

Meeting No. 955

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

Pages 1 - 2

July 2, 2002

Austin, Texas

MEETING NO. 955

TUESDAY, JULY 2, 2002.--The members of the Board of Regents of The University of Texas System convened at 12:05 p.m. on Tuesday, July 2, 2002, on the Ninth Floor, Ashbel Smith Hall, 201 West Seventh Street, Austin, Texas, with the following in attendance:

ATTENDANCE.--

Present

Vice-Chairman Clements, presiding  
Vice-Chairman Hunt  
Vice-Chairman Riter  
Regent Craven  
Regent Krier  
Regent Oxford

Absent

Chairman Miller  
Regent Estrada  
Regent Sanchez

Counsel and Secretary Frederick

In accordance with a notice being duly posted with the Secretary of State and there being a quorum present, Vice-Chairman Clements called the meeting to order. She announced that the purpose of this special called meeting was to consider matters of sufficient urgency to require immediate consideration by the Board prior to the next regularly scheduled meeting on August 7-8, 2002.

1. U. T. Southwestern Medical Center - Dallas: Authorization to Purchase Property Located at 6161 Harry Hines Boulevard, Dallas, Dallas County, Texas; and Authorization for the Executive Vice Chancellor for Business Affairs or the Executive Director of Real Estate to Execute All Documents Related Thereto

On behalf of The University of Texas Southwestern Medical Center at Dallas, the Board authorized purchase of real property located at 6161 Harry Hines Boulevard, Dallas, Dallas County, Texas, from Harry Hines Medical Center, Ltd., for \$11,445,000.

Further, the Board authorized the Executive Vice Chancellor for Business Affairs or the Executive Director of Real Estate to execute all documents,

instruments and other agreements and to take all further actions deemed necessary or advisable to carry out the purpose and intent of the foregoing recommendation.

The property, comprised of 161,192 square feet of land and approximately 103,395 square feet of improvements, is located adjacent to the U. T. Southwestern Medical Center – Dallas campus in an area targeted for expansion of the campus. The areas of improvement include hospital, medical office, and related support facilities. The property is currently leased and will net in excess of \$900,000 per year for Southwestern until the lease is terminated. Upon termination of the lease, the facility will be used by Southwestern for office and clinical purposes.

Action on this item was necessary to close on the property not later than August 1, 2002. The source of funding for the purchase will be from the recovery of indirect costs from grants and interest earned on time deposits.

Vice-Chairman Clements reported that the Board met in Executive Session during the Health Affairs Committee meeting earlier that morning (July 2) to discuss a matter in accordance with Texas Government Code Section 551.074. In response to an inquiry from Vice-Chairman Clements regarding the wishes of the Board, the following action was taken without recessing to Executive Session:

2. U. T. Medical Branch - Galveston: Settlement of Medical Liability Claim -- Matthew Johnson

Upon motion of Regent Craven, 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 claim brought by Matthew Johnson in accordance with the proposal discussed in the Executive Session of the Health Affairs Committee earlier that morning (July 2).

ADJOURNMENT.--Vice-Chairman Clements announced that the purpose for which this meeting was called had been completed and the meeting was duly adjourned at 12:10 p.m.

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

July 10, 2002