.43%
Cottonwood Ridge N.			
1 bedroom	407	434	6.63%
Cottonwood Ridge S.			
1 bedroom	407	434	6.63%
2 bedroom	468	498	6.41%

THE UNIVERSITY OF TEXAS AT ARLINGTON
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FEES AND MISCELLANEOUS CHARGES (Continued)

RENTAL RATES (Continued)

	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
Creek Bend			
1 bedroom	441	468	6.12%
Studio	453	480	5.96%
Forest Glen			
1 bedroom	407	434	6.63%
1 bedroom	412	439	6.55%
2 bedroom	540	570	5.56%
2 bedroom	545	575	5.50%
Garden Club			
1 bedroom	464	491	5.82%
2 bedroom	622	662	6.43%
Maple Square			
1 bedroom	439	466	6.15%
1 bedroom	454	481	5.95%
Maverick House			
1 room*	350	376	7.43%
Oak Landing			
Efficiency	356	382	7.30%
1 bedroom	451	478	5.99%
1 bedroom	463	490	5.83%
Pecan Place			
1 bedroom	442	469	6.11%
Shady Park			
1 bedroom	393	420	6.87%

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FEES AND MISCELLANEOUS CHARGES (Continued)

RENTAL RATES (Continued)

	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
Timber Brook (New Construction)			
1 bedroom*	**	625	N/A
2 bedroom*	**	860	N/A
University Village			
1 bedroom*	424	444	4.72%
1 bedroom*	439	459	4.56%
1 bedroom*	444	464	4.50%
1 bedroom*	464	484	4.31%
1 bedroom*	464	484	4.31%
West Crossing			
1 bedroom*	386	406	5.18%
2 bedroom*	537	567	5.59%
Woodland Springs			
1 bedroom*	415	442	6.51%

* Resident pays electric bill

** Apartments currently under construction

*** Apartments scheduled to be removed

UNIVERSITY HOUSES

409 S. Davis	762	792	3.94%
415 S. Davis	608	638	4.93%
419 S. Davis	718	748	4.18%
703 Kerby	750	780	4.00%
707 Kerby	720	750	4.17%
1202 S. Oak	770	800	3.90%
1218 S. Oak	770	800	3.90%
1230 S. Oak	758	788	3.96%
1322-A S. Oak	590	620	5.08%

THE UNIVERSITY OF TEXAS AT ARLINGTON
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FEES AND MISCELLANEOUS CHARGES (Continued)

RENTAL RATES (Continued)

	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
1322-B S. Oak	790	820	3.80%
1326 S. Oak	765	795	3.92%
1330 S. Oak	713	743	4.21%
1102A S. Pecan	422	442	4.74%
1102B S. Pecan	422	442	4.74%
1104A S. Pecan	422	442	4.74%
1104B S. Pecan	422	442	4.74%
1214 S. Pecan	727	757	4.13%
1222 S. Pecan	704	734	4.26%
1302 S. Pecan	618	648	4.85%
101 Southdale	660	700	6.06%
103 Southdale	560	600	7.14%
104 Southdale	560	600	7.14%
105 Southdale	560	600	7.14%
107 Southdale	560	600	7.14%
108 Southdale	560	600	7.14%
109 Southdale	560	600	7.14%
110 Southdale	560	600	7.14%
111 Southdale	560	600	7.14%
112 Southdale	560	600	7.14%
113 Southdale	560	600	7.14%
114 Southdale	660	700	6.06%
115 Southdale	560	600	7.14%
116 Southdale	560	600	7.14%
117 Southdale	565	605	7.08%
118 Southdale	560	600	7.14%
119 Southdale	560	600	7.14%
120 Southdale	560	600	7.14%
121 Southdale	535	575	7.48%
122 Southdale	560	600	7.14%
123 Southdale	560	600	7.14%
125 Southdale	560	600	7.14%

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GIFTS

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

1. Donor Name: Cockrell Foundation
College/School/ Department: College of Engineering
Purpose: Cockrell Family Professorial Chair Fund
In Engineering.....\$525,000
Virginia & Ernest Cockrell, Jr. Scholarships
In Engineering.....\$525,000
Asset Type: Cash
Value: \$1,050,000

2. Donor Name: Community Foundation Silicon Valley on behalf of the
Bryan & Deborah Stolle Family Fund
College/School/ Department: Department of Intercollegiate Athletics
Purpose: Construction of academic center
Asset Type: Cash
Value: \$1,000,000

3. Donor Name: Ford Motor Company Fund
College/School/ Department: College of Engineering
Department of Mechanical Engineering
Purpose: Engineering Teaching Center II, 2nd floor renovation
Asset Type: Cash
Value: \$600,000 (payment on \$1,200,000 pledge)

4. Donor Name: Ford Motor Company Fund
College/School/ Department: College of Engineering
Purpose: For multidisciplinary programs
Asset Type: Cash
Value: \$527,000

THE UNIVERSITY OF TEXAS AT AUSTIN
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GIFTS (Continued)

5. Donor Name: Mr. John A. Jackson
College/School/ Department: College of Natural Sciences
Department of Geological Sciences
Purpose: Jackson Geological Sciences Building construction
Asset Type: Cash
Value: \$5,000,000 (payment on \$15,000,000 pledge)
6. Donor Name: Mr. Mike A. Myers
College/School/ Department: Intercollegiate Athletics
The Longhorn Legacy
Purpose: Building construction
Asset Type: 12,941 shares of Wells Fargo & Company common stock
Value: \$562,933.50 (payment on \$3,000,000 pledge)

THE UNIVERSITY OF TEXAS AT AUSTIN
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CONTRACTS

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

GENERAL CONTRACTS

FUNDS COMING IN

1. Agency: Host Communications, Inc.
Funds: Annual rights fee of \$100,000 plus royalties as follows:
46.6% of gross revenue under \$5 million, 55% of gross revenue over \$5 million and less than \$7 million, 60% of gross revenue over \$7 million. Also, 37.5% of all net revenue collected by Host Communications, Inc. from any Title Sponsorship Agreement entered into during a contract year in which the opposing team's university must be compensated by Host Communications, Inc.
Period: July 1, 2001 through August 31, 2006 (Extension of agreement entered into August, 1998.)
Description: Provide radio and television broadcasts related to U. T. Austin intercollegiate athletics programs, related printed materials, corporate sponsorships, and other ancillary and marketing services.

FUNDS GOING OUT

2. Agency: Qwest Communications Corporation
Funds: \$3,358,800
Description: Qwest Communications Corporation will provide an OC12 (522mbps) Commodity Internet Transit Service in Austin, Texas. The service is from March 1, 2002 through August 31, 2003.

THE UNIVERSITY OF TEXAS AT AUSTIN
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CONTRACTS (Continued)

**NONINTELLECTUAL PROPERTY-RELATED SPONSORED RESEARCH
AGREEMENTS**

FUNDS COMING IN

3. Country: Brazil
Grantor: Universidade Federal da Bahia
New Funds: None
Current period: January 1, 2002 through February 28, 2002
Title/Description: Visiting Scientist Milton J. Porsani
4. Country: France
Grantor: PSA Peugeot Citrön
New Funds: None
Current period: October 1, 2001 through January 31, 2003
Title/Description: Visiting Scientist Frédéric Jottras
5. Country: Italy
Grantor: ENI S.p.A., Agip Division
New Funds: \$40,000
Current period: January 1, 2002 through December 31, 2004
Title/Description: Scale Modeling of the Development of Hydrocarbon Structural Traps
6. Country: Japan
Grantor: Japan National Oil Corporation
New Funds: \$50,000
Current period: May 1, 2001 through April 30, 2002
Title/Description: Well Deliverability in Gas Condensate Reservoirs
7. Country: Mexico
Grantor: PEMEX Exploración y Producción
New Funds: \$30,000
Current period: January 1, 2001 through December 31, 2001
Title/Description: Reservoir Simulation
8. Country: United Kingdom
Grantor: BP Exploration Operating Company Limited
New Funds: \$28,000
Current period: January 16, 2002 through January 15, 2004
Title/Description: Structural Integrity of Offshore Pipelines

THE UNIVERSITY OF TEXAS AT AUSTIN
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CONTRACTS (Continued)

**NONINTELLECTUAL PROPERTY-RELATED SPONSORED RESEARCH
AGREEMENTS (Continued)**

FUNDS COMING IN

9. Country: United Kingdom
Grantor: Conoco UK Ltd – Trinidad Branch
New Funds: \$40,000
Current period: January 1, 2002 through December 31, 2002
Title/Description: Regional Characterization of the Latest Pleistocene and Holocene Stratigraphy, Structure and Depositional Processes, Offshore Eastern Trinidad and Venezuela, Using Shallow (0-0.5 milliseconds) Data from Contiguous 3-D Seismic Volumes
10. Country: United Kingdom
Grantor: Whatman Inc.
New Funds: None
Current period: October 3, 2001 through October 2, 2006
Title/Description: Development of Track-Etched Membranes in a Unique Way
11. Country: Venezuela
Grantor: PDVSA
New Funds: None
Current period: October 15, 2001 through November 21, 2001
Title/Description: Visiting Scientist Juan Guevara
12. Country: Venezuela
Grantor: PDVSA
New Funds: \$7,956
Current period: October 15, 2001 through November 21, 2001
Title/Description: Training for, and Research Collaboration with, Juan Guevara

THE UNIVERSITY OF TEXAS AT AUSTIN
 U. T. BOARD OF REGENTS' MEETING
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AMENDMENTS TO THE 2001-02 BUDGET

APPOINTMENTS AND PROMOTIONS

The following Requests for Budget Change (RBC) 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.

<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>
INSTRUCTION					
RED McCOMBS SCHOOL OF BUSINESS					
Management Science and Information Systems					
1. Steven R. Salbu (T)					110
From: Professor and		100	09	106,600	
Bobbie and Coulter R. Sublett					
Centennial Professor		SUPLT	09	8,000	
To: Professor and	1/1-8/31	100	09	117,260	
Bobbie and Coulter R. Sublett					
Centennial Professor and		SUPLT	09	8,000	
Associate Dean		SUPLT	12	12,000	
COLLEGE OF ENGINEERING					
Chemical Engineering					
Professor					
2. Benny D. Freeman (T)	1/16-5/31	100	09	107,000	113

THE UNIVERSITY OF TEXAS AT AUSTIN
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AMENDMENTS TO THE 2001-02 BUDGET (Continued)

APPOINTMENTS AND PROMOTIONS (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>
COLLEGE OF NATURAL SCIENCES					
Astronomy					
Professor and Fellow, Jeff and Gail Kodosky Endowment for Excellence In Teacher Training					
3. Pawan Kumar (T)	1/16-5/31	100	09	90,000	120
	1/16-5/31	SUPLT	09	10,000	

TRANSFERS OF FUNDS

<u>Item, Department, Account Name, Amount</u>	<u>RBC#</u>
GENERAL REVENUE FUND	
4. Amount of Transfer: \$580,268	107

From: Educational and General Funds –
 Special Equipment and Operations

To: General Revenue Fund – H.B. 2071 –
 Statewide Cost Allocation Plan (SWCAP)

Recording total expenditure due to SWCAP for U. T. Austin.
 Payments will be made on a quarterly basis for 2002.

THE UNIVERSITY OF TEXAS AT AUSTIN
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FEES AND MISCELLANEOUS CHARGES

FLAT RATE TUITION

The ratification is recommended for the following tuition charges authorized by Section 54.069 of the Texas Education Code as a pilot project to continue through the 2004-2005 academic year. The tuition charges have been administratively approved by the Executive Vice Chancellor for Academic Affairs.

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

Hours Enrolled	Liberal Arts		Natural Sciences	
	Fall 2002 Spring 2003	Summer 2003	Fall 2002 Spring 2003	Summer 2003
Resident Undergraduate Students				
1 – 3	\$ 782	\$ 685	\$ 859	\$ 761
4 – 6	1,267	1,164	1,414	1,311
7 - 11	2,089	1,951	2,234	2,097
12 or more	2,507	2,366	2,654	2,514
Nonresident Undergraduate Students				
1 – 3	\$1,436	\$1,339	\$1,513	\$1,415
4 – 6	2,575	2,472	2,722	2,619
7 - 11	4,487	4,349	4,632	4,495
12 or more	5,559	5,418	5,706	5,566

THE UNIVERSITY OF TEXAS AT AUSTIN
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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 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 the appointment of Dr. Faulkner with The University of Texas at Austin.

1. Name: Dr. Larry R. Faulkner
 Title: President
 Position: Member of the Governor's Council on Science and
 Biotechnology Development
 Period: January 2002 - September 2012
 Compensation: None
 Description: The Honorable Rick Perry, Governor of the State of Texas,
 appointed Dr. Faulkner to serve on the Council on Science and
 Biotechnology Development. This Council will identify
 opportunities and mechanisms to promote collaboration among
 universities, to bring more federal research funds to Texas, to
 improve the universities, and to contribute to economic growth.

THE UNIVERSITY OF TEXAS AT DALLAS
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THE UNIVERSITY OF TEXAS AT DALLAS
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AMENDMENTS TO THE 2001-02 BUDGET

APPOINTMENTS AND PROMOTIONS

The following Requests for Budget Change (RBC) 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.

<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>	
ARTS AND HUMANITIES					
Aesthetic Studies					
Professor					
1. Thomas E. Linehan (T)	1/1-5/31	100	09	93,750	17
ERIK JONSSON SCHOOL OF ENGINEERING AND COMPUTER SCIENCE					
Electrical Engineering					
Distinguished Chair in Microelectronics and Professor					
2. Franco Maloberti (T)	1/1-5/31	100	09	130,000	18
Professor					
3. Nasser Kehtarnavaz (T)	1/16-5/31	100	09	99,500	10
Computer Science					
Associate Professor					
4. Sanda M. Haragagiu (T)	1/16-5/31	100	09	85,000	19

THE UNIVERSITY OF TEXAS AT DALLAS
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AMENDMENTS TO THE 2001-02 BUDGET (Continued)

APPOINTMENTS AND PROMOTIONS (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>	
NATURAL SCIENCES AND MATHEMATICS					
Professor Emeritus					
5. Ivor Robinson	12/1-5/31		09		8
6. Dean C. Presnall	12/1-5/31		09		9
Chemistry					
7. Allan D. Sherry (T)					11
From: Professor and Faculty Research Scientist		51 49	09 12	115,000 153,333	
To: Green Honors Endowed Chair of Chemistry, Professor, and Faculty Research Scientist	12/1-5/31 12/1-8/31	51 49	09 12	115,000 153,333	
Physics					
8. Roderick A. Heelis (T)					12
From: Professor		100	09	105,000	
To: Green Honors Endowed Chair of Physics and Professor	12/1-5/31	100	09	105,000	

THE UNIVERSITY OF TEXAS AT EL PASO
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THE UNIVERSITY OF TEXAS AT EL PASO
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AFFILIATION AGREEMENTS

The following nonstandard affiliation agreements have been administratively approved as to form and content by the Executive Vice Chancellor for Academic Affairs and the Office of General Counsel. The University of Texas at El Paso and the other entities will co-sponsor exchange programs in areas of interest and benefit to both institutions to promote interest in teaching and research activities and to deepen the understanding of economic, cultural and social environments of the respective institutions.

1. Country: France
Facility: Institut d' Économie Scientifique Et de Gestion
Date: Effective May 28, 2001
Purpose: The University of Texas at El Paso and the Institut d' Économie Scientifique Et de Gestion agree to participate in a reciprocal educational exchange program involving students with mutually agreed upon academics and disciplines under the terms of the Agreement.

2. Country: Sweden
Facility: Jönköping University
Date: Effective June 15, 2001
Purpose: The University of Texas at EL Paso and the Jönköping University will exchange information and materials; student and staff exchanges; joint research between academic staff; and other forms of cooperation within the framework of the Agreement.

THE UNIVERSITY OF TEXAS AT EL PASO
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CHANGES TO ADMISSION CRITERIA

The following listing summarizes the changes proposed to Graduate Admissions Criteria to be included in the Catalog of The University of Texas at El Paso. The following changes have been administratively approved by the Executive Vice Chancellor for Academic Affairs and are recommended for ratification by the U. T. Board of Regents.

Summary of Changes to Graduate Admission Criteria

In the 77th Legislative Session, Sections 51.821 through 51.823 of the Texas Education Code were added. The legislation precludes graduate programs from utilizing standardized test scores (except those that measure English-language competency) as a sole criterion for admission. The legislation also precludes the use of specific test scores as minimum standards for admission and encourages the use of a variety of other criteria in determining admission. In general, the legislation encourages graduate programs to employ holistic approaches to admissions. The legislation also applies the same criteria for admissions to the award of competitive graduate scholarships. Therefore, the new admission criteria will govern graduate scholarship awards.

Revisions were made to the General Requirements for Admission into a Graduate Program and Specific Graduate Program Admission Requirements.

Revision of General Requirements for Admission

Change: The current Graduate Catalog (2000-2002) lists under General Requirements for Admission into a Graduate Program:

- Evidence of satisfactory grade point average (GPA) in upper division (junior and senior level) work and in any graduate work already completed, and
- A satisfactory score on a standardized examination (GRE, GMAT, MAT), if and required by the graduate program, and a score of 550 paper based or 213 electronic or higher on the computerized Test of English as a Foreign Language (TOEFL) for international students when English is not the first language. The official test scores must be sent directly from the testing agency to the Office of Graduate Student Services; student copies are not acceptable.

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CHANGES TO ADMISSION CRITERIA (Continued)

The new guidelines make clear that no specific minimum score would be required and that standardized test scores would be considered in conjunction with grade point average. The new guidelines would state:

- Evidence of satisfactory academic achievement and potential. This will usually be assessed by review of performance in upper division (junior and senior level) courses as well as any graduate-level courses completed. In addition, many programs consider results on standardized tests, including GRE, GMAT, and MAT, in making recommendations for admission. Official test scores must be sent directly from the testing agency to the Graduate School. Specific programs may require other evidence of academic performance and promise including interviews, personal statements, and letters of recommendation. Programs that consider results on standardized tests will also consider other information regarding the applicant's background where that is available.
- For graduates of institutions outside of the United States where English is not the first language, a minimum score of 213 (550 paper based exam) on the Test of English as a Foreign Language (TOEFL). Particular programs may have different minimum scores that are higher and in some cases alternative assessments of English language competency may be considered. Applicants should note that appointment to a graduate assistantship usually requires a score of 250 (600 paper based). Official test scores must be sent to the Graduate School.

Revision of Specific Graduate Program Admission Requirements

Change: Certain programs indicated as a requirement "submission of a satisfactory score on the Graduate Record Examination (GRE)". Since this language implies that a specific score would be used to determine admission, the admission requirement for these programs has been revised to read "submission of official Graduate Record Examination (GRE) scores". This change applied to the following programs:

- College of Business Administration
 - Graduate Degree Programs in Business Administration
 - Master of Accountancy

THE UNIVERSITY OF TEXAS AT EL PASO
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CHANGES TO ADMISSION CRITERIA (Continued)

- College of Education
 - Master of Education, Educational Leadership and Foundations
 - Master of Education, Educational Psychology and Special Services
 - Master of Education, Instructional Specialist or Reading Education

- College of Engineering
 - All Master's Degree Programs in Engineering

- College of Health Sciences
 - Master of Science in Health and Physical Education
 - Master of Science in Physical Therapy

- College of Liberal Arts
 - Master of Arts, English and American Literature
 - Master of Arts in Teaching English
 - Master of Arts, Professional Writing and Rhetoric
 - Master of Arts, History
 - Ph.D., History
 - Master of Arts, Languages and Linguistics, Linguistics
 - Master of Arts in Interdisciplinary Studies
 - Master of Arts, Theatre Arts and Film

- College of Science
 - Master of Science, Biological Science
 - Ph.D., Biological Sciences
 - Master of Science, Chemistry
 - Master of Science, Geological Sciences
 - Master of Science, Geophysics
 - Ph.D., Geological Sciences

Change: Certain programs had indicated specific score requirements on standardized tests. In these cases the requirement for a specific standardized test score was removed and replaced by the following:

- Demonstration of academic achievement and potential as indicated by the results of the Graduate Record Examination (GRE) and upper level undergraduate and graduate coursework.

- Other evidence of background and experience that may be available.

THE UNIVERSITY OF TEXAS AT EL PASO
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CHANGES TO ADMISSION CRITERIA (Continued)

These revisions are proposed for admissions requirements in the following programs:

- College of Engineering
 - Ph.D., Computer Engineering

- College of Health Science
 - Master of Science in Nursing
 - Master of Science, Kinesiology
 - Master of Science, Speech Language Pathology

- College of Liberal Arts
 - Master of Arts, Communications, Requirements for Admission
 - Master of Arts, Political Science
 - Master in Public Administration

Change: The requirements for admission into graduate programs in the College of Business Administration included a requirement that applicants meet a specific measure determined by a formula involving the GPA and standardized test score results. This has been revised as follows:

Admission decisions are based on demonstration of academic performance and potential as measured by undergraduate GPA, standardized test scores, and other factors. As a guideline, a GPA of 2.7 or higher (4.0 scale) on all university work is indicative of satisfactory academic performance. Admissions decisions may also reflect consideration of candidates' socioeconomic background, professional experience, and commitment to the program.

THE UNIVERSITY OF TEXAS AT EL PASO
U. T. BOARD OF REGENTS' MEETING
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THE UNIVERSITY OF TEXAS AT EL PASO
 U. T. BOARD OF REGENTS' MEETING
 MAY 9, 2002

AMENDMENTS TO THE 2001-02 BUDGET

APPOINTMENTS AND PROMOTIONS

The following Requests for Budget Change (RBC) 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.

<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>	
EDUCATIONAL AND GENERAL FUNDS					
COLLEGE OF HEALTH SCIENCES/DEAN					
Dean/Professor					
1. John B. Conway (T)					22
From: Dean		100	12	120,000	
Professor		WOS	09	79,500	
To: Dean	9/1/01	100	12	120,000	
Professor		WOS	09	79,500	
Chair, Charles and Shirley Leavell Endowed Chair in Nursing and Health Science		SUPLT	09	4,500	

THE UNIVERSITY OF TEXAS AT EL PASO
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AMENDMENTS TO THE 2001-02 BUDGET (Continued)

TRANSFERS OF FUNDS

<u>Item, Department, Account Name, Amount</u>	<u>RBC #</u>
DESIGNATED TUITION	
2. Amount of Transfer	\$628,772 17
From: Designated Tuition	
To: Salaries for:	
Technology Fee-Information Technology Services	10,052
Business Information System	43,167
Customer Technology Services	135,241
Information Technology Services	207,472
Customer Technology Services-PC Support	2,917
Networking and Telecommunications Department	204,139
Telephone Services	25,784

Adjustment needed to fund temporary positions, reclassifications and salaries above the entry level.

THE UNIVERSITY OF TEXAS AT EL PASO
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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 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 the appointment of Dr. Diana S. Natalicio with The University of Texas at El Paso.

- | | |
|---------------|--|
| Name: | Diana S. Natalicio |
| Title: | President |
| Position: | Appointment as member of the Governor's Council on Science and Biotechnology Development |
| Period: | January 2002 - January 2012 |
| Compensation: | None |
| Description: | In February 2002 Governor Rick Perry appointed Dr. Natalicio as a member of the Governor's Council on Science and Biotechnology Development for Intellectual Property and Long-term Entrepreneurial Growth in Texas. The Council will explore ways to improve health care, agriculture and technology in Texas. Dr. Natalicio's appointment is to a thirty-member Council consisting of individuals from across Texas. |

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AMENDMENTS TO THE 2001-02 BUDGET

APPOINTMENTS AND PROMOTIONS

The following Requests for Budget Change (RBC) 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.

<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 & ENGINEERING					
Department of Chemistry					
Professor and Department Chair					
1. Phillip T. DeLassus (T)	1/1-5/31	100	09	63,900	016
	1/1-5/31	SUPLT	09	2,000	
Department of Physics and Geology					
2. Mohammad I. Bhatti (T)					017
From: Professor		100	09	52,910	
To: Professor	9/1-5/31	100	09	52,910	
Interim Department Chair	9/1-5/31	SUPLT	09	2,000	
COLLEGE OF EDUCATION					
Department of Educational Psychology					
3. Jo Ann Mitchell (T)					022
From: Professor		100	09	60,542	
To: Professor	9/1-5/31	100	09	60,542	
Department Chair	9/1-5/31	SUPLT	09	2,000	

THE UNIVERSITY OF TEXAS - PAN AMERICAN
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AMENDMENTS TO THE 2001-02 BUDGET (Continued)

APPOINTMENTS AND PROMOTIONS (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 EDUCATION cont'd					
Department of Curriculum and Instruction					
4. Ricardo J. Perez (T)					018
From: Associate Professor		100	09	65,893	
To: Associate Professor	9/1-5/31	100	09	65,893	
Interim Department Chair for Health and Kinesiology	9/1-5/31	SUPLT	09	2,000	
COLLEGE OF BUSINESS ADMINISTRATION					
Department of Accounting and Business Law					
5. Wig Bevie Demoville (T)					019
From: Professor		100	09	80,647	
To: Professor	9/1-5/31	100	09	80,647	
Department Chair	9/1-5/31	SUPLT	09	2,000	
Department of Economics, Finance and General Business					
6. Jerry Prock (T)					023
From: Professor		100	09	78,729	
To: Professor	9/1-5/31	100	09	78,729	
Director of the MBA Program	9/1-5/31	SUPLT	09	2,000	

THE UNIVERSITY OF TEXAS - PAN AMERICAN
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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 approval by the U. T. Board of Regents. Such employment under these agreements is subject to the Constitution and Bylaws of the National Collegiate Athletic Association, any intercollegiate athletic conference of which The University of Texas at Pan American is a member, and the Rules and Regulations of the Board of Regents of The University of Texas System and the policies of The University of Texas at Pan American. The violation of the provisions of such constitution, bylaws, rules or regulations shall be grounds for suspension without pay or dismissal.

1. Item: Head Men's/Women's Tennis Coach
Funds: \$21,750
Period: October 10, 2001 through June 30, 2002
Description: Agreement for employment of Head Men's/Women's Tennis Coach, Todd Chapman, for the above designated period following the standard coach's employment contract prepared by the Office of General Counsel.

THE UNIVERSITY OF TEXAS AT SAN ANTONIO
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THE UNIVERSITY OF TEXAS AT SAN ANTONIO
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AFFILIATION AGREEMENTS

The following nonstandard affiliation agreement has been administratively approved as to form and content by the Executive Vice Chancellor for Academic Affairs and the Office of General Counsel. The University of Texas at San Antonio and the other entities will co-sponsor exchange programs in areas of interest and benefit to both institutions to promote interest in teaching and research activities and to deepen the understanding of economic, cultural and social environments of the respective institutions.

1. Country: Puerto Rico
Facility: Interamerican University of Puerto Rico
Date: Effective March 1, 2002
Purpose: Through Proyecto Access 2002 the University of Texas at San Antonio and the University of Puerto Rico-Bayamon Campus will identify 1,000 achieving middle school and high school students with the interest and potential for careers in engineering, science, technology, and other mathematics-related areas and will reinforce them in the pursuit of these fields.

THE UNIVERSITY OF TEXAS AT SAN ANTONIO
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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 2002-03

<u>Page Number(s)</u>	<u>Summary of Proposed Substantive Changes</u>
1	Section I, Number 4 deletion of Classes U and W for revision of Class T.
10	Section VII, Code 1000 series, addition of new enforcement fee (1023)

THE UNIVERSITY OF TEXAS AT SAN ANTONIO
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FEES AND MISCELLANEOUS CHARGES

PARKING AND TRAFFIC ENFORCEMENT FEES

Approval is recommended for the following parking and traffic enforcement fee to be effective beginning with the Fall Semester 2002. The fee has been administratively approved by Executive Vice Chancellor for Academic Affairs.

Following Regental approval, the appropriate component catalog will be amended to reflect this new fee.

	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
Code 1000 (Moving Traffic Violation) Code 1023 – exceeding posted speed limit by 15 or more miles per hour	0	50	N/A

THE UNIVERSITY OF TEXAS AT SAN ANTONIO
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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 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 the appointment of Dr. Romo with The University of Texas at San Antonio.

- | | |
|---------------|--|
| Name: | Dr. Ricardo Romo |
| Title: | President |
| Position: | Member of the President's Board of Advisers on Historically Black Colleges and Universities |
| Period: | February 2002-undefined; serves at the pleasure of the President |
| Compensation: | None |
| Description: | The President of the United States, George W. Bush, appointed Dr. Romo to serve on the President's Board of Advisers on Historically Black Colleges and Universities. This Board will advise the president on issues and challenges facing many of the country's historically Black institutions of higher education, including an expanding need at all institutions for additional scholarships. |

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
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THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
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GIFTS

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

1. Donor Name: Anonymous
College/School/ Department: Institution
Purpose: Support of start-up packages for scientists newly recruited to The University of Texas Southwestern Medical Center
Asset Type: Cash
Value: \$575,000

2. Donor Name: W. W. Caruth, Jr., Foundation Fund of the 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 final installment on a commitment of \$5,000,000)

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
U. T. BOARD OF REGENTS' MEETING
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CONTRACTS

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

INTELLECTUAL PROPERTY AGREEMENTS

FUNDS COMING IN

1. Licensee: Boston Scientific Corporation
U.S. Corporation with Worldwide Affiliates
- Summary of License Provisions: Board hereby grants to Licensee a worldwide, royalty-bearing exclusive license under Patent Rights to make, have made, use, offer to sell, sell, and import Licensed Products for use within Field (percutaneous intraspinal applications) and to practice and have practiced Licensed Processes within Field (percutaneous intraspinal applications).
- Description of Licensed Product(s): Any product, device or part thereof which, in the course of manufacture, use or sale would, in the absence of this Agreement, infringe a Valid Claim contained in Patent Rights (Apparatuses for Navigating the Subarachnoid Space).
- Description of Licensed Process(es): Any process or method which, in the course of manufacture, use or sale would, in the absence of this Agreement, infringe a Valid Claim contained in Patent Rights (Methods for Navigating the Subarachnoid Space).
- Description of Licensed Process Product(s): Any product wherein its sale comprises a license to practice Licensed Process.
- Fee-Royalty: A running royalty equal to 7% of Net Sales for Licensed Products, a running royalty equal to 5% of Net Sales for Licensed Processes or Licensed Process Products, license reissue fees in the amount of \$100,000 at the 3rd, 4th and 5th anniversary of the Effective Date (January 1, 2002) if First Commercial Sale of a Licensed Product has not occurred by such anniversary.
- Period: From January 1, 2002 to the full end of the term or terms for which Patent Rights have not expired.

CONTRACTS (Continued)

INTELLECTUAL PROPERTY AGREEMENTS (Continued)

FUNDS COMING IN (Continued)

2. Licensee: Taisho Pharmaceutical Co., Ltd.
Japan
- Summary of License Provisions: Licensors hereby grant to Licensee a worldwide, royalty-bearing, exclusive license with a right to sublicense under Licensed Subject Matter to conduct research and development, and manufacture, have manufactured, use and/or Sell Licensed Products for use within Field (all cardiovascular and central nervous system, tumor related and all inflammatory diseases for therapeutic applications including, but not limited to ocular pathology, hypersensitivity reaction and skin inflammatory disorders).
- Description of Licensed Product(s): Any product or service comprising inventions, discoveries and processes covered by Patent Rights (Treatment of Inflammatory Conditions, Neovascularization, Tumor Growth, and Ischemic Cardiovascular Diseases Using 12R-HETrE) and/or Technology Rights (12R-HETrE and 12R-HETrE analogs which are not covered by Patent Rights but which are necessary for practicing the Patent Rights) within Field (all cardiovascular and central nervous system, tumor related and all inflammatory diseases for therapeutic applications including, but not limited to ocular pathology, hypersensitivity reaction and skin inflammatory disorders).
- Fee-Royalty: A non-refundable license documentation fee in the amount of \$225,000; a minimum yearly royalty of \$25,000 beginning 2005 through 2009; a minimum yearly royalty of \$100,000 after 2009; a running royalty equal to 3.0% of Net Sales for Licensed Products; a sublicense fee of 20% of all considerations, other than research and development money; a milestone payment of

CONTRACTS (Continued)

INTELLECTUAL PROPERTY AGREEMENTS (Continued)

FUNDS COMING IN (Continued)

\$100,000, due and payable within 30 days of the first issuance of the first patent included under Patent Rights; a milestone payment of \$150,000, due and payable within 30 days of initiation of the first phase I clinical trial for a Licensed Product; a milestone payment of \$500,000, due and payable within 30 days of the first regulatory approval of a Licensed Product in either the United States, Australia, Canada, or any European country; a milestone payment of \$250,000, due and payable within 30 days of the first regulatory approval of a Licensed Product in the second country of the group listed above.

Period: On a country by country basis, from the Effective Date (February 15, 2002) to the full end of the term or terms for which Patent Rights have not expired (regardless of the existence of Technology Rights at the full end of such term or terms) or, if only Technology Rights are licensed and no Patent Rights are applicable in a specific country, the term in such country is to the full end of the term of the earliest to expire Patent Rights in any country of the world.

3. Licensee: Yeda Research and Development Company, Ltd.
Israel

Summary of License Provisions: The Parties shall jointly endeavor to procure the commercial exploitation of the Invention by third party(ies) and shall jointly enter into an agreement or agreements for this purpose.

Description of Licensed Product(s): A magnesium-proton exchanger and transgenic plants expressing same for which a Patent Application No. 124653 was filed in Israel.

Fee-Royalty: The parties agree that all right, title and interest in and to the Invention shall vest jointly, in undivided shares in Yeda and The University of Texas

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
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CONTRACTS (Continued)

INTELLECTUAL PROPERTY AGREEMENTS (Continued)

FUNDS COMING IN (Continued)

- Southwestern Medical Center (UT Southwestern), in the following proportions: YEDA – 85% (eighty-five percent) thereof, and UT Southwestern – 15% (fifteen percent) thereof.
- Period: Unless earlier terminated as aforesaid, this Agreement shall be in full force and effect for a period of either (i) three (3) years from the date of signature of the last Party to execute this Agreement (December 18, 2001), if the Invention is not licensed during that period, or (ii), if the Invention is licensed during that period, for a period through the last to expire of the patents covered by this Agreement.
4. Agency: National Institutes of Health
National Center for Research Resources
Funds: \$3,270,768
Period: December 1, 2001 through November 30, 2002
Description: Grant # 5 M01 RR00633-30 entitled "General Clinical Research Center"
5. Agency: National Institutes of Health
National Heart, Lung, and Blood Institute
Funds: \$1,144,950
Period: January 1, 2002 through December 31, 2002
Description: Grant # 5 P50 HL61033-04 entitled "Molecular Basis for Hypoplastic Heart Syndromes"
6. Agency: National Institutes of Health
National Institute of Allergy and Infectious Diseases
Funds: \$1,232,598
Period: January 1, 2002 through December 31, 2002
Description: Grant # 5 U01 A146376-03 entitled "U.T. Southwestern Adult AIDS Clinical Trials Unit"

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
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CONTRACTS (Continued)

**NONINTELLECTUAL PROPERTY – RELATED SPONSORED RESEARCH
AGREEMENTS**

FUNDS COMING IN

7. Country: Canada
Grantor: Axcan Pharma Inc.
New Funds: \$13,271.88
Current Period: Grant letter dated February 18, 2002
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.

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
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AMENDMENTS TO THE 2001-02 BUDGET

APPOINTMENTS AND PROMOTIONS

The following Requests for Budget Change (RBC) have been administratively approved as required by the Acting 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.

<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					
Anesthesiology and Pain Management					
1. William E. Johnston (T)					13
From: Professor and Chairman		100	12	350,000	
To: Professor and Chairman and the Margaret Milam McDermott Distinguished Chair in Anesthesiology and Pain Management	12/1	100	12	350,000	
Internal Medicine					
2. William M. Lee (T)					14
From: Professor		100	12	178,500	
To: Professor and the Meredith Mosle Distinguished Professorship in Liver Disease	1/1	100	12	178,500	

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
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AMENDMENTS TO THE 2001-02 BUDGET (Continued)

APPOINTMENTS AND PROMOTIONS (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)					
Urology					
3. Claus Roehrborn (T)					15
From: Professor and the Rose Mary Haggar Professorship in Urology		100	12	268,000	
To: Professor and Chairman and the E. E. Fogelson and Greer Garson Fogelson Distinguished Chair in Urology	1/1	100	12	325,000	
Surgery					
4. Rawson J. Valentine (T)					17
From: Professor		100	12	220,000	
To: Professor and the Frank H. Kidd, Jr., M.D. Distinguished Professorship in Surgery	2/1	100	12	220,000	
Otolaryngology					
5. Peter S. Roland (T)					19
From: Professor and Chairman		100	12	370,000	
To: Professor and Chairman and the Arthur E. Meyerhoff Chair in Otolaryngology/ Head and Neck Surgery	1/3	100	12	370,000	

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
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AMENDMENTS TO THE 2001-02 BUDGET (Continued)

APPOINTMENTS AND PROMOTIONS (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					
Professor					
6. Michael K. Rosen (T)	1/1	100	12	115,000	20

THE UNIVERSITY OF TEXAS SOUTHWESTERN MEDICAL CENTER AT DALLAS
U. T. BOARD OF REGENTS' MEETING
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OTHER MATTERS

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT

The following items have been approved by the Acting 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 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 are no conflicts between holding the positions and the appointments of Dr. Wildenthal and Dr. Foster with The University of Texas Southwestern Medical Center at Dallas.

1. Name: Dr. Kern Wildenthal
 Title: President
 Position: Appointment on the Advisory Committee on Regulatory Reform Initiative
 Period: October 29, 2001 through November 28, 2002
 Compensation: None
 Description: The Secretary of Health and Human Services, Tommy G. Thompson, invited Dr. Wildenthal to serve on the Advisory Committee on Regulatory Reform Initiative. The committee will provide findings and recommendations to the Secretary regarding potential regulatory changes that would enable HHS programs to reduce burdens and costs associated with Departmental regulations, while at the same time maintaining or enhancing effectiveness, efficiency, impact and accessibility. The committee will advise and make recommendations related to health care delivery, operations, biomedical and health research as well as the development of pharmaceuticals and other medical products.

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OTHER MATTERS (Continued)

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

2. Name: Dr. Kern Wildenthal
Title: President
Position: Member, Governor's Council on Science and Biotechnology Development
Period: January 2002 through January 2012
Compensation: None
Description: On February 2002 Governor Rick Perry appointed Dr. Wildenthal as a member of the Governor's Council on Science and Biotechnology Development for Intellectual Property and Long-Term Entrepreneurial Growth in Texas. The Council will explore ways to improve health care, agriculture and technology in Texas. Dr. Wildenthal's appointment is to a thirty-member Council consisting of individuals from across Texas.

3. Name: Dr. Daniel W. Foster
Title: Chairman, Department of Internal Medicine
Position: Appointment to President Bush's Council on Bioethics
Period: January 17, 2002 through January 16, 2004
Compensation: None
Description: President George W. Bush appointed a 17-member council comprised of doctors, ethicists, social scientists, lawyers and philosophers who will advise him on bioethical issues that may emerge as a consequence of advances in biomedical science and technology. The Council will study ethical issues connected with specific technological activities, such as embryo and stem cell research, assisted reproduction, cloning, uses of knowledge and techniques derived from human genetics or the neurosciences, and end of life issues.

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
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THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
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MAY 9, 2002

GIFTS

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

1. Donor Name: The Sealy & Smith Foundation
College/School/ World Health Organization (WHO) Collaborating Center
Department: for Tropical Diseases
Purpose: Payment against the \$7,500,000 grant for the Biosafety Laboratory, Level 4, (BSL-4)
Asset Type: Cash
Value: \$2,750,000

2. Donor Name: The Sealy & Smith Foundation
College/School/
Department: John Sealy Hospital
Purpose: Final payment on \$3,962,000 grant for equipment to support patient care activities at the John Sealy Hospital
Asset Type: Cash
Value: \$2,400,000

3. Donor Name: The Sealy & Smith Foundation
College/School/
Department: Research Department
Purpose: Payment on \$10,000,000 grant for Research Facilities Expansion Project
Asset Type: Cash
Value: \$2,033,333

4. Donor Name: The Sealy & Smith Foundation
College/School/
Department: School of Medicine, School of Nursing, School of Allied Health Sciences, Graduate School of Biomedical Sciences
Purpose: Final payment on \$1,250,000 grant for the Initiative for Educational Innovation and Excellence - Facilities Renovation
Asset Type: Cash
Value: \$690,000

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
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MAY 9, 2002

CONTRACTS

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

GENERAL CONTRACTS

FUNDS COMING IN

1. Agency: Texas Department of Health
Funds: \$1,760,000
Period: September 1, 2001 through August 31, 2002
Description: The University of Texas Medical Branch at Galveston will provide family planning services to Title XX and Medicaid eligible individuals.
2. Agency: Texas Youth Commission
Funds: \$17,487,000
Period: December 1, 2001 through August 31, 2003
Description: The University of Texas Medical Branch at Galveston will provide health care services to wards of the Texas Youth Commission.
3. Agency: United States of America, Department of Justice/
Federal Bureau of Prisons - Beaumont, Texas
Funds: \$12,191,000
Period: February 1, 2002 through January 31, 2003
Description: The University of Texas Medical Branch at Galveston will provide managed health care services at the Federal Correctional Complex in Beaumont, Texas.

FUNDS GOING OUT

4. Agency: General Land Office
Funds: \$5,500,000
Period: September 1, 2001 through August 31, 2003
Description: The General Land Office agrees to sell natural gas to The University of Texas Medical Branch at Galveston.

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
U. T. BOARD OF REGENTS' MEETING
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CONTRACTS (Continued)

GENERAL CONTRACTS (Continued)

FUNDS GOING OUT (Continued)

5. Contractor: J.W. Kelso Company, Inc.
Amount: \$3,070,000
Source of Funds: Institutional Project Funds
Date of Contract: December 12, 2001
Estimated Completion Date: July 30, 2002
Project Title: Student Learning Center/Graves East
Description: Facility Renovation

**NONINTELLECTUAL PROPERTY-RELATED SPONSORED RESEARCH
AGREEMENTS**

FUNDS COMING IN

6. Country: Germany
Grantor: Aventis Pharmaceuticals Inc.
New Funds: \$130,140
Current Period: February 19, 2002 and continue until the Study has been completed or the agreement is terminated in accordance with its terms
Title/Description: A drug study entitled "A Phase II, Double-Blind, Randomized, Placebo-Controlled, Parallel Group, Multicenter, Pilot Efficacy and Safety Study of RPR201745 Administered by Inhalation Twice Daily for Twelve Weeks in Adults with Mild to Moderate Persistent Asthma".
7. Country: Japan
Grantor: Eisai Inc. and Janssen Pharmaceutica Inc.
New Funds: \$100,000
Current Period: February 7, 2002 through February 7, 2003
Title/Description: A clinical trial entitled "A Double-Blind, Randomized, Placebo Controlled, Crossover Clinical Trial to Compare the Efficacy of Rabeprazole on Asthma Symptoms and Pulmonary Function in Subjects Suffering From Asthma and Gastroesophageal Reflux".

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
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CONTRACTS (Continued)

**NONINTELLECTUAL PROPERTY-RELATED SPONSORED RESEARCH
AGREEMENTS (Continued)**

FUNDS COMING IN (Continued)

8. Country: Ireland
Grantor: MedNova (USA) Inc.
New Funds: \$58,000
Current Period: October 17, 2001 - June 30, 2003
Title/Description: A clinical study of MedNova's CardioShield™ device in accordance with the investigational study plan entitled "CardioShield™ Application Protects During Transluminal Intervention of Vein Grafts by Reducing Emboli".

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
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AFFILIATION AGREEMENTS

The following nonstandard affiliation agreements have been administratively approved as to form and content by the Acting Executive Vice Chancellor for Health Affairs and the Office of General Counsel. The University of Texas Medical Branch at Galveston and the other entities will co-sponsor exchange programs in areas of interest and benefit to both institutions to promote interest in teaching and research activities and to deepen the understanding of economic, cultural and social environments of the respective institutions.

1. Facility: Arizona Board of Regents acting on behalf of The University of Arizona, College of Medicine
Date: Effective October 15, 2001
Purpose: Health care educational experience program established primarily for the benefit of students in The University of Texas Medical Branch at Galveston School of Medicine.

2. Facility: Blinn College
Date: Effective February 5, 2002
Purpose: Health care educational experience program established primarily for the benefit of students in the Blinn College Allied Health Dental Hygiene Program.

3. Facility: 10th Medical Group, USAF Academy
Date: Effective December 6, 2001
Purpose: Health care educational experience program established primarily for the benefit of students in The University of Texas Medical Branch at Galveston School of Medicine.

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
 U. T. BOARD OF REGENTS' MEETING
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AMENDMENTS TO THE 2001-02 BUDGET

APPOINTMENTS AND PROMOTIONS

The following Requests for Budget Change (RBC) have been administratively approved as required by the Acting 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.

<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					
Internal Medicine; Physiology and Biophysics (WOS)					
Professor					
1. Sushil K. Sarna (T)	1/1-8/31	100	12	160,000	30
Dermatology; Pediatrics (WOS)					
2. Sharon S. Raimer (T)					26
From: Professor and Chair		100	12	260,000	
To: John Sealy Chair in Dermatology and Professor and Chair	10/1-8/31	100	12	260,000	
Radiology; Pediatrics (WOS)					
3. Leonard E. Swischuck (T)					27
From: Professor and Chair Ad-Interim		100	12	296,700	
To: Professor and Chair	11/15-8/31	100	12	330,000	

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
 U. T. BOARD OF REGENTS' MEETING
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AMENDMENTS TO THE 2001-02 BUDGET (Continued)

APPOINTMENTS AND PROMOTIONS (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; RESEARCH ENHANCEMENT					
Structural Biology (WOS); Human Biological Chemistry and Genetics; Physiology and Biophysics (WOS); Biomedical Engineering Center (WOS)					
4. David G. Gorenstein (T)					34
From: Director, The Charles Marc Pomerat Distinguished Professorship in Biological Sciences and Professor, Senior Scientist		100	12	210,500	
To: Associate Dean for Research, The Charles Marc Pomerat Distinguished Professorship in Biological Sciences and Professor, Senior Scientist	2/1-8/31	100	12	215,500	
SCHOOL OF MEDICINE; SCHOOL OF NURSING; COMMUNITY OUTREACH					
Neurology (WOS); Nursing School; Center for Telehealth and Distance Education					
5. Jeanette C. Hartshorn (T)					31
From: Associate Professor (Non Tenure-Track Clinical), Associate Dean, Professor		100	12	148,000	
To: Associate Professor (Non Tenure-Track Clinical), Professor, Executive Director, Tele-Technology Center	1/1-8/31	100	12	159,000	

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
 U. T. BOARD OF REGENTS' MEETING
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AMENDMENTS TO THE 2001-02 BUDGET (Continued)

APPOINTMENTS AND PROMOTIONS (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 NURSING					
Office of the Dean of Nursing					
Dean and Professor					
6. Pamela Watson (T)	12/1-8/31	100	12	185,000	25

THE UNIVERSITY OF TEXAS MEDICAL BRANCH AT GALVESTON
U. T. BOARD OF REGENTS' MEETING
MAY 9, 2002

OTHER MATTERS

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT

The following item has been approved by the Acting 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 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 the appointment of Dr. Martha A. Hargraves with The University of Texas Medical Branch at Galveston.

1. Name: Martha A. Hargraves, Ph.D.
Title: Assistant Professor, Department of Obstetrics and Gynecology
Position: Appointment to serve on the Health Disparities Task Force
Period: February 4, 2002 with the initial term to be determined by lot
Compensation: None
Description: February 4, 2002 Governor Rick Perry appointed Dr. Hargraves to serve on the Health Disparities Task Force. The purpose of the task force is to assist the Texas Department of Health in its goal of eliminating health and health access disparities in Texas among multicultural, disadvantaged, and regional populations and to reorganize department programs to eliminate those disparities.

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT HOUSTON
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THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT HOUSTON
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CONTRACTS

The following contract 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 GOING OUT

1. Agency: Health Directions
Funds: Cost will be based on actual services performed and billed at hourly contractual rates. Monthly compensation shall not exceed \$189,120 and the total contract amount shall not exceed \$3,971,520.
Period: December 9, 2001 through September 30, 2003
Description: Health Directions will provide professional management services for our Professional Billing Service.

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT HOUSTON
 U. T. BOARD OF REGENTS' MEETING
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AMENDMENTS TO THE 2001-02 BUDGET

APPOINTMENTS AND PROMOTIONS

The following Requests for Budget Change (RBC) have been administratively approved as required by the Acting 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.

<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>
MEDICAL SCHOOL					
Radiology					
1. Carl M. Sandler					018
From: Professor and Chairman (T)		100	12	355,000	
		SUPLT	12	65,000	
To: Professor and Chairman (T)					
The John S. Dunn Distinguished Chair in Radiology	11/1 11/1	100	12	355,000 65,000	
		SUPLT	12		
GRADUATE SCHOOL OF BIOMEDICAL SCIENCES, MEDICAL SCHOOL					
General Instruction, Integrative Biology					
2. William A. Weems					028
From: Director, Office of Academic Computing and Associate Professor (T)		100	12	126,170	
To: Assistant Vice President for Academic Computing, Dean – Medical School, Associate Dean for Information Technology and Associate Professor (T)	2/1 2/1	100	12	135,000 30,000	
		SUPLT	12		

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT HOUSTON
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OTHER MATTERS

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT

The following items have been approved by the Acting 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 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 the appointments with The University of Texas Health Science Center at Houston.

1. Name: James T. Willerson, M.D.
 Title: President, Edward Randall III Chair in Internal Medicine, and Alkek-Williams Distinguished Professor
 Position: Appointment to the Governor's Council on Science and Biotechnology Development
 Period: January 2002 through January 2012
 Compensation: None
 Description: Governor Rick Perry formed a thirty-six member Governor's Council on Science and Biotechnology Development to create a system that merges the research role of academia with the business acumen and initiative necessary in delivering cutting-edge-knowledge to the marketplace. The Council will focus on making Texas a leader in biotechnology and life science advancements that will benefit public health and create an economic boon by creating high-tech, stable jobs throughout the state.

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT HOUSTON
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OTHER MATTERS (Continued)

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

2. Name: Jack M. Fletcher, Ph.D.
 Title: Professor in the Department of Pediatrics at the Medical
 School and Associate Director of the Center for Academic and
 Reading Skills
 Position: Commissioner, The President's Commission on Excellence in
 Special Education
 Period: October 2, 2001 through July 1, 2002
 Compensation: None
 Description: President George W. Bush created Executive Order 13227—
 The President's Commission on Excellence in Special
 Education—to collect information and study issues related to
 Federal, State, and local special education programs. The
 Commission will revise and recommend policies to improve
 educational performance of students with disabilities. Dr.
 Fletcher will hold hearings and write reports to the President.

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO
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THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO
U. T. BOARD OF REGENTS' MEETING
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GIFTS

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

1. Donor Name: Sam and Ann Barshop
College/School/ Graduate School of Biomedical Sciences
Department: Office of the Dean
Purpose: Sam and Ann Barshop Center for Longevity and Aging Studies
Asset Type: 42,106 shares, Southwest Airlines Company, common stock, and cash in the amount of \$27,986.49
Value: \$800,000

2. Donor Name: Dolph Briscoe
College/School/ Medical School
Department: Department of Medicine/Cardiology
Purpose: Center of Excellence in Cardiovascular Research
Asset Type: Cash
Value: \$1,000,000

3. Donor Name: The Brown Foundation
College/School/ Graduate School of Biomedical Sciences
Department: Office of the Dean
Purpose: Sam and Ann Barshop Center for Longevity and Aging Studies
Asset Type: 43,500 shares, Pepsico Inc., common stock, and 66,000 shares, Pfizer Inc., common stock, and cash in the amount of \$282,620
Value: \$5,000,000

4. Donor Name: USAA Foundation, A Charitable Trust
College/School/ U.T. Health Science Center at San Antonio
Department: Office of the President
Purpose: Invest in the Best (for cancer, aging, and other key research initiatives)
Asset Type: Cash
Value: \$1,000,000

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO
U. T. BOARD OF REGENTS' MEETING
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CONTRACTS

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

**NONINTELLECTUAL PROPERTY-RELATED SPONSORED RESEARCH
AGREEMENTS**

FUNDS COMING IN

1. Country: France
Grantor: Sanofi-Synthelabo, Inc.
New Funds: \$62,500
Current Period: March 8, 2001 through March 31, 2003
Title/Description: Management of ATherothrombosis with Clopidogrel in High-risk patients with recent transient ischemic attack or ischemic stroke

2. Country: Denmark
Grantor: Novo Nordisk Pharmaceuticals, Inc.
New Funds: \$60,560
Current Period: March 13, 2001 through March 12, 2003
Title/Description: Concentration Control Trial of Norditropin® SimpleXx™ in Children with Growth Hormone Deficiency: A Two Year, Open-Label, Randomized, Multi-Center Trial

3. Country: Switzerland
Grantor: ETH Zurich
New Funds: \$33,375
Current Period: June 1, 2000 through May 31, 2003
Title/Description: Surface Functionalization of Titanium Dental Implants with Self-Assembled Monolayers

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO
U. T. BOARD OF REGENTS' MEETING
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FEES AND MISCELLANEOUS CHARGES

DESIGNATED TUITION

Approval is recommended for the following designated tuition rate to be effective beginning with the Fall Semester of 2002. The proposed rate increase has been the subject of discussion at a public forum as required by statute and has been administratively approved by the Acting Executive Vice Chancellor for Health Affairs.

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

	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
<u>Per Academic Year</u>			
For medical and dental students	750	1,500	100%

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO
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OTHER MATTERS

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT

The following items have been approved by the Acting 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 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 the appointments of Dr. Kaye, Dr. Jaen, Dr. Ramirez, and Dr. Cigarroa with The University of Texas Health Science Center at San Antonio.

1. Name: Celia I. Kaye, M.D., Ph.D.
 Title: Vice Dean of the Medical School and Chair
 Position: Appointed as a member of the Newborn Screening Task
 Force at the Texas Department of Health
 Period: February 2002 until resignation
 Compensation: None
 Description: The Associate Commissioner of Disease Control and
 Prevention and the Associate Commissioner of Family Health
 invited Dr. Kaye to become a member of the Newborn
 Screening Task Force at the Texas Department of Health.
 This new task force, mandated by law, will issue within 60
 days a finalized list of recommendations regarding tandem
 mass spectrometry for Texas Department of Health to submit
 for consideration during the next legislative session. The
 longer-term objective of this new task force is to advise the
 Texas Department of Health on other issues facing their
 Newborn Screening Program. This appointment compliments
 the activities of the Department of Pediatrics regarding their
 National Newborn Screening Genetics Resource Center
 program.

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO
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OTHER MATTERS (Continued)

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

2. Name: Carlos Roberto Jaen, M.D., Ph.D.
Title: John M. Smith, Jr. Professor and Chairman, Department of Family and Community Medicine
Position: Appointed as a member of the Health Systems Research Study Section of the Agency for Healthcare Research and Quality
Period: October 1, 2001 through September 30, 2004
Compensation: \$200 per day; \$46 per diem or \$34.50 per day on travel days and \$10.95 for lunch
Description: The Director of the Agency for Healthcare Research and Quality, Department of Health and Human Services, invited Dr. Jaen to serve as a member of the Health Systems Research Study Section of the Agency for Healthcare Research and Quality. The Health Systems Research committee is one of the standing study sections of the Health Services Research Initial Review Group that reviews applications concerned with the organization and functioning of the health care system. The committee's expert review of these applications is integral to ensuring strong technical and scientific peer review of the Agency's extramural grants program. Besides the increased visibility of the Health Science Center in this area, Dr. Jaen will have current information on health services research and processes of federal funding.

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO
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OTHER MATTERS (Continued)

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

3. Name: Mario E. Ramirez, M.D.
Title: Vice President for South Texas/Border Initiatives
Position: Appointed as a member of the Governor's Council on Science and Biotechnology Development Intellectual Property and Long-term Entrepreneurial Growth
Period: January 2002 until resignation or Council completes its activities
Compensation: None
Description: Governor Rick Perry appointed Dr. Ramirez to serve on Governor Perry's Council on Science and Biotechnology Development Intellectual Property and Long-Term Entrepreneurial Growth. The immediate goals of the Council are to create a network of players from across the state in both industry and higher education to collaborate on strategies to build this sector in all parts of the state, to foster collaboration among institutions and draft an action plan to be executed over the next ten years (five legislative sessions) to increase dramatically the amounts of federal research dollars flowing into Texas research universities, to prepare legislation and build support for greater progress on university technology transfer and the successful commercialization of research into economically viable products and growing businesses, to explicitly tie the notion of university research and intellectual property to economic growth, including the use of performance measures in university budgets, and to educate all areas of Texas about the value of biotechnology to a broad range of economic activities, especially agriculture in rural and border areas, underscoring the value of intellectual property based entrepreneurship as an engine of long term, stable economic growth. Dr. Ramirez's rural background and knowledge of rural practice of medicine in South Texas will be an asset to the Council and increase the Health Science Center's visibility.

THE UNIVERSITY OF TEXAS HEALTH SCIENCE CENTER AT SAN ANTONIO
U. T. BOARD OF REGENTS' MEETING
MAY 9, 2002

OTHER MATTERS (Continued)

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

4. Name: Francisco G. Cigarroa, M.D.
Title: President
Position: Appointed as a member of the Governor's Council on Science and Biotechnology Development Intellectual Policy and Long-Term Entrepreneurial Growth
Period: January 2002 until resignation or Council completes its activities
Compensation: None
Description: In January 2002, Governor Rick Perry appointed Dr. Cigarroa to the Council on Science and Biotechnology Development. The purpose of the Council is to identify opportunities and mechanisms to promote collaboration among universities to bring more federal research funds to Texas, to improve the universities, and to contribute to economic growth.
5. Name: Francisco G. Cigarroa, M.D.
Title: President
Position: Appointed as a member of the Brooks Development Authority
Period: January 2002 through January 2004
Compensation: None
Description: In December 2001 Dr. Cigarroa was appointed by Ed Garza, Mayor of San Antonio, to serve on the Brooks Development Authority (a subdivision of the state), which is comprised of eleven members who serve in the public interest and engage in the economic development of Brooks Air Force Base. The Brooks City Base Project is a collaborative effort between the Air Force and the City of San Antonio and is designed to improve mission effectiveness, reduce the cost of providing quality installation support, and promote and enhance economic development of the Brooks City Base and surrounding community through the emphasis on current research and development activities taking place at Brooks Air Force Base. The Air Force and the City have a joint vision of leveraging the existing assets at Brooks Air Force Base, along with various City of San Antonio-provided incentives, to create a world-class location to foster the development of biotechnology, information technology, and associated uses.

THE UNIVERSITY OF TEXAS M. D. ANDERSON CANCER CENTER
U. T. BOARD OF REGENTS' MEETING
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THE UNIVERSITY OF TEXAS M. D. ANDERSON CANCER CENTER
U. T. BOARD OF REGENTS' MEETING
MAY 9, 2002

GIFTS

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

1. Donor Name: Mr. and Mrs. Morton Topfer
College/School/ Department: Gastrointestinal Oncology & Digestive Disease
Purpose: Pancreatic Cancer Research
Asset Type: Cash
Value: \$1,038,539.36

2. Donor Name: Robert J. and Helen C. Kleberg, Jr. Foundation
College/School/ Department: Molecular Genetics
Purpose: Final payment on a two-year grant totaling \$1,960,000
Asset Type: Cash
Value: \$980,000

3. Donor Name: The Robert and Kay Onstead Foundation
College/School/ Department: Institution
Purpose: Second Payment on a three-year grant totaling \$1,150,000
Asset Type: Cash
Value: \$570,000

THE UNIVERSITY OF TEXAS M. D. ANDERSON CANCER CENTER
U. T. BOARD OF REGENTS' MEETING
MAY 9, 2002

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 GOING OUT

1. Agency: iKnowMed
Funds: \$6,500,000
Period: September 1, 2000 and extended for a period of five years through August 31, 2005
Description: Software License Agreement for an electronic medical records system developed for use at all M. D. Anderson facilities to facilitate patient care.

THE UNIVERSITY OF TEXAS M. D. ANDERSON CANCER CENTER
 U. T. BOARD OF REGENTS' MEETING
 MAY 9, 2002

AMENDMENTS TO THE 2001-02 BUDGET

APPOINTMENTS AND PROMOTIONS

The following Requests for Budget Change (RBC) have been administratively approved as required by the Acting 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.

<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>	
THE TUMOR INSTITUTE – MEDICAL STAFF					
Diagnostic Imaging					
1. John D. Hazle (T)					37
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	
THE TUMOR INSTITUTE – EDUCATION					
Pain Research Group					
2. Charles Cleeland (T)					38
From: Professor and McCullough					
Professorship for Cancer					
Research		100	12	213,377	
To: Chairman (ad interim), Professor and	1/1	100	12	213,377	
McCullough Professorship for	1/1	SUPLT	12	10,000	
Cancer Research					

THE UNIVERSITY OF TEXAS M. D. ANDERSON CANCER CENTER
U. T. BOARD OF REGENTS' MEETING
MAY 9, 2002

OTHER MATTERS

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT

The following item has been approved by the Acting 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 this office is of benefit to the State of Texas and The University of Texas and there is no conflict between holding the position and the appointment of Dr. Mendelsohn with The University of Texas M. D. Anderson Cancer Center.

1. Name: John Mendelsohn, M.D.
Title: Professor
Position: Member, Governor's Council on Science and Biotechnology Development
Period: January 2002 to January 2012
Compensation: None
Description: On February 2002 Governor Rick Perry Appointed Dr. Mendelsohn as a member of the Governor's Council on Science and Biotechnology Development for Intellectual Property and Long-Term Entrepreneurial Growth in Texas. The Council will explore ways to improve health care, agriculture and technology in Texas. Dr. Mendelsohn's appointment is to a thirty-member Council consisting of individuals from across Texas.

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OTHER MATTERS

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT

The following item has been approved by the Acting 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 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 the appointment of Dr. Garvey with the University of Texas at Health Center Tyler.

- | | |
|---------------|---|
| Name: | Dr. Ronald F. Garvey |
| Title: | President |
| Position: | Appointment to Governor's Council on Science and Biotechnology Development |
| Period: | January 2002 through December 2002 |
| Compensation: | None |
| Description: | Governor Rick Perry appointed Dr. Ronald F. Garvey to the Governor's Council on Science and Biotechnology Development. The 30-member council will explore ways to improve health care, agriculture and technology in Texas, while creating jobs and ensuring that new discoveries, companies and industries come out of Texas schools, Texas laboratories and Texas minds. The council also will develop a strategy to increase research and development expenditures in Texas, including both private and public funds. It will identify ways to commercialize intellectual property to help turn an idea into a marketable product. |