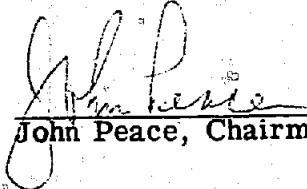


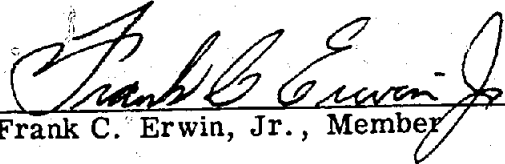
We, the undersigned members of the Board of Regents of The University of Texas System, hereby ratify and approve all actions taken at this meeting (August 11, 1972) to be reflected in the Minutes.

Signed this the 11th day of August 1972, A.D.



John Peace, Chairman

Frank N. Ikard, Vice-Chairman



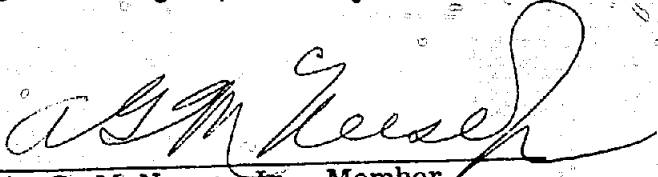
Frank C. Erwin, Jr., Member

Jenkins Garrett, Member

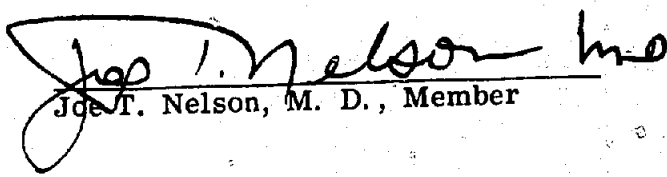
Mrs. Lyndon B. Johnson, Member



Joe M. Kilgore, Member



A. G. McNeese, Jr., Member



Joe T. Nelson, M. D., Member

Dan C. Williams, Member

Meeting No. 702

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

Pages 1 - 4

August 11, 1972

Austin, Texas

MEETING NO. 702

FRIDAY, AUGUST 11, 1972. --Following a meeting of the Executive Session of the Committee of the Whole, Chairman Peace convened the members of the Board of Regents of The University of Texas System at 1:50 p. m., Friday, August 11, 1972, in Room 212 of the Main Building at The University of Texas at Austin, Austin, Texas, with the following in attendance:

ATTENDANCE. --

Present

Chairman Peace, Presiding
Regent Erwin
Regent Garrett
Regent Kilgore
Regent McNeese
Regent Nelson

Absent

Vice-Chairman Ikard* - excused
Regent (Mrs.) Johnson* - excused
Regent Williams* - excused

Betty Anne Thedford, Secretary

Chancellor LeMaistre
Chancellor Emeritus Ransom
Deputy Chancellor Walker

CHAIRMAN'S INTRODUCTORY REMARKS AND ADOPTION OF 1972-73 OPERATING BUDGETS (INCLUDING AUXILIARY ENTERPRISES) FOR U. T. SYSTEM. --Chairman Peace stated that the Regents had been in Executive Session to consider personnel matters related to the proposed 1972-73 Operating Budgets for The University of Texas System. The Regents operated from the vetoed Appropriation Bill of the second year of the 1971-73 biennium and considered particularly the changes that occurred in the bill passed by the Third Called Session of the 62nd Legislature. The involvement of the Regents at this meeting was primarily because of the fact that the Third Called Session of the 62nd Legislature did not end until July 7 and the Appropriation Bill was not approved by the Governor until July 26, and hence much of this material relating to changes made in the vetoed bill had only been in the Regents' hands for a day or so.

* Vice-Chairman Ikard and Regents Johnson and Williams were excused from the meeting because of prior commitments.

The Regents had under consideration in Executive Session the following budgets, which represent the total number of institutions in the U. T. System. Chairman Peace indicated that the details of these budgets would be passed out to all members of the press so they can separate the totals of the budgets of the various institutions which aggregate \$317,982,878:

1. System Offices and Available University Fund
2. The University of Texas at Austin
3. The University of Texas at El Paso
4. The University of Texas at Arlington
5. The University of Texas at Dallas
6. The University of Texas Southwestern Medical School at Dallas
7. The University of Texas at San Antonio
8. The University of Texas Medical School at San Antonio
9. The University of Texas Dental School at San Antonio
10. The University of Texas Institute of Texan Cultures at San Antonio
11. The University of Texas of the Permian Basin
12. The University of Texas Medical Branch at Galveston
13. The University of Texas Medical School at Houston
14. The University of Texas Dental Branch at Houston
15. The University of Texas M. D. Anderson Hospital and Tumor Institute at Houston
16. The University of Texas System Environmental Science Park
17. The University of Texas Graduate School of Biomedical Sciences at Houston
18. The University of Texas School of Public Health at Houston
19. The University of Texas Nursing School (System-wide)

It is noted that the rules governing these Operating Budgets are on pink sheets in each of the bound budgets.

Upon motion of Regent Garrett, seconded by Regent McNeese, the 1972-73 Operating Budgets (Including Auxiliary Enterprises) aggregating \$317,982,878 were approved with (1) authority to System Administration to make editorial corrections in the final copies to be bound and (2) instructions to System Administration to review quarterly, or more frequently as appropriate, the various budgets of the Auxiliary Enterprises at The University of Texas at El Paso, to be sure that expenditures are allocated subject to realization of income and propriety of purpose and to submit to the Board of Regents interim reports relating to these activities. This motion prevailed by unanimous vote.

The Official Copy of these budgets will be in bound Volume XXVII entitled Annual Budgets for 1972-73. This volume will also include the 1972-73 Personnel Pay Plan in which has been incorporated the 6.8% increase across-the-board pay raise included in the 1972-73 budgets.

DALLAS MEDICAL SCHOOL, SAN ANTONIO MEDICAL SCHOOL, GALVESTON MEDICAL BRANCH, HOUSTON MEDICAL SCHOOL AND M. D. ANDERSON: 1972-73 MEDICAL SERVICE, RESEARCH AND DEVELOPMENT PLAN AND PHYSICIANS' REFERRAL SERVICE. -- Approval was also given to the 1972-73 Medical Service, Research and Development Plan for The University of Texas Southwestern Medical School at Dallas, The University of Texas Medical School at San Antonio, The University of Texas Medical Branch at Galveston and The University of Texas Medical School at Houston and to the 1972-73 Physicians' Referral Service for The University of Texas M. D. Anderson Hospital and Tumor Institute at Houston.

These plans are a part of the Minutes and are also bound in Volume XXVII entitled Annual Budgets for 1972-73.

CHAIRMAN PEACE'S STATEMENT RELATING TO 1972-73 OPERATING BUDGETS FOR U. T. SYSTEM. --As Chairman of the Board of Regents, Regent Peace made the following statement with respect to the 1972-73 Operating Budgets:

"The Board of Regents today approved a \$317 million budget for The University of Texas System. The Texas Legislature has once again responded to many of our requests--particularly in the 6.8 per cent across-the-board pay increase for non-faculty employees.

"The Legislature this summer responded to our requests for additional funds for McDonald Observatory, the Marine Science Institute at Port Aransas, and the Marine Biomedical Institute at UT Medical Branch at Galveston.

"In recognition of the outstanding efforts of the UT System Nursing School in nearly doubling its enrollment in one year, the Legislature increased the appropriation for that program from \$1,967,125 in 1971-72 to \$3,077,575 for fiscal 1972-73. Funds from sponsored projects bring the Nursing School total budget to \$3,155,318.

"In summary, this has been a highly successful year for the University System and its component units. The Board feels that the Legislature answered our needs ably and efficiently and we thank the members of the Legislature and the Governor for their support in this connection.

"I would like to summarize briefly the position of the Board of Regents in its requests to the Special Session of the Legislature in June.

"We made a major effort to get a 6.8 per cent pay increase for non-faculty employees, a 7 per cent increase in line with the Coordinating Board's recommendation for faculty salaries, and State funding of \$12.50 per month per employee for insurance, a benefit available to State employees other than those in higher education. These were made as initial presentations to the appropriations committees in the House and Senate realizing that there would be no tax bill at the Special Session but realizing that these same increases or amounts of money had been granted to other employees of the State but had not been granted to higher education in previous sessions of the Legislature.

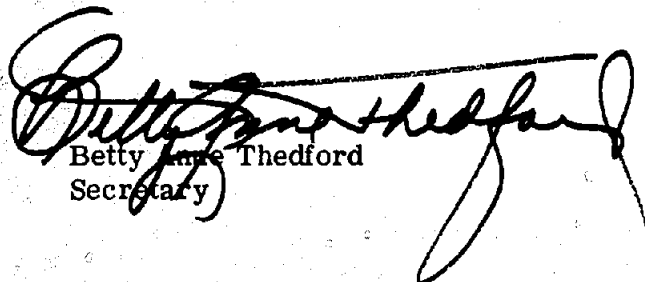
"We regretted that the Legislature only partially responded to our requests for increases in faculty salaries.

"When the regular session convenes in January one of our major efforts will be requests for faculty salary increases which will be in the range of 3-1/2 to 4% per year which will extend over the past four years.

"The administration and the Board followed the mandate of the Legislature as required under the Appropriation Bill rider and established a minimum teaching load formula. We found after each institution reported that only a small percentage of our faculty did not meet the formula or teach more than was required. As Chancellor LeMaistre and I have said, this indicates our faculty does work hard.

"As background for this meeting today, it must be borne in mind that in our requests to the Legislature, the Regents, the Administration and the Legislature worked from the vetoed appropriation bill without a new tax bill and with specific requests for funding only if additional money was available from current taxes. Under such circumstances, The University of Texas System must be indeed grateful to both houses of the Legislature and to the Governor of Texas for those additions in appropriations they found within their capacity to give us."

ADJOURNMENT. -- There being no further business to come before the Board of Regents, the Chairman declared the meeting adjourned at 2:00 p. m.



Betty Anne Thedford
Secretary

August 14, 1972