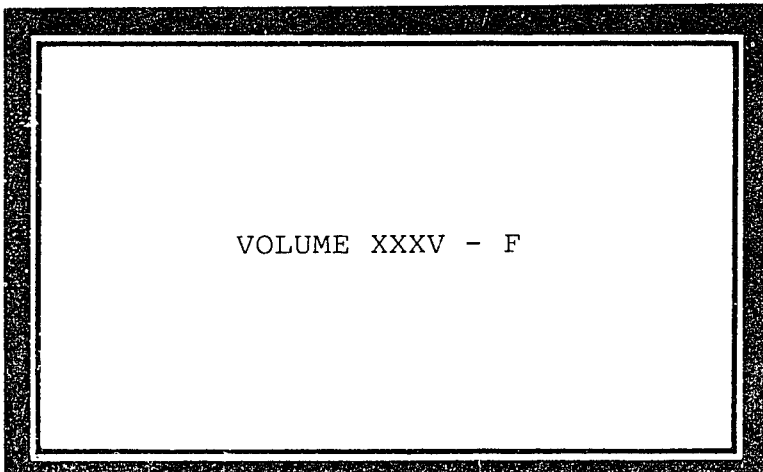


Meeting No. 834

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



VOLUME XXXV - F

Pages 1 - 92

August 11, 1988

Austin, Texas

TABLE OF CONTENTS
 THE MINUTES OF THE BOARD OF REGENTS
 OF
 THE UNIVERSITY OF TEXAS SYSTEM
 AUGUST 11, 1988
 AUSTIN, TEXAS

MEETING NO. 834

I.	Attendance	1
II.	U. T. Board of Regents: Approval of Minutes of Regular Meeting Held on June 9, 1988	1
III.	U. T. Board of Regents: Memorial Resolution to Herschel Frank Connally, Jr., M.D., Former Member of the Board of Regents	2
IV.	REPORTS AND RECOMMENDATIONS OF STANDING COMMITTEES	4
	A. REPORT OF EXECUTIVE COMMITTEE	4
	PERMANENT UNIVERSITY FUND	
	1. Approval of Sales Agreement to Sell Approximately 60,000 Feet of Pipe to West Texas Pipe & Steel, Odessa, Texas, and Authorization for Executive Vice Chancellor for Asset Management to Negotiate Additional Sales of Abandoned Pipe on Permanent University Fund Lands (Exec. Com. Letter 88-22)	4
	U. T. SYSTEM	
	2. Acceptance of Health Maintenance Organization (HMO) Contracts Effective September 1, 1988 (Exec. Com. Letter 88-23)	13
	3. Authorization for Continuation of Comprehensive Boiler and Machinery Insurance and Comprehensive Crime Policies with Arkwright Mutual Insurance Company, Waltham, Massachusetts, Effective September 1, 1988 Through October 1, 1990, and September 1, 1988 Through September 1, 1989, Respectively, and Authorization for Renewal of Executive Liability and Indemnification Policy with the Chubb Group Insurance Companies, Warren, New Jersey, Effective September 1, 1988 Through September 1, 1989 (Exec. Com. Letter 88-25)	16

U. T. ARLINGTON		
4.	Engineering Building Addition and Renovation (Sequence 2) (Project No. 301-475): Award of Contracts for Furniture and Furnishings to Royer & Schutts, Commercial Interiors Division, Fort Worth, Texas; Office Pavilion/Stewart Contract Interiors, Inc., Dallas, Texas; Business Interiors, A Division of Miller Business Systems, Inc., Arlington, Texas; and Dallas Drapery & Carpet Shops, Dallas, Texas; and Authorization for the Chancellor to Sign the Contracts (Exec. Com. Letter 88-24)	17
U. T. AUSTIN		
5.	Recreational Sports Facilities - Phase I (Project No. 102-596): Award of Construction Contract to Lawson-Avila Construction, Inc., Houston, Texas (Exec. Com. Letter 88-21)	18
U. T. MEDICAL BRANCH - GALVESTON		
6.	Expansion of Thermal Energy Plant - Phase II (Project No. 601-657): Award of Construction Contract to Mission Construction, Inc., Houston, Texas (Exec. Com. Letter 88-25)	18
B.	REPORT AND RECOMMENDATIONS OF THE FINANCE AND AUDIT COMMITTEE	19
U. T. SYSTEM		
1.	Approval of <u>Chancellor's Docket No. 41</u> (Catalog Change)	19
2.	Authorization to Add Med Center Bank, Houston, Texas, as a Depository Bank	19
C.	REPORT AND RECOMMENDATIONS OF THE ACADEMIC AFFAIRS COMMITTEE	20
U. T. SYSTEM		
1.	Approval of Amendments to Provisional Admission Program Policy	20
U. T. AUSTIN		
2.	Authorization to Amend the Undergraduate Admissions Policy Effective Fall Semester 1988 (Catalog Change)	21
3.	Appointments to Endowed Academic Positions in the (a) College of Engineering, (b) College of Fine Arts, (c) School of Law, (d) College of Liberal Arts and (e) College of Natural Sciences Effective as Indicated	24

U. T. AUSTIN	
4.	Approval of Amendments to the Guidelines for Matching Grants Under The Regents' Endowed Teachers and Scholars Program 26
5.	Authorization to Establish a Graduate Program in Marine Sciences and to Submit the Proposal to the Coordinating Board for Approval (Catalog Change) 27
6.	Approval of Amendments to the Students' Association Constitution 28
7.	Authorization to Change Voluntary Student Health Insurance Rates with The United Insurance Companies, Inc., Irving, Texas, Effective with the Fall Semester 1988 (Catalog Change) 38
8.	Approval to Name Room 2.104F in the School of Nursing Building the Billye J. Brown Conference Room (Regents' Rules and Regulations, Part One, Chapter VIII, Section 1, Subsection 1.2, Naming of Facilities Other Than Buildings) 38
9.	Permission for Dr. Dale E. Klein to Serve as a Member of the Monitored Retrievable Storage System (MRS) Commission [Regents' Rules and Regulations, Part One, Chapter III, Section 13, Subsections 13.(10) and 13.(11)] 39
U. T. EL PASO	
10.	Approval of Memorandum of Agreement with the Pontificia Universidad Catolica del Peru, Lima, Peru, and Authorization for the Executive Vice Chancellor for Academic Affairs to Execute Agreement 39
D.	REPORT AND RECOMMENDATIONS OF THE HEALTH AFFAIRS COMMITTEE 43
U. T. SOUTHWESTERN MEDICAL CENTER - DALLAS, U. T. MEDICAL BRANCH - GALVESTON, U. T. HEALTH SCIENCE CENTER - HOUSTON AND U. T. HEALTH SCIENCE CENTER - SAN ANTONIO	
1.	Establishment of the Faculty Service, Research and Development Plan (FSRDP) and Approval of Standard Format for Bylaws of the Plan for the Schools of Allied Health Sciences Effective September 1, 1988 43

U. T. MEDICAL BRANCH - GALVESTON	
2.	(U. T. Allied Health Sciences School - Galveston): Authorization for an Additional Curricular Option in Long-Term Health Care Studies within the Existing Health Care Administration Baccalaureate Degree Program, to Award Certificates of Completion and to Submit the Proposal to the Coordinating Board for Approval (Catalog Change) 62
U. T. HEALTH SCIENCE CENTER - HOUSTON	
3.	(U. T. Nursing School - Houston): Approval for an Additional Option in Gerontological Long-Term Care Administration within the Existing Master of Science in Nursing Degree Program and to Submit the Proposal to the Coordinating Board for Approval (Catalog Change) 62
4.	Permission for Marcus M. Key, M.D., to Serve on the Texas Air Control Board, Austin, Texas [<u>Regents' Rules and Regulations</u> , Part One, Chapter III, Section 13, Subsections 13.(10) and 13.(11)] 63
U. T. M.D. ANDERSON CANCER CENTER	
5.	Appointment of Initial Holders - (a) Lillian M. Fuller, M.D., to the Annie Laurie Howard Research Professorship, (b) Waun K. Hong, M.D., to the Charles A. LeMaistre Chair in Thoracic Oncology, (c) Gerald D. Dodd, Jr., M.D., to the Robert D. Moreton Chair in Diagnostic Radiology, (d) Sanford A. Stass, M.D., to the Mattie Allen Fair Professorship in Cancer Research and (e) Stuart O. Zimmerman, M.D., to the Mattie Allen Fair Research Chair Effective September 1, 1988 63
E.	REPORT AND RECOMMENDATIONS OF THE BUILDINGS AND GROUNDS COMMITTEE 64
U. T. AUSTIN	
1.	Andrews Dormitory and Kinsolving Dormitory - Phased Remodeling of Food Service Facilities: Authorization for Project; Appointment of Coffee Crier and Schenck, Austin, Texas, Project Architect to Prepare Preliminary Plans; Authorization for the Office of the Vice President for Business Affairs to Manage Project; Approval for Submission to the Coordinating Board; and Appropriation Therefor 64

U. T. AUSTIN AND U. T. PERMIAN BASIN

2. Report of Execution of Documents Related to a Gift of Real Property from Scharbauer Brothers and Company, Midland, Texas, for the U. T. Permian Basin Center for Energy and Economic Diversification and the Lease of a Building Site on that Property 65

U. T. SOUTHWESTERN MEDICAL CENTER - DALLAS

3. Acceptance of an Issac Witkin Sculpture Entitled "Sabras" from Mr. and Mrs. Raymond Nasher, Dallas, Texas, and Approval to Place Sculpture Between the Administration Building and the Promenade to McDermott Plaza 65

4. Aston Ambulatory Care Center: Authorization to Prepare a Project Analysis for Expansion; Appointment of Robert Douglass Associates, Inc., Houston, Texas, Planning Consultant; and Appropriation Therefor 66

5. Cecil and Ida Green Biomedical Research Building - Completion of Ninth Floor Shell Space: Authorization for Project; Appointment of Harper, Kemp, Clutts and Parker, Dallas, Texas, Project Architect to Prepare Final Plans; Authorization for Submission to the Coordinating Board, Advertisement for Bids and for Executive Committee to Award Contracts; and Appropriation Therefor 67

6. Thermal Energy Plant: Authorization to Prepare Project Analysis for Engineering Study; Appointment of Lockwood, Andrews and Newnam, Inc., Houston, Texas, Consulting Engineer; and Appropriation Therefor 68

U. T. MEDICAL BRANCH - GALVESTON

7. Acceptance of Gift of 1.971 Acres Out of the Raphael Basquez Survey, Abstract 32, League City, Galveston County, Texas, with Improvements and a Blanket Conveyance of Equipment and Furnishings from 4M Services, Inc. (4M), a Texas Corporation, Galveston County, Texas; Approval of an Associated Right-of-Way and Easement for Wastewater Disposal and Authorization to Enter into an Agreement with the Transitional Learning Community at Galveston, Inc. (TLC), Galveston County, Texas, for the Provision of Certain Services by the Clients of the Transitional Learning Community at the Laundry Facility 69

U. T. MEDICAL BRANCH - GALVESTON		
8.	John Sealy Hospital - New Emergency Department and Trauma Center Facility (Project No. 601-658): Approval of Final Plans and Authorization to Advertise for Bids and for Executive Committee to Award Contracts	70
U. T. M.D. ANDERSON CANCER CENTER		
9.	U. T. M.D. Anderson Hospital - Modifications and Renovations - Phase III: Authorization for Project; Appointment of Page Southerland Page, Houston, Texas, Project Architect to Prepare Preliminary Plans; and Appropriation Therefor	70
10.	(U. T. M.D. Anderson Science Park) - Research Laboratory Expansion (Project No. 703-668): Approval of Final Plans; Authorization to Advertise for Bids and for Executive Committee to Award Contracts; and Additional Appropriation Therefor	71
F.	REPORT AND RECOMMENDATIONS OF THE LAND AND INVESTMENT COMMITTEE	72
1.	Permanent University Fund	
	<u>Investment Matters</u>	
	Report on Clearance of Monies to the Permanent University Fund for May and June 1988 and Report on Oil and Gas Development as of June 30, 1988	73
2.	Common Trust Fund	
	U. T. M.D. ANDERSON CANCER CENTER	
	PRS Patient Service Programs Fund, PRS Cancer Research Programs Fund, PRS Program Development Fund, PRS Faculty Associates Program Fund, and PRS Patient Referral and Communication Program Fund - Approval to Dissolve Quasi-Endowments in The University of Texas System Common Trust Fund and Transfer Assets to the Professional Medical Liability Self-Insurance Fund Effective August 31, 1988	74
3.	Trust and Special Funds	
	Gifts, Bequests and Estates	
	U. T. ARLINGTON	
1.	Acceptance of Gift of Securities from Mr. Robert Thurman, Arlington, Texas, and Establishment of The Virginia Norman Thurman Scholarship Fund	75

U. T. AUSTIN

2. Acceptance of Gifts and Pledges from Various Donors and Establishment of the School of Architecture Scholarship and Fellowship Awards Endowment in the School of Architecture and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program 75
3. Acceptance of Gift from Caltex Petroleum Corporation, Dallas, Texas, to Endow a Faculty Position within the Center for Australian Studies and Eligibility for Matching Funds Under The Regents' Endowed Teachers and Scholars Program 75
4. Acceptance of Gifts from Dr. Gilbert H. Ayres, Austin, Texas, and Various Donors and Establishment of the Gilbert H. Ayres Fellowship in Chemistry in the College of Natural Sciences 76
5. Approval to Accept Transfer of Funds and to Establish the Billye J. Brown Excellence Fund in the School of Nursing 76
6. Acceptance of Gifts from Various Donors and Transfer of Funds and Establishment of the Judge Carl O. Bue, Jr. Endowed Presidential Scholarship in Law in the School of Law 76
7. Effie Marie Cain Regents Chair in Art in the College of Fine Arts - Approval to Designate Use of Previously Approved Matching Funds, Allocate Additional Matching Funds Under The Regents' Endowed Teachers and Scholars Program, and to Establish the Theater for Youth Chair and the History of Music Chair Both in the College of Fine Arts 76
8. George L. Clark Scholarship Fund - Acceptance of Additional Gifts from Various Donors and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program 77
9. C. C. and Lottie Mae Colvert Fellowship in the College of Education - Acceptance of Additional Gifts from Various Donors and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program 77

U. T. AUSTIN

10. Acceptance of Gifts and Pledges from Various Donors and Establishment of the William A. Cunningham Scholarship Fund in the College of Engineering and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program 77
11. Engineering Education Leadership Chair in the College of Engineering - Approval to Redesignate as the Dean's Chair for Excellence in Engineering 78
12. Acceptance of Gift from The Ex-Students' Association, Austin, Texas, and Establishment of The Ex-Students' Association Endowed Scholarships and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program 78
13. Acceptance of Gift from Mrs. Marie B. Hanna, Austin, Texas, and Establishment of the Marie B. Hanna Endowed Scholarship in the College of Liberal Arts and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program 78
14. Acceptance of Gift of Securities from Miss Lurae Harvey, Austin, Texas, and Establishment of the Lurae Harvey Endowed Scholarship in Intercollegiate Athletics for Women 78
15. Establishment of the William E. Henderson Memorial Scholarship in Oil and Gas Law in the School of Law 79
16. Acceptance of Gifts from Various Donors and Establishment of the Talbot S. Huff, Sr. Highway Engineering Graduate Fellowship in the College of Engineering 79
17. Acceptance of Gifts and Pledges from Various Donors and Establishment of a Lectureship for the Faculty Seminar on British Studies in the College of Liberal Arts and Eligibility for Matching Funds Under The Regents' Endowed Teachers and Scholars Program 79

U. T. AUSTIN

18. Acceptance of Gifts and Pledges from Mr. and Mrs. William A. McMinn III, Dallas, Texas, Mr. and Mrs. Harold L. Ogden, Katy, Texas, and Mr. and Mrs. Stephen C. Beasley, Spring, Texas, and Corporate Matching Funds from Sonat Offshore Drilling, Inc., Birmingham, Alabama, and Tenneco, Inc., Houston, Texas, and Establishment of the Nancy Francis McMinn and William Arnold McMinn II Endowed Presidential Scholarship and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program 80
19. Alex H. Massad Endowed Presidential Scholarship Fund in the College of Engineering - Acceptance of Additional Gift from Mr. Alexander H. Massad, Austin, Texas, and Corporate Matching Funds from Ingersoll-Rand Company, Woodcliff Lake, New Jersey, and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program 80
20. Acceptance of Gifts and Pledges from Various Donors and Establishment of the F. A. Matsen Endowed Regents Lectureship on the Theories of Matter in the College of Natural Sciences and Eligibility for Matching Funds Under The Regents' Endowed Teachers and Scholars Program 80
21. Establishment of the James A. Michener Fellowships in Writing in the College of Liberal Arts and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program 81
22. Approval to Establish the Mari Sabusawa Michener Regents Chair in Writing in the College of Liberal Arts, Designate Use of Previously Approved Matching Funds, and Establish the Bennett Cerf Regents Professorship in Writing and the Helen Strauss Regents Professorship in Writing in the College of Liberal Arts 81
23. Acceptance of Gift from Dr. and Mrs. Walter L. Moore, Austin, Texas, and Establishment of the Walter L. and Reta Mae Moore Graduate Fellowship in Civil Engineering and the Walter L. and Reta Mae Moore Graduate Fellowship in Water Resources Both in the College of Engineering and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program 81

U. T. AUSTIN

24. Approval to Accept Transfer of Funds to Establish the Pharmacy Alumni Association Endowed Scholarship in the College of Pharmacy and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program 82
25. Acceptance of Transfer of Funds and Establishment of the Science in Society Lecture Series Endowment in the College of Natural Sciences 82
26. Acceptance of Transfer of Funds and Establishment of the Judge Ross Sterling Endowed Presidential Scholarship in Law in the School of Law 82
27. Acceptance of Gifts from Mr. and Mrs. R. C. Strong, Joaquin, Texas, and Establishment of the Robert C. Strong, Jr. Memorial Scholarship in the Liberal Arts in the College of Liberal Arts 83
28. Acceptance of Gift from Harry and Silky Crockett, Smithville, Texas, and Establishment of the 1987-88 Basketball Seniors' Scholarship in Intercollegiate Athletics for Women 83
29. Establishment of The University of Texas School of Law Ann (Townes) and Browne Rice, Jr. Scholarship Program in the School of Law 83
30. Approval to Accept Transfer of Funds and to Establish the Richard Thornton Endowed Memorial Scholarship in Criminal Law in the School of Law 84
31. Acceptance of Gifts and Pledges from Various Donors and Corporate Matching Funds from Tracor, Inc., Austin, Texas, and Establishment of the Tracor/Frank McBee, Jr. Scholarship Endowment and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program 84
32. Approval to Accept Gift from Mr. and Mrs. Glenn Vargas, Thermal, California, and to Establish the Glenn and Martha Vargas Endowment for Gems and Gem Minerals Instruction in the College of Natural Sciences 84
33. Approval to Accept Transfer of Funds and to Establish the Wayne Weber Memorial Endowed Presidential Scholarship in Law in the School of Law 85

U. T. AUSTIN

34. Robert A. Welch Chair in Chemistry in the College of Natural Sciences - Acceptance of Pledge from The Robert A. Welch Foundation, Houston, Texas, and Eligibility for Matching Funds Under The Regents' Endowed Teachers and Scholars Program 85
35. Acceptance of Gift from Electronic Data Systems Corporation, Dallas, Texas, and Establishment of the Dr. James T. Willerson Endowed Scholarship Fund in Intercollegiate Athletics for Men 85
36. Acceptance of Gift from Lorraine I. Stengl, M.D., Wimberley, Texas, and Establishment of the Zoology Scholarship Endowment for Excellence in the College of Natural Sciences and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program 85

U. T. DALLAS

37. Approval to Accept Bequest from the Estate of William C. Jackson, Jr., Dallas, Texas, and to Establish the William C. Jackson, Jr. Endowment 86

U. T. EL PASO

38. Acceptance of Gift from Mr. and Mrs. James J. Crouch, El Paso, Texas, and Establishment of the Frederick James Crouch Memorial Scholarship Fund 86
39. Acceptance of Gift from Mrs. Bernice Dittmer, El Paso, Texas, and Establishment of the Julie Dittmer Hart Endowed Fund for Music 86
40. Acceptance of Gifts from Mr. James M. Maurice, Odessa, Texas, and Establishment of the James M. Maurice Memorial Metallurgical Engineering Scholarship Fund 86
41. Acceptance of Gift from the Anheuser-Busch Companies, Inc., The Woodlands, Texas, and Establishment of the Rainbo Baking/Anheuser-Busch Scholarship Fund 87

U. T. TYLER

42. Acceptance of Gifts and Pledge from Mrs. Louise Estabrook, Tyler, Texas, and Various Donors and Establishment of the Evans and Louise Estabrook Endowed Presidential Scholarship 87

U. T. SOUTHWESTERN MEDICAL CENTER - DALLAS	
43. Approval to Accept Bequest from the Estate of Ruth S. Harrell, Dallas, Texas	87
44. Acceptance of Bequest from the Estate of Samuel H. Kahn, Dallas, Texas	87
45. Acceptance of Gifts from Various Donors and Establishment of the Dr. John W. Schermerhorn Endowment Fund	88
U. T. MEDICAL BRANCH - GALVESTON	
46. Acceptance of Gift from Mrs. Marie B. Hanna, Austin, Texas, and Establishment of the Ralph Hanna, M.D. Endowed Scholarship Fund	88
47. Approval to Accept Transfer of Funds and to Establish the William C. Levin, M.D. Fund for Minority Students	88
U. T. HEALTH SCIENCE CENTER - HOUSTON	
48. Acceptance of Gifts from Various Donors and Establishment of The William S. Fields Lectureship in Neurology	88
U. T. M.D. ANDERSON CANCER CENTER	
49. Deletion of Stephen R. and Clarelise R. Hill Professorship in Medical Urological Oncology (No Publicity)	89
50. Acceptance of Gifts from the Family of Dr. Melvin Samuels and Establishment of the Melvin Samuels Lectureship Fund	89
51. Approval to Accept Bequest from the Estate of Claude W. Smith, Orange, Texas	89
4. Intellectual Property Matters	
U. T. AUSTIN	
1. Approval for Dr. Joseph J. Beaman to Serve on the Board of Directors and to Hold an Equity Interest in Nova Automation Corporation, Austin, Texas	89

	U. T. M.D. ANDERSON CANCER CENTER	
	2. Approval to Withdraw the Appointment of Mr. Steven C. Schultz as a Member of the Board of Directors of ARGUS Pharmaceuticals, The Woodlands, Texas (Formerly The Macrophage Company, Inc.), and to Appoint Mr. Michael E. Patrick, Executive Vice Chancellor for Asset Management, or his Delegate, as Regental Representative on the Board of Directors	90
V.	EXECUTIVE SESSION OF THE BOARD OF REGENTS	91
	U. T. MEDICAL BRANCH - GALVESTON	
	1. Settlement of Medical Liability Litigation - Larry Johnson, et al	91
	U. T. SYSTEM	
	2. Authorization for Executive Committee to Exercise Approval Authority Related to the Appointment of a Vice Chancellor for Business Affairs (<u>Regents' Rules and Regulations</u> , Part One, Chapter II, Section 7)	91
VI.	REPORT OF BOARD FOR LEASE OF UNIVERSITY LANDS	92
VII.	OTHER MATTERS	92
	U. T. SYSTEM	
	Comments by Chancellor Mark Related to SEMATECH (Semiconductor Manufacturing Technology)	92
VIII.	SCHEDULED MEETING	92

MEETING NO. 834

THURSDAY, AUGUST 11, 1988.--The members of the Board of Regents of The University of Texas System convened in regular session at 12:00 noon on Thursday, August 11, 1988, in the Regents' Meeting Room on the ninth floor of Ashbel Smith Hall in Austin, Texas, with the following in attendance:

ATTENDANCE.--

<u>Present</u>	<u>Absent</u>
Chairman Blanton, presiding	
Vice-Chairman Ratliff	
Vice-Chairman Roden	
Regent Baldwin	
Regent Barshop	
Regent Beecherl	
Regent Hay	
Regent Moncrief	
Regent Yzaguirre	

Executive Secretary Dilly

Chancellor Mark
Executive Vice Chancellor Duncan
Executive Vice Chancellor Mullins
Executive Vice Chancellor Patrick

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

RECESS TO EXECUTIVE SESSION.--Chairman Blanton announced that the Board would recess to convene in Executive Session pursuant to Vernon's Texas Civil Statutes, Article 6252-17, Sections 2(e), (f) and (g) to consider those matters set out in the Material Supporting the Agenda: litigation, land acquisition and personnel matters.

RECONVENE.--At 1:45 p.m., the Board reconvened in open session. On behalf of the Board, Chairman Blanton congratulated Dr. George Kozmetsky upon receipt of two distinguished honors which were announced this summer. First, Dr. Kozmetsky was presented the Dow Jones Award for Business Education which is regarded as the most esteemed honor in business education in the nation and recognizes his sustained contributions over many years to the advancement of business education. Second, he was named the recipient of the Thomas Jefferson Award by the Technology Transfer Society for his accomplishments and dedication to the enhancement of professional practice in technology transfer.

Chairman Blanton noted that these honors bring credit not only to Dr. Kozmetsky but to The University of Texas System.

U. T. BOARD OF REGENTS: APPROVAL OF MINUTES OF REGULAR MEETING HELD ON JUNE 9, 1988.--Upon motion of Vice-Chairman Ratliff, seconded by Regent Beecherl, the Minutes of the regular meeting of the Board of Regents of The University of Texas System

held on June 9, 1988, in Austin, Texas, were approved as distributed by the Executive Secretary. The official copy of these Minutes is recorded in the Permanent Minutes, Volume XXXV, Pages 3559 - 4342.

U. T. BOARD OF REGENTS: MEMORIAL RESOLUTION TO HERSCHEL FRANK CONNALLY, JR., M.D., FORMER MEMBER OF THE BOARD OF REGENTS.-- Vice-Chairman Ratliff presented the following memorial resolution in honor of Herschel Frank Connally, Jr., M.D., former member of the Board of Regents of The University of Texas System:

MEMORIAL RESOLUTION

WHEREAS, The Board of Regents of The University of Texas System records with profound sorrow the death of its former member, Herschel Frank Connally, Jr., M.D., on July 6, 1988;

WHEREAS, The Board of Regents wishes to acknowledge his dedicated service and unfailing support to The University of Texas System and to pay tribute to his memory;

WHEREAS, Dr. Connally was a respected and admired physician whose medical practice was characterized by a concern for professional quality and a deep compassion for his patients;

WHEREAS, Dr. Connally advanced the academic and research programs of The University of Texas Medical Branch at Galveston and The University of Texas Health Science Center at San Antonio by serving on the faculty of those institutions when absent from his private practice; and

WHEREAS, Dr. Connally made remarkable contributions of his time, talents and resources to the enhancement of the components of The University of Texas System, including his influence on the acquisition of the Tom Lea Collection for The University of Texas at Austin, his development and initial funding of the Santa Rita Award and the establishment of endowed academic positions; now, therefore, be it

RESOLVED, That the members of the Board of Regents of The University of Texas System express deep gratitude for his life of extraordinary dedication and for his distinguished service as a member of the Board and join with his family and friends in mourning his passing; and, be it further

RESOLVED, That a copy of this Resolution be given to his beloved wife, Frances Eastland Connally, and his devoted family. We share with them a deep sense of loss.

Adopted by Unanimous Consent of the Board of Regents of The University of Texas System this 11th day of August, 1988

After a moment of silent tribute to Dr. Connally and upon motion of Vice-Chairman Ratliff, seconded by Vice-Chairman Roden, the resolution was unanimously adopted.

RECESS FOR COMMITTEE MEETINGS AND COMMITTEE REPORTS TO THE BOARD.--At 1:50 p.m., the Board recessed for the meetings of the Standing Committees and Chairman Blanton 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 (Pages 4 - 18).--In compliance with Section 7.14 of Chapter I of Part One of the Regents' Rules and Regulations, Chairman Blanton reported to the Board for ratification and approval all actions taken by the Executive Committee since the last meeting. Unless otherwise indicated, the recommendations of the Executive Committee were in all things approved as set forth below:

1. Permanent University Fund: Approval of Sales Agreement to Sell Approximately 60,000 Feet of Pipe to West Texas Pipe & Steel, Odessa, Texas, and Authorization for Executive Vice Chancellor for Asset Management to Negotiate Additional Sales of Abandoned Pipe on Permanent University Fund Lands (Exec. Com. Letter 88-22).--Upon recommendation of the Executive Committee, approval was given to the Sales Agreement set out on Pages 5 - 12 whereby the Board of Regents of The University of Texas System will sell approximately 60,000 feet of eight inch (8") pipe on Permanent University Fund Lands at \$2.67 per foot to West Texas Pipe & Steel, Odessa, Texas.

Further, the Executive Vice Chancellor for Asset Management was authorized to sell, either by sealed bid or private negotiation, additional abandoned and used pipe located on Permanent University Fund Lands. All sales will be subject to a contract approved by the Office of General Counsel.

The Sales Agreement requires the buyer to fill all excavations, level and restore the terrain to its original condition as nearly as possible, and to dispose of any liquid hydrocarbons, crude oil, sludge or other materials that could pollute the surface.

SALES AGREEMENT

STATE OF TEXAS §
 § KNOW ALL MEN BY THESE PRESENTS:
 COUNTY OF MIDLAND§

That, for and in consideration of the sum of Ten Dollars (\$10.00) in hand paid to the BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS SYSTEM ("Seller"), and other consideration as hereinafter set out, by WEST TEXAS PIPE & STEEL ("Buyer"), and subject to the terms and conditions hereinafter set forth, Seller will hereby sell, assign, transfer, set over and deliver unto said Buyer, upon complete payment of the consideration, title and interest in and to the following-described property, together with appurtenant facilities:

BEING located in Hudspeth County, Texas, and being the same lands covered by Easement No. 4712, and being more fully described in Exhibit "A," attached hereto and made a part hereof.

The general location of said property is detailed on the drawing attached marked "Exhibit 1," and by this reference made a part hereof.

CONSIDERATION

Buyer agrees to pay Seller the sum of Ten Thousand Dollars (\$10,000) to be held in escrow by Seller and to be returned to Buyer only upon completion by Buyer of all the terms and conditions of this Agreement.

Buyer agrees to pay Seller the sum of \$2.67 Cents per lineal foot of abandoned 8 inch pipe under the terms of this Agreement, such amount to be paid as follows:

(1) Ten Thousand Dollars (\$10,000) on the execution of this Agreement;

(2) Prior to removal of any pipe from the premises, Seller will pay \$2.67 cents per lineal foot for all the pipe that is to be removed.

(3) Buyer further agrees to give Seller two days' notice prior to removal of any pipe and to pay with a certified check the agreed-upon price for such pipe prior to the removal of such pipe.

(4) Buyer further agrees that Seller may have a representative present at the time the pipe is removed from the premises.

REMOVAL OF PIPE AND OTHER EQUIPMENT
INGRESS AND EGRESS AND PIPE STORAGE
AND RESTORATION OF LAND

It is agreed by Seller and Buyer that all pipes and valves removed from the above-described premises are to be used by Buyer for salvage purposes. Buyer shall be responsible for all sales taxes applicable to this sale or furnish Seller with a valid certificate of exemption therefrom.

Seller agrees to grant to Buyer the necessary ingress and egress to the above-described pipeline, as well as pipe storage sites as may be necessary for the removal of such pipe. The location for such ingress and egress and pipe storage pipes shall be set out in writing by Buyer upon Seller's written request or oral request for such matters.

Seller reserves the right to have its personnel on the project at all times to insure the project is within the terms of this Agreement.

Buyer, by full execution of this Sales Agreement, acknowledges that the property listed above has been offered for sale, bargained and will be assigned, transferred, conveyed and set over in a "where is, as is" condition with no representation or warranty by Seller, expressed or implied, as to its condition or fitness for any purposes.

Buyer agrees to start on the removal immediately after Seller has notified Buyer that the pipelines are abandoned, weather permitting, and continue without interruption until removal is completed.

Buyer agrees to haul from the right-of-way, including but not limited to, all pipes, valves, couplings and junk that is generated from the removal of said pipelines, valve settings and appurtenances.

Buyer agrees in a reasonable time, not to exceed four months, that Buyer will fill all excavations, level and restore the terrain to as nearly its original condition as possible.

Buyer shall, if so requested by Seller, to reseed and contour the right-of-way where such abandoned pipe had been removed in accordance with the Soil Conservation Service Field Office Technical Guides.

Buyer agrees to repair and reconstruct all erosion control structures if such structures are damaged by the removal of such pipe from the above-described easement.

HAZARDOUS WASTE AND OTHER DANGEROUS MATERIALS

Buyer acknowledges that the facilities covered by this Sales Agreement have been shut-in and may contain unknown quantities of gaseous and liquid hydrocarbons and other elements at a pressure which may create a danger to Buyer, his agents, employees or property and Buyer assumes full responsibilities for injuries suffered by Buyer's agents, employees or contractors while such personnel is removing pipe from Seller's premises.

Buyer agrees to immediately notify Seller in the event Buyer encounters any liquid hydrocarbons, crude oil, sludge of any type, or any other type of material that could pollute the surface area of the premises herein covered by this Sales Agreement and to dispose of such material in accordance with state and federal law.

INDEMNIFICATION AND INSURANCE

Buyer agrees to release, indemnify, protect and save harmless, Seller from and against any and all loss of life or property or injury or damage to persons and their respective officers, agents and employees, caused by or arising directly or indirectly out of the use of said property after its conveyance to Buyer pursuant to this Sales Agreement. Buyer shall also be responsible for and liable to Seller for all injury and damages to its adjacent facilities and right-of-way, including all repairs to said facilities and right-of-way made necessary by the acts of Buyer, and Buyer shall protect Seller from all claims resulting from damage to, losses from or suspension of service of adjacent facilities.

Buyer agrees to be responsible for and to supervise any and all work performed for Buyer by all its contractors, subcontractors or independent contractors hired by Buyer to perform any activities under this Agreement, and agrees to hold Seller harmless and to indemnify Seller for all claims, actions, causes of action, expenses, costs and liability of whatsoever nature in any way arising from or connected with any activities of Buyer, or any of its contractors, subcontractors, independent contractors, employees, agents, servants, officers or directors upon any portion of the pipeline right-of-way described above, or any other lands owned, leased or under the control of Seller, and Buyer agrees to purchase at its expense and to provide Seller with evidence of a satisfactory policy or policies of insurance, naming Seller as an additional insured, providing coverage for personal injury and property damage in an amount not less than One Million Five Hundred Thousand Dollars (\$1,500,000.00), and coverage for vandalism and theft in an amount of not less than One Hundred Thousand (\$100,000).

AUTHORIZED PERSONNEL

Buyer agrees that it will provide Seller a list of the names of each and every person authorized by Buyer to enter upon the pipeline right-of-way and any lands owned, leased or controlled by Seller prior to the entry of such persons upon such lands and Buyer agrees to prevent all persons authorized by Buyer to enter such lands from hunting upon any of such lands or from driving across such lands except to the extent necessary to remove the abandoned pipe covered by this Agreement, and Buyer agrees that no telephone poles, fences or pipe of any type, other than the abandoned pipe along the pipeline right-of-way, will be moved, removed or in any manner whatsoever disturbed by Buyer or any of its subcontractors, independent contractors, employees, agents, servants, officers or directors, and that no abandoned pipe will be removed other than that described above.

ANTIQUITIES CODE

It is further UNDERSTOOD and AGREED that the Buyer will comply with the Antiquities Code of Texas (Title 9, Chapter 191, Texas Resources Code). Buyer further agrees that title to archeological articles, objects or artifacts in or on the above-described lands shall remain in said Board of Regents.

IN WITNESS WHEREOF, the parties hereto have executed this Sales Agreement as of this 20th day of June, 1988.

ATTEST:

Arthur H. Dilly
Arthur H. Dilly
Executive Secretary

THE BOARD OF REGENTS OF
THE UNIVERSITY OF TEXAS SYSTEM

By: M. E. Patrick
Michael E. Patrick
Executive Vice Chancellor
for Asset Management

SELLER

WEST TEXAS PIPE & STEEL
P.O. Box 805
Odessa, TX 79760
915|337-2313

West Texas Pipe & Steel

BUYER

By: W. O. Cooney, Jr.

BUYER

APPROVED AS TO FORM:

Linward Shivers
Linward Shivers
University Attorney

APPROVED AS TO CONTENT:

Stephen F. Hartmann
Stephen F. Hartmann
Manager, University Lands-
Surface Interests

Renewal of Easement No. 53

EXHIBIT "A-3"

CHEVRON PIPE LINE COMPANY
EASEMENT FOR 20" CRUDE PIPE LINE
HUDSPETH COUNTY, TEXAS

All those certain strips of land thirty-three feet in width situated in:

Sections Forty-two, Forty-one, Thirty-two, Thirty-three, Thirty-four, Twenty-seven, Twenty-six, and Twenty-five, Block "G", University Lands; Sections Thirty, Nineteen, Twenty, Twenty-one, Twenty-two, Fifteen, Fourteen and Thirteen, Block "H" University Lands; Section Eighteen, Seventeen, Sixteen, Fifteen, Fourteen, and Thirteen, Block "J", University Lands; all in Hudspeth County, Texas.

Said center line being 15 feet north and parallel to the center line of Easement "A-1" of the following described route:

Beginning at a point in the westerly boundary line of said Section 42, Block "G", distance thereon 3196.96 feet southerly from the northwest corner thereof;

thence North 69° 14' East 784.89 feet;
thence North 69° 52' East 3413.00 feet;
thence North 67° 41' East 1243.50 feet;
thence North 55° 43' East 5883.01 feet;
thence North 70° 57' East 50010.78 feet;

thence approximately South 77° 03' East 2139 feet more or less, to a point in the easterly boundary line of said Section 13, Block "H", distance thereon 2814.8 feet northerly from the southeast corner thereof; also

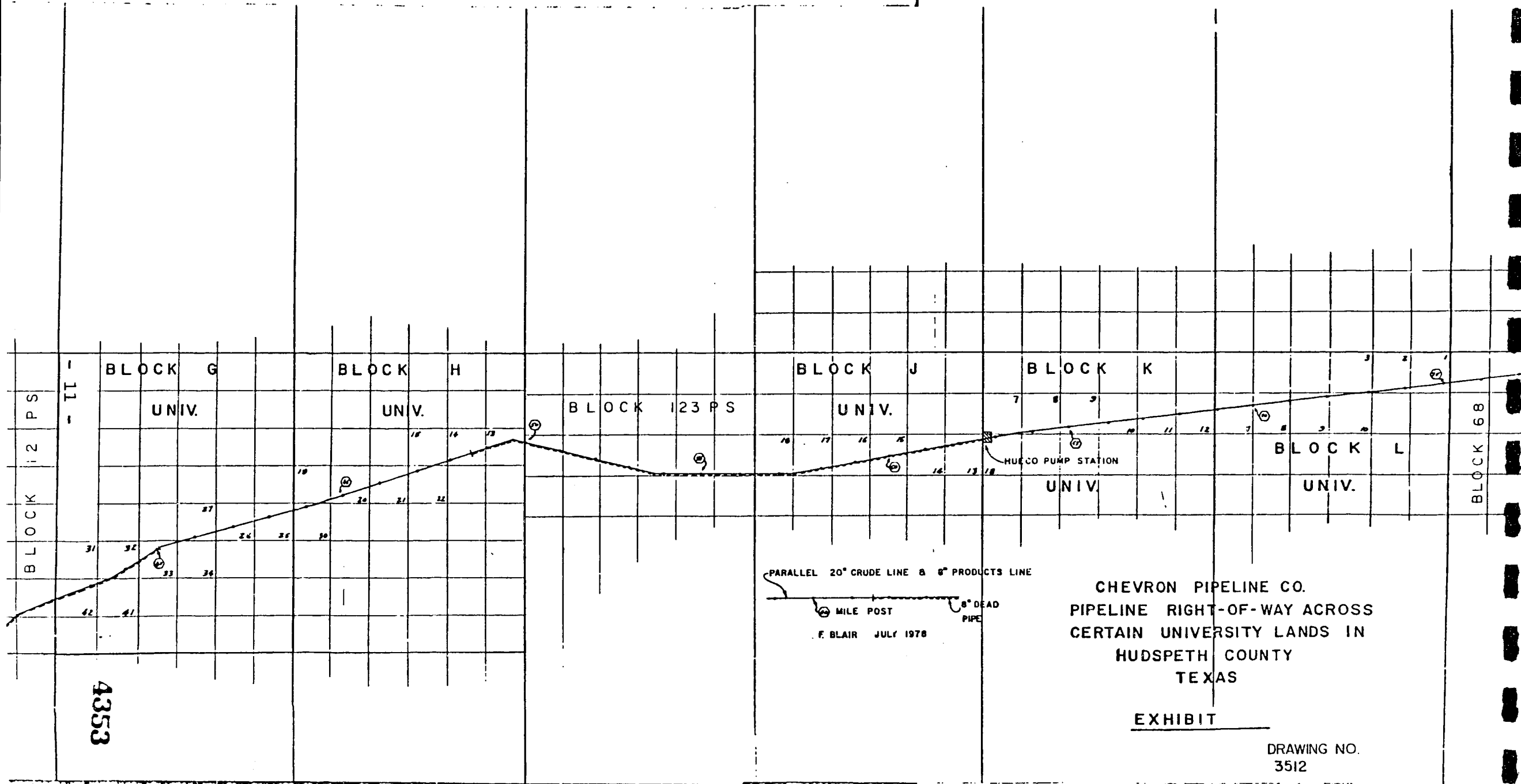
Beginning at a point in the westerly boundary line of said Section 18, Block "J", distance thereon 211.6 feet northerly from the southwest corner thereof;

thence North 89° 29' East 1609.90 feet;
thence North 82° 29' East 2294.20 feet;
thence North 81° 36' East 8293.30 feet;
thence North 80° 06' East 18679.00 feet;
thence North 71° 46' East 3367.30 feet;

thence North 89° 34' East 996 feet, more or less, to a point, said point being 1170 feet easterly and 45 feet southerly from the northwest corner of Section 18, Block "K", said point being the beginning of Easement No. 4068.

The total length of said strips in Hudspeth County, Texas, is 6285.87 rods. Said Easement No. 4068 is renewable November 1, 1985.

EXHIBIT



4353

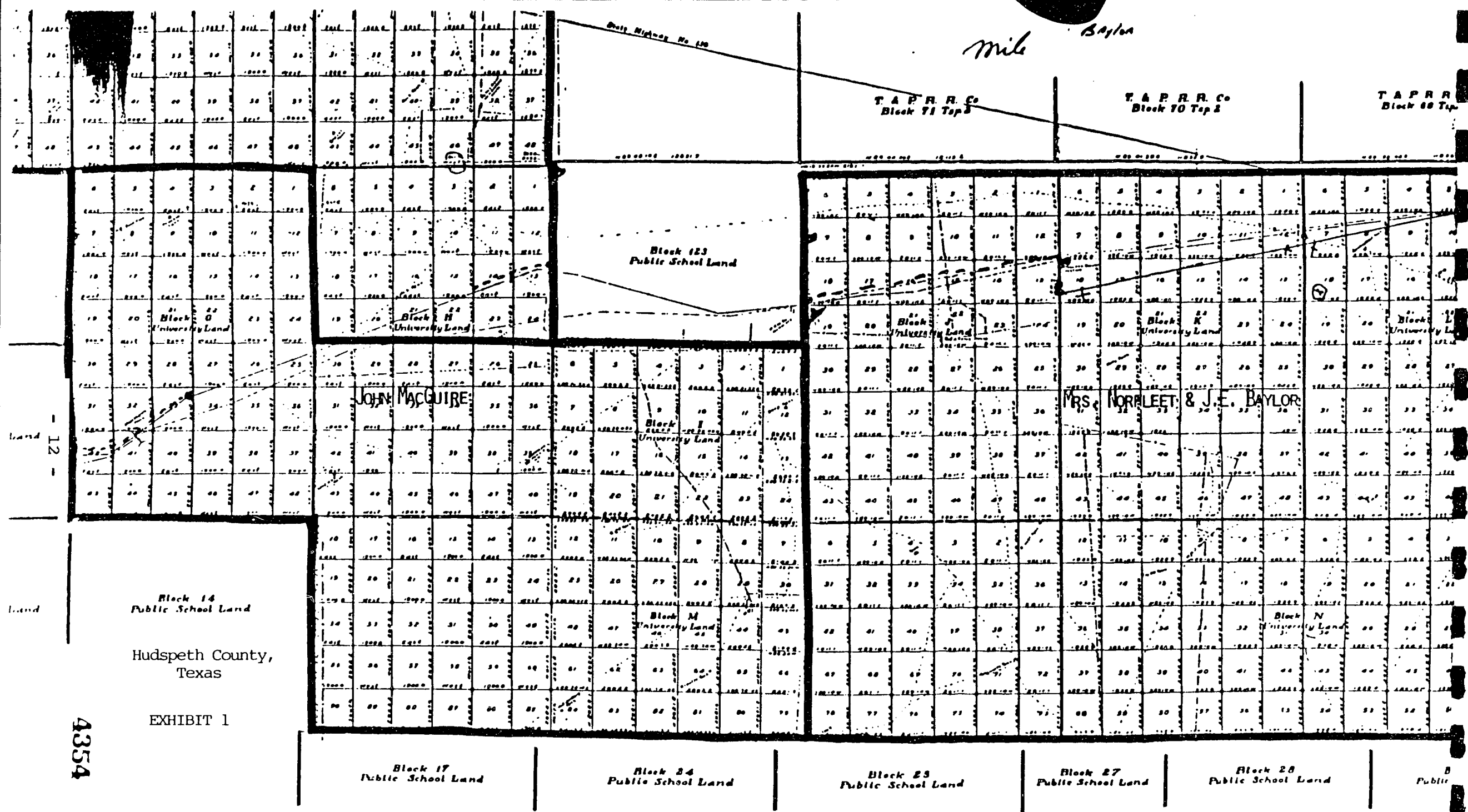
PARALLEL 20" CRUDE LINE & 8" PRODUCTS LINE
 MILE POST
 F. BLAIR JULY 1978
 8" DEAD PIPE

CHEVRON PIPELINE CO.
 PIPELINE RIGHT-OF-WAY ACROSS
 CERTAIN UNIVERSITY LANDS IN
 HUDSPETH COUNTY
 TEXAS

EXHIBIT

DRAWING NO.
 3512

EXHIBIT A



land - 12 -

land

4354

Block 14
Public School Land

Hudspeth County,
Texas

EXHIBIT 1

Block 17
Public School Land

Block 24
Public School Land

Block 25
Public School Land

Block 27
Public School Land

Block 28
Public School Land

Block
Public

2. U. T. System: Acceptance of Health Maintenance Organization (HMO) Contracts Effective September 1, 1988 (Exec. Com. Letter 88-23).--The Board, upon recommendation of the Executive Committee, accepted five (5) new Health Maintenance Organization (HMO) contracts between The University of Texas System and the following effective September 1, 1988:

Harris Methodist Health Plan, Inc., Ft. Worth,
Texas
(Harris Methodist Health Plan, Ft. Worth, Texas)

Humana Health Plan of Texas, Inc., San Antonio,
Texas
(Humana, San Antonio)

Pacificare Health Systems, Inc., Austin, Texas
(Pacificare, Austin)

Texas Health Network, Inc., Houston, Texas
(Partners, Houston)

Travelers Health Network of Texas, Inc., Irving,
Texas
(Travelers, Irving).

In addition, the Board approved renewal rates to be effective September 1, 1988, for existent HMO contracts with the following health care providers:

CIGNA Health Plan of Texas, Inc., Dallas, Texas
(CIGNA, Dallas)

CIGNA Health Plan of Texas, Inc., Houston,
Texas
(CIGNA, Houston)

Equicor Health Plan, Inc., Houston, Texas
(Equicor, Houston)

Kaiser Foundation Health Plan of Texas, Dallas,
Texas
(Kaiser, Dallas)

Maxicare North Texas, Inc., Dallas, Texas
(Maxicare, Dallas)

Maxicare Texas, Inc., Houston, Texas
(Maxicare, Houston)

Maxicare San Antonio, Inc., San Antonio, Texas
(Maxicare, San Antonio)

Pacificare of Texas, Inc., San Antonio, Texas
(Pacificare, San Antonio)

Prudential Health Care Plan, Inc., Austin,
Texas
(PruCare, Austin)

Prudential Health Care Plan, Inc., Dallas,
Texas
(PruCare, Dallas)

Prudential Health Care Plan, Inc., Houston,
Texas
(PruCare, Houston)

Prudential Health Care Plan, Inc., San Antonio,
Texas
(PruCare, San Antonio)

Sanus Texas Health Plan, Inc., Houston, Texas
(Sanus, Houston)

Sanus Texas Health Plan, Inc., Irving, Texas
(Sanus, Irving)

Share Health Plan of Texas, Inc., Austin, Texas
(Share, Austin)

Southwest Health Plan, Inc., Dallas, Texas
(Southwest, Dallas)

Texas Health Plans, Inc., Austin, Texas
(Texas Health Plans, Austin)

Travelers Health Network of Austin, Inc., Austin,
Texas
(Travelers, Austin)

Travelers Health Network of Texas, Inc., Houston,
Texas
(Travelers, Houston)

Travelers Health Network of Texas, Inc., San
Antonio, Texas
(Travelers, San Antonio).

The monthly rates for 1988-89 for new contracts and
renewals are as follows:

New Contracts
Monthly Rates

	Harris Health Plan (Ft. Worth)	Humana (San Antonio)	Pacificare (Austin)
Employee	\$ 90.16	\$ 84.90	\$ 82.66
Employee/Spouse	189.35	175.90	173.58
Employee/Child(ren)	161.30	148.51	157.04
Employee/Family	291.07	248.91	247.97

	Partners (Houston)	Travelers (Irving)
Employee	\$ 85.55	\$ 87.31
Employee/Spouse	194.70	196.44
Employee/Child(ren)	154.50	177.22
Employee/Family	268.30	280.78

Renewal Contracts
Monthly Rates

	CIGNA (Dallas)	CIGNA (Houston)	Equicor (Houston)
Employee	\$ 94.79	\$ 96.86	\$ 95.51
Employee/Spouse	225.60	224.38	200.56
Employee/Child(ren)	200.96	188.48	195.79
Employee/Family	286.27	314.30	296.06

Renewal Contracts
Monthly Rates

	Kaiser (Dallas)	Maxicare (Dallas)	Maxicare (Houston)
Employee	\$ 90.10	\$ 96.18	\$102.17
Employee/Spouse	216.24	192.53	202.56
Employee/Child(ren)	180.20	183.57	193.23
Employee/Family	270.30	294.15	314.69

	Maxicare (San Antonio)	Pacificare (San Antonio)	PruCare (Austin)
Employee	\$102.52	\$ 69.62	\$ 97.66
Employee/Spouse	187.62	150.30	196.88
Employee/Child(ren)	169.16	127.62	185.14
Employee/Family	290.14	189.53	285.50

	PruCare (Dallas)	PruCare (Houston)	PruCare (San Antonio)
Employee	\$ 95.63	\$ 96.76	\$ 90.69
Employee/Spouse	192.57	209.10	195.16
Employee/Child(ren)	183.18	184.51	166.46
Employee/Family	293.50	296.86	287.00

	Sanus (Houston)	Sanus (Irving)	Share (Austin)
Employee	\$ 90.88	\$ 89.90	\$ 89.10
Employee/Spouse	192.00	183.81	203.15
Employee/Child(ren)	165.12	158.07	184.73
Employee/Family	284.16	272.39	286.25

	Southwest (Dallas)	TX Health Plans (Austin)	Travelers (Austin)
Employee	\$ 85.68	\$ 89.87	\$ 88.47
Employee/Spouse	193.43	184.23	198.70
Employee/Child(ren)	180.58	179.74	180.77
Employee/Family	276.86	278.60	273.84

	Travelers (Houston)	Travelers (San Antonio)
Employee	\$ 95.94	\$ 83.12
Employee/Spouse	215.88	186.68
Employee/Child(ren)	194.75	169.83
Employee/Family	308.56	257.27

Vice-Chairman Ratliff abstained from voting due to a possible conflict of interest.

3. U. T. System: Authorization for Continuation of Comprehensive Boiler and Machinery Insurance and Comprehensive Crime Policies with Arkwright Mutual Insurance Company, Waltham, Massachusetts, Effective September 1, 1988 Through October 1, 1990, and September 1, 1988 Through September 1, 1989, Respectively, and Authorization for Renewal of Executive Liability and Indemnification Policy with the Chubb Group Insurance Companies, Warren, New Jersey, Effective September 1, 1988 Through September 1, 1989 (Exec. Com. Letter 88-25).--Upon recommendation of the Executive Committee, the Board took the following actions related to certain insurance policies for The University of Texas System:

- a. Continued the Comprehensive Boiler and Machinery Insurance Policy with Arkwright Mutual Insurance Company, Waltham, Massachusetts, effective September 1, 1988 through October 1, 1990, at an annual premium of \$52,500 with a dividend rate of 15%

Premiums for this policy are prorated to each institution according to the equipment inventory of each component, and dividends received are apportioned to each institution according to the premium paid.

- b. Continued the Comprehensive Crime Policy (commonly referred to as employee bond coverage) with Arkwright Mutual Insurance Company, Waltham, Massachusetts, effective September 1, 1988 through September 1, 1989, at the current annual premium rate of \$43,000. In prior years, this policy expired on July 1 but is being extended to September 1 to coincide with the State's fiscal year. The extended months will be prorated based on the annual premium rate indicated.

The Comprehensive Crime Policy insurance coverage insures against Employee Dishonesty (Agreement I), Loss Inside Premises (Agreement II), Loss Outside Premises (Agreement III) and Depositors Forgery (Agreement V). This policy is written in a continuous, non-expiring form, subject to annual rating reviews, and the premium is prorated among the component institutions of the U. T. System.

- c. Renewed the Executive Liability and Indemnification Policy with the Chubb Group Insurance Companies, Warren, New Jersey, effective September 1, 1988 through September 1, 1989, at an annual premium of \$70,000.

The premium charged for this policy is prorated among the component institutions of the U. T. System.

4. U. T. Arlington - Engineering Building Addition and Renovation (Sequence 2) (Project No. 301-475): Award of Contracts for Furniture and Furnishings to Royer & Schutts, Commercial Interiors Division, Fort Worth, Texas; Office Pavilion/Stewart Contract Interiors, Inc., Dallas, Texas; Business Interiors, A Division of Miller Business Systems, Inc., Arlington, Texas; and Dallas Drapery & Carpet Shops, Dallas, Texas; and Authorization for the Chancellor to Sign the Contracts (Exec. Com. Letter 88-24).--The Executive Committee recommended and the Board awarded contracts for furniture and furnishings for the Engineering Building Addition and Renovation (Sequence 2) at The University of Texas at Arlington to the following lowest responsible bidders:

Royer & Schutts, Commercial
Interiors Division
Fort Worth, Texas

Base Proposal "A" (Waiting Room Furniture)	\$26,407.00
---	-------------

Base Proposal "C" (Computer Tables)	24,628.00
--	-----------

Base Proposal "G" (Conference Tables)	<u>6,582.00</u>
--	-----------------

Total Contract Award to Royer & Schutts	\$ 57,617.00
--	--------------

Office Pavilion/Stewart Contract
Interiors, Inc.
Dallas, Texas

Base Proposal "D" (Seminar Furniture)	58,165.90
--	-----------

Business Interiors, A Division of
Miller Business Systems, Inc.
Arlington, Texas

Base Proposal "E" (Miscellaneous Tables)	12,890.80
---	-----------

Base Proposal "F" (Computer Engineering Furniture)	7,323.00
--	----------

Base Proposal "H" (Miscellaneous Items)	<u>3,404.50</u>
--	-----------------

Total Contract Award to Business Interiors	23,618.30
---	-----------

Dallas Drapery & Carpet Shops
Dallas, Texas

Base Proposal "I" (Draperies)	<u>13,515.00</u>
----------------------------------	------------------

GRAND TOTAL CONTRACT AWARDS	\$152,916.20
-----------------------------	--------------

Further, the Chancellor was authorized to sign the contracts awarding these bids based on the results of the Executive Committee circularization.

5. U. T. Austin - Recreational Sports Facilities - Phase I (Project No. 102-596): Award of Construction Contract to Lawson-Avila Construction, Inc., Houston, Texas (Exec. Com. Letter 88-21).--Upon recommendation of the Executive Committee, the Board awarded a construction contract for the Recreational Sports Facilities - Phase I at The University of Texas at Austin to the lowest responsible bidder, Lawson-Avila Construction, Inc., Houston, Texas, for the Base Bid and Alternate Bid Item Nos. 2, 6, 7, 8, 9 and 10, in the amount of \$11,686,325.

6. U. T. Medical Branch - Galveston - Expansion of Thermal Energy Plant - Phase II (Project No. 601-657): Award of Construction Contract to Mission Construction, Inc., Houston, Texas (Exec. Com. Letter 88-25).--The Executive Committee recommended and the Board awarded a construction contract for the Expansion of Thermal Energy Plant - Phase II at The University of Texas Medical Branch at Galveston to the lowest responsible bidder, Mission Construction, Inc., Houston, Texas, for the Base Bid and Alternate No. 1, Chilled Water Filter, in the amount of \$1,859,000.

REPORT AND RECOMMENDATIONS OF THE FINANCE AND AUDIT COMMITTEE
(Page 19).--Committee Chairman Roden reported that the Finance and Audit Committee had 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 Audit Committee and approved in open session and without objection by the U. T. Board of Regents:

1. U. T. System: Approval of Chancellor's Docket No. 41 (Catalog Change).--Upon recommendation of the Finance and Audit Committee, the Board approved Chancellor's Docket No. 41 in the form distributed by the Executive Secretary. It is attached following Page 92 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 had been or shall be executed by the appropriate officials of the respective institution involved.

It was ordered that any item included in the Docket that normally is published in the institutional catalog be reflected in the next appropriate catalog published by the respective institution.

Regents Hay and Ratliff abstained from voting on items within the Docket related to Exxon Corporation due to a possible conflict of interest. Regent Ratliff also abstained from matters related to Southwest Texas Electric Cooperative for the same reason.

2. U. T. System: Authorization to Add Med Center Bank, Houston, Texas, as a Depository Bank.--Approval was given to amend the roster of depository banks for The University of Texas System by adding Med Center Bank, Houston, Texas, subject to the bank being willing to execute the standard Bank Depository Agreement.

REPORT AND RECOMMENDATIONS OF THE ACADEMIC AFFAIRS COMMITTEE (Pages 20 - 42).--Committee Chairman Baldwin reported that the Academic Affairs Committee had met in open session to consider those matters on its agenda and to formulate recommendations for the U. T. Board of Regents. Unless otherwise indicated, the actions set forth in the Minute Orders which follow were recommended by the Academic Affairs Committee and approved in open session and without objection by the U. T. Board of Regents:

1. U. T. System: Approval of Amendments to Provisional Admission Program Policy.--In order to permit the general academic institutions to establish higher standards or exercise enrollment management controls on provisional students dependent on campus needs and capacity to serve these students, approval was given to amend The University of Texas System Provisional Admission Program Policy to read as set forth below:

THE UNIVERSITY OF TEXAS SYSTEM
PROVISIONAL ADMISSION PROGRAM POLICY

- a. The Provisional Admission Program for freshmen shall apply to all System four-year general academic components. Any Texas resident may enter any component institution regardless of his or her high school record or score on the Scholastic Aptitude Test (SAT) or American College Test (ACT) provided that he or she has graduated from an accredited high school with the required units and subjects as prescribed by the institution.
- b. Provisional admission students may enroll initially in the summer session (both summer terms) or the spring semester following the student's graduation from high school provided the student has not previously enrolled in credit courses in any other institution of higher education following high school graduation.*
- c. In accordance with Part One, Chapter IV, Section 2.11 of the Regents' Rules and Regulations, each institution shall develop an academic policy comparable in minimal course load to regularly admitted students with the understanding that courses will be selected from English, mathematics, natural sciences, social sciences, humanities, and foreign languages.
- d. The student who demonstrates ability to perform college level work by achieving a GPA of 2.0 or above during the entire summer session (both summer terms) or during the spring semester may be admitted as a regular University student in subsequent semesters.

*U. T. El Paso has, with U. T. Board of Regents concurrence, admitted provisional students in the fall semester since 1973. A fall semester program, called the Academic Enhancement Program, was approved for U. T. Arlington in 1981.

Provisional admission students who achieve a GPA of at least a 1.5 in their first semester or summer session (both summer terms) may be allowed to continue for the next semester or summer session. At the conclusion of the second period of enrollment, the student must have achieved a cumulative GPA of 2.0 or above to continue in the institution.

A component institution may establish higher grade point average requirements or adopt provisional admission enrollment limits based on institutional enrollment management needs or capacity by including such provisions in the institutional General Admissions Policies for approval by the Board.

- e. Each institution will provide some means of academic advisement or counseling for provisional students to enhance their chances of success.
- f. Each institution will maintain an adequate system of record-keeping on provisional students for the purpose of evaluating their academic performance.

Any deviations from these basic guidelines will require approval by the U. T. Board of Regents as a part of general campus admissions policy statements.

See item 2 below.

- 2. U. T. Austin: Authorization to Amend the Undergraduate Admissions Policy Effective Fall Semester 1988 (Catalog Change).--As enrollment pressures continue to grow, raising the grade requirement for provisionally admitted students is considered to be an important aspect of the effort to maintain a desired enrollment range of 46,000-48,000 students at The University of Texas at Austin. In accordance therewith, the Board amended the U. T. Austin Undergraduate Admissions Policy to read as set out below effective Fall Semester 1988:

THE UNIVERSITY OF TEXAS AT AUSTIN
UNDERGRADUATE ADMISSIONS POLICY

The policy of The University of Texas at Austin regarding admission of undergraduates is as follows:

- a. Admit all Texas resident freshman applicants in the top 10% of their high school class irrespective of SAT or ACT scores. All applicants will be required to submit an SAT or ACT score for evaluation purposes.
- b. Admit all Texas resident freshman applicants with SAT scores of 1200 or greater or ACT scores of 29 or greater irrespective of standing in high school class.
- c. Admit all Texas resident freshman applicants ranking in the top quarter, but below the top 10%, of their high school graduating class if they attain a score of at least 1000 on the SAT or 24 on the ACT.

- d. Admit all Texas resident freshman applicants ranking in the second quarter of their high school graduating class if they attain a score of at least 1100 on the SAT or 27 on the ACT.
- e. Admit all Texas resident freshman applicants ranking in the lower one-half of their high school graduating class if they attain a score of at least 1200 on the SAT or 29 on the ACT.
- f. Individual review will be given to all Texas resident freshman applicants ranking in the top quarter but below the top 10% if they attain scores of 800-900 on the SAT or 18-23 on the ACT; to applicants ranking in the second quarter if they attain scores of 900-1090 on the SAT or 22-26 on the ACT; and to Texas resident freshman applicants ranking in the lower one-half if they attain test scores of 1100-1190 on the SAT or 27-28 on the ACT.
- g. Consistent with the Texas Equal Educational Opportunity Plan for Higher Education, individual review will be given routinely to the Texas resident freshman applications of all Black and Hispanic students ranking in the top half of their high school graduating class and not otherwise admitted.
- h. The review of applications under provisions (f) and (g) will be conducted by professionals and will take into account such multiple criteria as leadership, recommendations of teachers, special hardships, competitiveness of high school, the University's need for ethnic and cultural diversity, and the extent to which an academic program is impacted.
- i. Admit all nonresident freshman applicants in the top 25% of their high school class with a minimum SAT score of 1100 or minimum ACT score of 27 as permitted under State law. The President has the authority to raise these required scores if necessary.
- j. Admit all applicants who are holders of bona fide U. T. Austin scholarships designated by the President.
- k. Admit all resident and nonresident transfer applicants with fewer than 54 semester credit hours and a minimum grade point average of 3.00; admit all resident and nonresident transfer applicants with 54 semester credit hours or more and a minimum 2.50 grade point average. Transfer applicants with fewer than 30 hours will be required to meet the same criteria as new freshman applicants.
- l. Texas residents graduating from Texas high schools with the requisite units of high school credit, but not meeting the requirements for regular admission, may be considered for provisional freshman admission in the Summer or Spring terms immediately following graduation from high school, provided they have not enrolled for credit at any other college or university since graduation.

Provisionally admitted students must complete four courses for a minimum total of twelve semester credit hours with no grades below "C" and at least one grade of "B" or higher in that Summer Session or Spring Semester to be eligible to continue beyond that Summer Session or Spring Semester. All students must register for English 306 unless they already have credit for the course or qualify for credit on the basis of a placement examination. The remaining three or four courses must be chosen from at least three of the following groups:

Group I	Foreign Language	
Group II	Mathematics	
Group III	Anthropology	History
	Classics	Linguistics
	Economics	Philosophy
	Geography	Psychology
	Government	Sociology
Group IV	Astronomy	Geology
	Biology	Microbiology
	Botany	Physics
	Chemistry	Zoology
	Computer Sciences	

A provisionally admitted student will be required to register according to the published schedule and to participate in an orientation program at the time of registration.

- m. All applicants for regular or provisional freshman admission or for transfer admission with fewer than thirty transferable semester credit hours are required to meet the high school unit requirements: four units of English, two units in a single foreign language, three units of mathematics at the level of algebra I or higher, two units of physical science, three units of social science and one and one-half units of elective courses.
- n. The application deadline for all seeking admission for the Fall Semester is March 1.
- o. With approval of the U. T. Board of Regents, individual schools and colleges may institute higher admission requirements where limitations on faculty and facilities do not permit the acceptance of all qualified applicants. In such cases, priority will be given to the applicants with the higher overall academic achievement and potential and earlier date of application.
- p. Under compelling circumstances, the President may revise application deadlines or criteria for admission as reasonably necessary to stabilize enrollment, increase the academic quality and diversity of the student body, and maintain access to the University for qualified Texas resident students.

The first provisional students to be affected by these amendments to the Undergraduate Admissions Policy will be students admitted provisionally for the Spring Semester 1989.

See Page 20 related to the U. T. System Provisional Admission Program Policy.

It was ordered that the next appropriate catalog published at U. T. Austin be amended to conform to this action.

3. U. T. Austin: Appointments to Endowed Academic Positions in the (a) College of Engineering, (b) College of Fine Arts, (c) School of Law, (d) College of Liberal Arts and (e) College of Natural Sciences Effective as Indicated.--The Board approved the following initial appointments to endowed academic positions at The University of Texas at Austin effective as indicated with the understanding that professors will vacate any currently held endowed positions on the effective date of the new appointment unless otherwise noted:

a. College of Engineering

- (1) Dr. Fred W. Glover, John King Professional Chair of Management and Information Systems and Director of the Center for Applied Artificial Intelligence, University of Colorado, Boulder, Colorado, to the Fifth Cockrell Family Regents Chair in Engineering from January 16, 1989 to May 31, 1989 only
- (2) Dr. Yu-Chi Ho, Gordon McKay Professor of Engineering and Applied Mathematics, Harvard University, Cambridge, Massachusetts, to the Seventh Cockrell Family Regents Chair in Engineering from October 24, 1988 to November 4, 1988 only
- (3) Dr. Jacob A. Abraham, Professor of Electrical and Computer Engineering and Computer Science, University of Illinois, Urbana, Illinois, to the Eighth Cockrell Family Regents Chair in Engineering effective September 1, 1988

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

- (4) Dr. Herbert H. Woodson, Dean and holder of the Ernest H. Cockrell Centennial Chair in Engineering, to the Dean's Chair for Excellence effective September 1, 1988

See Page 78 related to redesignation of this Chair.

Dean Woodson will retain his appointment to the Ernest H. Cockrell Centennial Chair in Engineering.

- (5) Dr. Isaac C. Sanchez, Research Fellow, Alcoa Laboratories, Alcoa Center, Pennsylvania, to the Matthew Van Winkle Regents Professorship in Chemical Engineering effective September 1, 1988

b. College of Fine Arts

- (1) Dr. Richard Shiff, Professor of Art, University of North Carolina at Chapel Hill, Chapel Hill, North Carolina, to the Effie Marie Cain Regents Chair in Art effective January 16, 1989
- (2) Mr. Raymond D. Crisara, Professor, Department of Music, to the Frank C. Erwin, Jr. Centennial Professorship in Fine Arts effective September 1, 1988
- (3) Dr. Linda Schele, Professor, Department of Art, to the John D. Murchison Regents Professorship in Art effective September 1, 1988

c. School of Law effective September 1, 1988

- (1) Mr. Richard S. Markovits, Marrs McLean Professor in Law, to the Baker & Botts Regents Research Professorship in Law

Professor Markovits will retain his appointment to the Marrs McLean Professorship in Law during his one-year appointment to the Baker & Botts Regents Research Professorship in Law.

- (2) Mr. J. Patrick Hazel, Professor of Law, to the Gus M. Hodges Regents Research Professorship in Law for the 1988-89 academic year only
- (3) Mr. Francesco Francioni, Professor of Law, University of Siena, Italy, to the Lewis N. White Centennial Visiting Professorship in Law for the 1988-89 Fall Semester only

d. College of Liberal Arts effective September 1, 1988

- (1) Dr. David W. Galenson, Professor of Economics, University of Chicago, Chicago, Illinois, to the Richard J. Gonzalez Regents Chair in Economic Progress Based on Freedom and Private Enterprise for the 1988-89 Fall Semester only
- (2) Dr. James S. Fishkin, Professor, Department of Government, to the Darrell K. Royal Regents Chair in Ethics and American Society

e. College of Natural Sciences effective September 1, 1988

- (1) Dr. Robert S. Boyer, Mike A. Myers Centennial Professor in Computer Sciences, to the Professorship in Computer Sciences (Fourth)
- (2) Dr. H. Jeff Kimble, Associate Professor, Department of Physics, to the Third Sid W. Richardson Regents Chair in Physics.

4. U. T. Austin: Approval of Amendments to the Guidelines for Matching Grants Under The Regents' Endowed Teachers and Scholars Program.--In order to allow The University of Texas at Austin to base future recommendations for matching funds on overall institutional priorities and ongoing reviews of the developmental plans for the several colleges and schools and to afford U. T. Austin and the U. T. Board of Regents the best potential to react quickly to unique development opportunities, the Board amended the Guidelines for Matching Grants Under The Regents' Endowed Teachers and Scholars Program to read as set out below:

GUIDELINES FOR MATCHING GRANTS UNDER
THE REGENTS' ENDOWED TEACHERS AND SCHOLARS PROGRAM
THE UNIVERSITY OF TEXAS AT AUSTIN

Subject to the availability of matching funds, the President of U. T. Austin, the Executive Vice Chancellor for Academic Affairs and the Chancellor of the U. T. System shall make recommendations to the U. T. Board of Regents for the matching of individual private grants to endow faculty positions with Available University Fund monies under The Regents' Endowed Teachers and Scholars Program pursuant to the following guidelines:

- (1) that matching monies be available only for grants from private sources in amounts that will, at a minimum, fully fund one of the endowed academic positions provided for in Section 3, Chapter I, Part Two of the Regents' Rules and Regulations as the section now reads or as it later may be amended;
- (2) that once the condition in (1) above is met, the Board of Regents agrees to match, on a variable ratio (which ratio may not exceed one dollar of matching funds for each dollar of gift funds) to be recommended by the President of The University of Texas at Austin. The President's recommended rate of matching will be on the basis of institutional priorities as well as an evaluation of the developmental needs for colleges and schools;
- (3) that matching in an academic year is to be limited to the amount budgeted for that year with eligible gifts beyond the budgeted amount to have priority for matching in subsequent years;

- (4) that, other than the matching of private grants with Available University Fund monies, all provisions of Section 3, Chapter I, Part Two of the Regents' Rules and Regulations, as that section now reads or as it later may be amended, will be in full force and effect;
- (5) that the investment procedures for the endowments established under The Regents' Endowed Teachers and Scholars Program be the same as those established for other endowments of academic positions;
- (6) that The Regents' Endowed Teachers and Scholars Program, be effective for gifts or pledges received on or after September 1, 1987, and except as provided in (7) below, on or before August 31, 1989;
- (7) that matching monies made available under The Regents' Endowed Teachers and Scholars Program, be available for matching pledges made on or before August 31, 1989, if the pledges are to be fulfilled during the two-year period following August 31, 1989;
- (8) that matching monies made available under The Regents' Endowed Teachers and Scholars Program, be available for matching testamentary grants, insofar as the terms of the last will and testament of the donor, the wishes of the donor as determined by the last will and testament, and these guidelines are in harmony;
- (9) that payments of pledges for the establishment of endowed positions be matched as received if the first amount paid is at least equivalent to the value of the smallest endowed academic position provided for in the Regents' Rules and Regulations with the provision that, should any subsequent pledge not be received, the endowed academic position established pursuant to the original pledge will be reduced to a level or levels equivalent to the value of payments received and in hand at the time the pledges cease to be paid; and
- (10) that potential donors be informed that for such time as an endowed professorship is unfilled by regular appointment, annual or semester appointments in the same academic area may be made to a fellowship that bears the name of the endowed professorship.

5. U. T. Austin: Authorization to Establish a Graduate Program in Marine Sciences and to Submit the Proposal to the Coordinating Board for Approval (Catalog Change).--In order to respond to the need for trained marine scientists in Texas, the U. S. and the international community and to use the quality resources currently available to meet this recognized need, authorization was given to establish a graduate program (to include both Master of Arts and Doctor of Philosophy degrees) in Marine Sciences at The

University of Texas at Austin and to submit the proposal to the Texas Higher Education Coordinating Board for approval. If approved by the Coordinating Board, implementation will be for Fall 1989.

This graduate degree program, which is to be administered by the Department of Marine Studies at U. T. Austin, will offer comprehensive instruction and research opportunities in the four primary marine science subdisciplines: (a) Marine Biology, (b) Marine Chemistry, (c) Marine Geology and (d) Physical Oceanography.

The objectives will be accomplished with course work on the U. T. Austin campus and at Port Aransas, Texas, and through research cruises and day-to-day contact with marine systems at Port Aransas. The program will make effective instructional use of the Marine Science Institute facilities and staff which are currently used primarily for research.

Current personnel, supplies and materials, library resources, equipment and facilities are satisfactory to initiate the program.

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

6. U. T. Austin: Approval of Amendments to the Students' Association Constitution.--Upon recommendation of the Academic Affairs Committee, the Board approved the following amendments to the Students' Association Constitution at The University of Texas at Austin:
- a. Changed the name of the Senate to "Student Assembly" (Article IV)
 - b. Lowered the 2.5 minimum grade point average for members of the Student Assembly to 2.0 (Article IV, Section 4.11)
 - c. Added the Chair of the Cabinet of College Councils as an Executive Officer of the Students' Association (Article V, Section 5.5)
 - d. Created a new Executive Officer position titled "Director of Student Services" (Article V, Section 5.6)
 - e. Created a new Executive Officer position titled "Attorney General" (Article V, Section 5.8)
 - f. Revised the selection process for the Judicial Commission (Article VI)
 - g. Redefined requirements for initiatives, referendums and amendments (Article IX and Article X)
 - h. Eliminated the provision for creating a new constitution.

The Students' Association Constitution, as amended, is set out in its entirety on Pages 29 - 37.

STUDENTS' ASSOCIATION CONSTITUTION
THE UNIVERSITY OF TEXAS AT AUSTIN

Preamble

We, the students of The University of Texas at Austin, in order to provide an official and representative student organization to investigate student problems and take appropriate action, to provide the official voice through which student opinion may be expressed, to encourage the development of responsible student participation in the overall policy and decision making process of the University community, to provide means for responsible and effective participation in the organization of student affairs, do establish this Constitution for the Students' Association of The University of Texas at Austin.

Article I: Membership

1.1 This organization of students of The University of Texas at Austin shall be known as the Students' Association of The University of Texas at Austin, which shall be herein referred to as the Students' Association.

1.2 All students enrolled at The University of Texas at Austin, as so defined by the Office of the Registrar of The University of Texas at Austin, shall be members of the Students' Association.

Article II: Organization

2.1 The governing body of the Students' Association shall consist of: the Student Assembly, the Executive Officers, and the Judicial Branch.

2.2 No person shall be a member of the Judicial Branch while serving as an Executive Officer or in the Student Assembly.

2.3 No person shall serve concurrently as a Student Representative and an Executive Officer.

2.4 A student shall hold only one (1) elective Students' Association office at a time.

2.5 No student shall run for more than one (1) Students' Association office in the same election.

Article III: Funding

The Students' Association shall receive funding from the mandatory Student Services Fee. Funding may also be generated through optional student fees in accordance with approved procedures for optional Student Services Fees. Additional revenue may be generated as the Students' Association deems appropriate or necessary in accordance with established University policy.

Article IV: The Student Assembly

4.1 Membership

4.11 An undergraduate student candidate for the Student Assembly shall be a student enrolled at The University of Texas at Austin, shall not be on scholastic or disciplinary probation, and shall have completed twelve (12) semester hours in residence at The University of Texas at Austin at the time of filing. A graduate student candidate for the Student Assembly shall be a student enrolled at The University of Texas at Austin, shall not be on scholastic or disciplinary probation, and shall have completed nine (9) semester hours in residence at The University of Texas at Austin at the time of filing. Except for Representatives-at-large, Student Representatives must be enrolled in the college or school which they represent while filing and while holding office. Except for graduating students who shall be required to take only those courses needed for graduation, all undergraduate Student Representatives must be registered for at least twelve (12) semester hours at the time of filing and while holding office, and all graduate Student Representatives must be registered for at least nine (9) semester hours at the time of filing and while holding office.

4.12 Each undergraduate college shall have one (1) Representative for each two thousand (2,000) undergraduate students enrolled in said undergraduate college, to be elected by the students enrolled in said undergraduate college. The Graduate School, the Graduate School of Business, the School of Law, and the Lyndon Baines Johnson School of Public Affairs shall have one (1) Representative for each two thousand (2,000) students enrolled in said graduate school, to be elected by the students enrolled in said school. Enrollment figures from the preceding fall shall be used to determine the number of Representatives each college or school shall have for the following year. For the determination of this figure, a majority portion of two thousand (2,000) (i.e., 1,001) shall be used.

4.13 Each undergraduate college, the Graduate School, the Graduate School of Business, the School of Law, and the Lyndon Baines Johnson School of Public Affairs shall be allotted at least one (1) Representative.

4.14 Twelve (12) students shall serve as Representatives-at-large, to be elected by the members of the Students' Association. Four (4) of these positions shall be one-year terms. Eight (8) of these positions shall be two-year terms, four (4) to be elected each year.

4.15 Except for two-year Representatives-at-large, Student Representatives shall serve a one-year term.

4.16 Each Student Representative shall have one (1) vote.

4.17 The Executive Officers of the Students' Association shall be members of the Student Assembly, ex-officio without vote, except for the President of the Student Assembly, who shall vote in the case of a tie.

4.18 An Advisor for Black Affairs shall be chosen by the registered Black student organizations and shall serve a one-year term as an advisor to the President and as a member of the Student Assembly, ex-officio without vote.

4.19 An Advisor for Hispanic Affairs shall be chosen by the registered Hispanic student organizations and shall serve a one-year term as an advisor to the President and as a member of the Student Assembly, ex-officio without vote.

4.1(10) An Advisor for International Student Affairs shall be chosen by the registered international student organizations and shall serve a one-year term as an advisor to the President and as a member of the Student Assembly, ex-officio without vote.

4.1(11) An Advisor for Asian American Student Affairs shall be chosen by the registered Asian American student organizations and shall serve a one-year term as an advisor to the President and as a member of the Student Assembly, ex-officio without vote.

4.2 Vacancies

4.21 A vacancy in a Representative position from a college or school shall be filled by appointment from the student organization within said college or school that has representation on the Cabinet of College Councils. In the absence of such a student organization, or in the event of a vacancy in a Representative-at-large position, the President shall fill the vacancy by appointment, subject to the approval of the Student Assembly.

4.22 All appointed Student Representatives must meet the same requirements as the elected members of the Student Assembly.

4.23 Student Representative positions filled by appointment are temporary and are to be filled by election in either the November or March election.

4.3 Duties and Responsibilities

4.31 The Student Assembly shall be responsible for expressing students' views.

4.32 The Student Assembly shall be responsible for the prudent distribution of Students' Association monies. All allocations of Students' Association monies must be approved by the Student Assembly.

4.33 All appointments by the President of the Students' Association must be approved by the Student Assembly. Any appointment approved by the Student Assembly may be reversed by a two-thirds (2/3) majority of the total voting membership of the Student Assembly.

4.34 The Student Assembly shall enact an Election Code for the orderly conduct of elections. No election rule may be enacted within four (4) weeks prior to an election.

4.35 The Student Assembly shall have the power to create any appointive office or committee deemed necessary.

4.36 Bylaws of this Constitution must be enacted by a two-thirds (2/3) majority of the total voting membership of the Student Assembly.

4.37 The Student Assembly shall establish and follow its own rules of procedure.

4.38 The Student Assembly shall maintain a journal of its proceedings.

4.4 Meetings

4.41 The Student Assembly shall meet at least once every three (3) weeks during the fall and spring semesters.

4.42 A quorum shall consist of two-thirds (2/3) of the Student Representatives currently holding office, and no formal action can be taken without a quorum present.

4.43 Special Meetings of the Student Assembly can be called by the Students' Association President or by written request of one-third (1/3) of the total voting membership of the total Student Assembly.

Article V: Officers

5.1 The Executive Officers of the Students' Association shall consist of the President, the Vice President, the Chair of the Cabinet of College Councils, the Director of Student Services, the Financial Director, and the Attorney General.

5.2 Except for the President, Vice President and graduating students who shall be required to take only those courses needed for graduation, each undergraduate Executive Officer must be enrolled in at least twelve (12) semester hours while serving. Each graduate Executive Officer must be enrolled in at least nine (9) hours while serving. Executive Officers must not be on disciplinary probation and must have a minimum GPA of 2.5 at the time of filing or appointment and while holding office.

5.3 The President

5.31 A candidate for President must be a student enrolled at The University of Texas at Austin, must have completed at least thirty-six (36) semester hours in residence at The University of Texas at Austin, and must not be on disciplinary probation at the time of filing and while holding office. An undergraduate candidate must be registered for at least twelve (12) semester hours, and a graduate candidate must be registered for at least nine (9) semester hours in the semester preceding and during filing. During term of office, the President must be registered for at least six (6) semester hours.

5.32 The President shall be elected by the members of the Students' Association and shall serve a one-year term.

5.33 The President shall faithfully execute all acts of the Student Assembly; represent the students to the Board of Regents; serve on, or send a representative to, the committees, boards, and legislative bodies of which the President is a member. This shall include membership on the University Council, the Cabinet of College Councils, the Student Services Fees Advisory Committee, the Texas Union Board of Directors, and the Texas Student Publications Board of Operating Trustees.

5.34 The President shall make all appointments necessary and proper. The President shall appoint, subject to the approval of the Student Assembly, students to serve on the Student Services Fees Advisory Committee, the University Council, and the Texas Union Board of Directors.

5.35 The President shall forward to the President of the University the names of students to serve as members of the standing committees of the General Faculty and the Presidential Committees as provided in established University policy.

5.36 The President of the Students' Association shall have the power to call a special meeting of the Student Assembly.

5.37 The President of the Students' Association shall have the power to call special elections.

5.38 The President shall perform any and all duties properly incumbent upon the chief executive of the Students' Association.

5.39 The President or the President's delegate shall preside over meetings of the Student Assembly.

5.4 The Vice President

5.41 A candidate for Vice President must be a student enrolled at The University of Texas at Austin, must have completed at least thirty-six (36) semester hours in residence at The University of Texas at Austin, and must not be on disciplinary probation at the time of filing. An undergraduate candidate must be registered for at least twelve (12) semester hours, and a graduate candidate must be registered for at least nine (9) semester hours in the semester preceding and during filing. During term of office, the Vice President must be registered for at least six (6) semester hours.

5.42 The Vice President shall be elected by the members of the Students' Association, shall serve a one-year term, and shall succeed to the Presidency in case of death, resignation, or removal of the President.

5.43 If the position of Vice President becomes vacant, the position shall be filled at the next election.

5.44 The Vice President shall monitor the progress of the standing committees of the General Faculty and the Presidential Committees.

5.45 The Vice President shall serve as a member of the University Council and the Student Services Fees Advisory Committee.

5.46 The Vice President shall assist the President with assigned responsibilities.

5.5 The Chair of the Cabinet of College Councils

5.51 The Chair of the Cabinet of College Councils, as an Executive Officer of the Students' Association, shall faithfully execute all projects mandated by the Student Assembly concerning academic affairs, shall establish and maintain an open and active committee structure, and shall serve as a member of the University Council.

5.52 If the Chair of the Cabinet of College Councils is removed as an Executive Officer of the Students' Association, the President of the Students' Association, subject to a two-thirds (2/3) approval of the Student Assembly, shall appoint a person to direct academic projects for the remainder of the term.

5.6 The Director of Student Services

5.61 The Director of Student Services shall be appointed by the President of the Students' Association, subject to a two-thirds (2/3) approval of the Student Assembly, and shall serve a one-year term.

5.62 The Director of Student Services shall faithfully execute all projects mandated by the Student Assembly concerning student services, and shall establish and maintain an open and active committee structure.

5.7 The Financial Director

5.71 The Financial Director shall be appointed by the President of the Students' Association, subject to the two-thirds (2/3) approval of the Student Assembly, and shall serve a one-year term.

5.72 The Financial Director shall manage the finances of the Students' Association according to University rules and regulations, assist the President in developing the annual budget and fiscal reports, present the annual budget to the Student Services Fees Advisory Committee, and investigate additional revenue sources.

5.8 The Attorney General

5.81 The Attorney General shall be appointed by the President of the Students' Association, subject to a two-thirds (2/3) approval of the Student Assembly, and shall serve a one-year term.

5.82 The Attorney General shall ensure the enforcement of the rules of the Students' Association, investigate complaints concerning the violation of the rules of the Students' Association, and represent the Students' Association before the Judicial Commission and the Appellate Court.

Article VI: The Judicial Branch

6.1 The Judicial Branch of the Students' Association shall consist of the Judicial Commission and the Appellate Court.

6.2 The Judicial Commission

6.21 The Judicial Commission shall consist of seven (7) members. An undergraduate student candidate for membership on the Judicial Commission must be a student at The University of Texas at Austin, must have completed at least twelve (12) semester hours in residence at The University of Texas at Austin, and must not be on scholastic or disciplinary probation at the time of filing and while serving. A graduate student candidate for membership on the Judicial Commission must be a student at The University of Texas at Austin, must have completed at least nine (9) semester hours in residence at The University of Texas at Austin, and must not be on scholastic or disciplinary probation at the time of filing and while serving.

6.22 Candidates for the Judicial Commission shall apply to the Judicial Selection Committee. This committee shall be composed of the University Ombudsman; the Students' Attorney; the Dean of Students; the Vice President of the Students' Association; the President of the Student Bar Association; and the Chair of the Judicial Commission, ex-officio without vote. Each of these members may appoint a representative to serve on the Judicial Selection Committee in his or her place. The Judicial Selection Committee shall select the seven (7) members of the Judicial Commission, subject to the approval of the Student Assembly. The Judicial Selection Committee shall forward these selections to the Student Assembly by the first Monday in May. If a position on the Judicial Commission becomes vacant, the position shall be filled at the earliest possible date according to the procedure by which members of the Judicial Commission are selected.

6.23 In the first year of this Constitution, the Judicial Selection Committee shall select seven (7) Judicial Commissioners. Four (4) of these shall serve two-year terms; three (3) shall serve one-year terms.

Thereafter, the Judicial Selection Committee shall select four (4) Judicial Commissioners on even numbered years and three (3) Judicial Commissioners on odd numbered years. After the first year of this Constitution, all Judicial Commissioners shall serve two-year terms.

6.24 The Judicial Commission shall elect a Chair by the end of the Spring Semester.

6.25 The Judicial Commission shall have sole original jurisdiction in all cases arising under this Constitution and its associated rules and regulations.

6.26 The Judicial Commission shall determine the validity of all petitions filed with the Students' Association for referendum, initiative, or constitutional amendment.

6.27 A quorum shall consist of five (5) members of the Judicial Commission and no formal action can take place without a quorum present.

6.28 The Judicial Commission shall maintain a journal of its proceedings.

6.29 The Judicial Commission shall establish its own rules of procedure.

6.3 The Appellate Court

6.31 The membership of the Appellate Court shall consist of two (2) students of the School of Law and one (1) faculty member of the School of Law, all appointed by the Dean of the School of Law and the President of the Student Bar Association.

6.32 Members of the Appellate Court shall serve a one-year term, beginning the first Monday in April.

6.33 The Appellate Court shall have appellate jurisdiction in all cases heard by the Judicial Commission.

6.34 A quorum shall consist of all three (3) members of the Appellate Court and no formal action can take place without a quorum present.

6.35 The Appellate Court shall maintain a journal of its proceedings.

6.36 The Appellate Court shall elect its own chair and establish its own rules of procedure.

Article VII: Elections

7.1 The general election shall be held on two (2) consecutive weekdays in the first week of March.

7.2 To fill vacancies, a special election shall be held in November.

7.3 Each student may cast one (1) vote for President, one (1) vote for Vice President, and one (1) vote per candidate for up to the number of Representative seats available for the respective school or at-large position.

7.4 The candidate(s) receiving the highest number of votes for the Student Representative seat(s) available shall be certified in the respective position. A candidate for President or Vice President must receive a majority of the votes cast in his or her respective race to be certified.

7.5 The Election Supervisory Board

7.51 The President shall appoint a Chair of the Election Supervisory Board, subject to the approval of the Student Assembly, who shall serve a one-year term. The Chair of the Election Supervisory Board must be a

student enrolled at The University of Texas at Austin and must not be on disciplinary or scholastic probation while holding office.

7.52 The Chair of the Election Supervisory Board shall assemble an Election Supervisory Board consisting of no less than eight (8) students. Each member of the Election Supervisory Board must be a student enrolled at The University of Texas at Austin and must not be on disciplinary or scholastic probation while holding office.

7.53 The Election Supervisory Board shall oversee and conduct all elections arising under this Constitution or referred to it by other University policy-making boards or administrative bodies.

Article VIII: Removal

8.1 Executive Officers, Student Representatives, and members of the Judicial Commission may be removed from office for failure to fulfill the duties and responsibilities mandated either in this Constitution or in the Bylaws of the Students' Association.

8.2 A three-fourths (3/4) majority of the total voting membership of the Student Assembly shall be necessary to remove an Executive Officer, a Student Representative, or a member of the Judicial Commission from office. A three-fourths (3/4) majority of the total voting membership of the Student Assembly shall be sufficient to reinstate an Executive Officer, a Student Representative, or a member of the Judicial Commission to office for the remainder of his or her original term.

8.3 The Chair of the Appellate Court shall preside at such removal proceedings, which shall be open to the public.

Article IX: Initiative and Referendum

9.1 Members of the Students' Association, upon petition of a number of students equal to thirty percent (30%) of the total number of ballots cast in the last Students' Association election, shall have the right of statutory initiative.

9.2 Members of the Students' Association, upon petition of a number of students equal to ten percent (10%) of the total number of ballots cast in the last Students' Association election, shall have the right of referendum.

9.3 The Student Assembly, by majority vote, may refer any past or pending action to the members of the Students' Association for a vote at the next scheduled election.

Article X: Amendments

10.1 Any amendment to this Constitution proposed within the Student Assembly must be passed by two-thirds (2/3) majority of the total voting membership of the Student Assembly. Such items shall be presented to the members of the Students' Association for a vote at the next scheduled election. If the amendment receives a majority of the ballots cast, the President of the Students' Association shall forward the amendment to the proper University authorities within one (1) week.

10.2 Members of the Students' Association, upon petition of a number of students equal to thirty percent (30%) of the total number of ballots cast in the last Students' Association election, shall have the right of constitutional initiative. Such items shall be presented to the members of the Students' Association for a vote at the next regularly scheduled election. If the amendment receives a majority of the ballots cast, the President of the Students' Association shall forward the amendment to the proper University authorities within one (1) week.

10.3 Any proposed amendment to this Constitution shall be made available for public inspection at least two (2) weeks prior to the election. A proposed amendment, together with the parts of the Constitution affected, shall be published in The University of Texas at Austin student newspaper at least one (1) week prior to the election.

Article XI: General Provisions

11.1 Every elected official of the Students' Association, before entering upon the execution of his or her duties of office shall take the following oath or affirmation: "I do solemnly swear (or affirm) that I will faithfully uphold the Constitution of the Students' Association." All elected officials shall be sworn in on the first Monday in April.

11.2 The beginning of an elected officer's term shall be determined upon taking the prescribed oath of office. All requirements and qualifications of eligibility to run for and take office must be maintained to this point, after which the requirements to maintain eligibility shall go into effect.

11.3 There shall be no constitutional provision requiring a minimum number of voters participating in any general election or special election in order to validate that election.

11.4 This Constitution and its associated rules and regulations, and amendments thereto are subject to provisions of the Rules and Regulations of the Board of Regents of The University of Texas System.

11.5 No expenditures shall be allowed that would result in a deficit in any Students' Association account.

11.6 All officials elected under the requirements of the previous constitution which this Constitution supersedes, shall remain in their corresponding offices and exercise their corresponding duties and responsibilities as set forth in this Constitution until their terms of office have expired.

11.7 This Constitution supersedes all previous constitutions of the Students' Association, and its ratification nullifies all pending amendments to the current constitution. This Constitution shall take immediate effect when it shall have been ratified by a majority of ballots cast in an election by the members of the Students' Association and approved by the appropriate University authorities.

7. U. T. Austin: Authorization to Change Voluntary Student Health Insurance Rates with The United Insurance Companies, Inc., Irving, Texas, Effective with the Fall Semester 1988 (Catalog Change).--The Board approved a Voluntary Student Services Fee for The University of Texas at Austin of \$304 per single student for 12 months for Voluntary Student Health Insurance with The United Insurance Companies, Inc., Irving, Texas, to be effective with the Fall Semester 1988.

The single student policy is for \$25,000 maximum coverage and includes a \$200 deductible. Dependent coverage and/or catastrophic medical coverage (maximum \$100,000) may be purchased as additional options. Prorated policies may also be purchased for Spring Semester and/or Summer Session. Dependent and catastrophic coverage rates are as follows:

	<u>Full Year</u>
Student	\$ 304
Student/Spouse	792
Student/Child(ren)	754
Student/Spouse/Child(ren)	1,229
Catastrophic Coverage	200/person covered

At the February 1988 meeting of the U. T. Board of Regents, a Voluntary Student Health Insurance Fee of \$285 per single student for 12 months was approved for U. T. Austin to be effective for the Fall Semester 1988. Due to a projected loss ratio of almost two dollars for each premium dollar collected during the current fiscal year, the insurance carrier notified U. T. Austin that maintenance of the approved premiums would require renegotiation of the terms of the policy. Consequently, U. T. Austin rebid the student health insurance policy and received new bids that exceeded the previously approved fee.

It was ordered that the next appropriate catalog published at U. T. Austin be amended to conform to this action.

8. U. T. Austin: Approval to Name Room 2.104F in the School of Nursing Building the Billye J. Brown Conference Room (Regents' Rules and Regulations, Part One, Chapter VIII, Section 1, Subsection 1.2, Naming of Facilities Other Than Buildings).--In accordance with the Regents' Rules and Regulations, Part One, Chapter VIII, Section 1, Subsection 1.2, relating to the naming of facilities other than buildings, approval was given to name Room 2.104F in the School of Nursing building at The University of Texas at Austin the Billye J. Brown Conference Room.

The naming of this room was unanimously endorsed by the School of Nursing Foundation Advisory Council and is to recognize the contributions and leadership of Dr. Billye J. Brown as the first and only dean of U. T. Austin's School of Nursing.

9. U. T. Austin: Permission for Dr. Dale E. Klein to Serve as a Member of the Monitored Retrievable Storage System (MRS) Commission [Regents' Rules and Regulations, Part One, Chapter III, Section 13, Subsections 13.(10) and 13.(11)].--Permission was granted for Dr. Dale E. Klein, Associate Professor of Mechanical Engineering, Director of the Nuclear Engineering Teaching Laboratory and Deputy Director of the Center for Energy Studies at The University of Texas at Austin, to serve as a member of the Monitored Retrievable Storage System (MRS) Commission.

Dr. Klein's appointment to this Commission by U. S. House of Representatives Speaker Jim Wright is of benefit to the State of Texas, creates no conflict with his regular duties and is in accordance with approval requirements for positions of honor, trust, or profit provided in Article 6252-9a of Vernon's Texas Civil Statutes, and Part One, Chapter III, Section 13, Subsections 13.(10) and 13.(11) of the Regents' Rules and Regulations.

10. U. T. El Paso: Approval of Memorandum of Agreement with the Pontificia Universidad Catolica del Peru, Lima, Peru, and Authorization for the Executive Vice Chancellor for Academic Affairs to Execute Agreement.--The Board, upon recommendation of the Academic Affairs Committee, approved the memorandum of agreement set out on Pages 40 - 42 by and between The University of Texas at El Paso and the Pontificia Universidad Catolica del Peru, Lima, Peru.

Further, the Executive Vice Chancellor for Academic Affairs was authorized to execute this agreement on behalf of the U. T. Board of Regents with the understanding that any and all specific agreements arising from this general agreement are to be submitted for prior administrative review and subsequent approval as required by the Regents' Rules and Regulations.

This agreement, executed by the appropriate officials of the institution and facility to be effective upon approval by the U. T. Board of Regents, will promote academic and research cooperation between the two institutions.

MEMORANDUM OF AGREEMENT

The Board of Regents of The University of Texas System on behalf of The University of Texas at El Paso, a component institution of The University of Texas System, an agency of the State of Texas, United States of America, and the Pontificia Universidad Catolica del Peru enter into the following agreement on the date of execution of this MEMORANDUM OF AGREEMENT, as indicated below:

WHEREAS the two educational institutions are culturally and geographically linked and both institutions are concerned with scientific, and technical research, and

WHEREAS the academic resources of these institutions represent opportunities for cooperative and complementary exchange in a spirit of international cooperation,

IT IS MUTUALLY AGREED AS FOLLOWS:

Section 1. Goals

It is to the mutual benefit of each institution that an effort toward the realization of these opportunities be initiated, and therefore that the following general goals be established:

- (a) cooperation in fields of mutual interest which include, but are not limited to the physical and biological sciences, engineering, and administration;
- (b) exchange of faculty and researchers for defined periods of time;
- (c) team teaching of seminars, professional development or teaching methods courses, and specialized technical training courses;

- (d) exchange of faculty, administrators, and students;
- (e) sharing of cultural and social experiences;
- (f) exchange of pedagogical equipment and materials;
- (g) reciprocal awarding of scholarships;
- (h) exchange of statistical, technical, and educational data;
- (i) cooperation in research related to problems common to both institutions and the border; and
- (j) other programs that would be mutually beneficial.

Section 2. Planning

Both institutions agree:

- (a) to assign to an administrative entity of each respective University the responsibility for the biennial renewal of this agreement or the negotiation of changes or additional agreements on the development of projects in specific areas of mutual interest, as appropriate and feasible; and
- (b) to plan ways to make available, to the extent possible, resources of the respective institutions for projects under the specific terms of future agreements.

Section 3. Future Agreements

- (a) Future agreements concerning any program agreed to by the two parties shall provide details concerning the specific commitments being made by each party and shall not become effective until they have been put in writing and executed by the duly authorized representatives of the two parties, and approved in writing by the Office of the Chancellor of The University of Texas System.
- (b) Such agreements may be cancelled by either party by giving written notice to the other of its intention to terminate the program.

EXECUTION

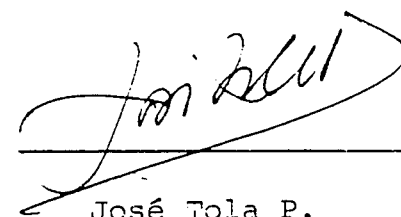
Executed on the 6th day of May, 1988, in duplicate originals.

ATTEST:



Alberto Varillas M.
Secretario General

Pontificia Universidad Catolica
del Peru

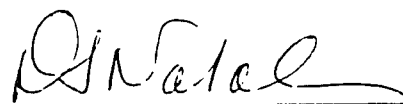
By: 

José Tola P.

Title: Rector

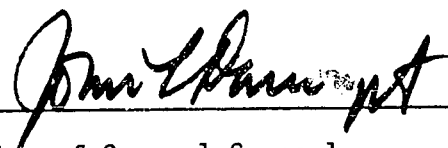
The Board of Regents of The
University of Texas System on
behalf of The University of
Texas at El Paso

Recommend for Approval:



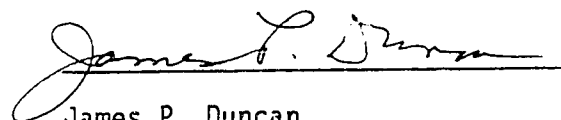
Diana S. Natalicio
President

FORM APPROVED:



Office of General Counsel
The University of Texas
System

CONTENT APPROVED:



James P. Duncan
Executive Vice Chancellor
for Academic Affairs

REPORT AND RECOMMENDATIONS OF THE HEALTH AFFAIRS COMMITTEE
(Pages 43 - 63).--Committee Chairman Yzaguirre reported
that the Health Affairs Committee had met in open session to
consider those items on its agenda and to formulate recommen-
dations for the U. T. Board of Regents. Unless otherwise
indicated, the actions set forth in the Minute Orders which
follow were recommended by the Health Affairs Committee and
approved in open session and without objection by the U. T.
Board of Regents:

1. U. T. Southwestern Medical Center - Dallas, U. T. Medical
Branch - Galveston, U. T. Health Science Center - Houston
and U. T. Health Science Center - San Antonio: Establish-
ment of the Faculty Service, Research and Development Plan
(FSRDP) and Approval of Standard Format for Bylaws of the
Plan for the Schools of Allied Health Sciences Effective
September 1, 1988.--Upon recommendation of the Health
Affairs Committee, the Board established the Faculty Ser-
vice, Research and Development Plan (FSRDP) for the
Schools of Allied Health Sciences at The University of
Texas Southwestern Medical Center at Dallas, The Univer-
sity of Texas Medical Branch at Galveston, The University
of Texas Health Science Center at Houston and The Univer-
sity of Texas Health Science Center at San Antonio effec-
tive September 1, 1988, and approved the standard format
for Bylaws of the Plan as set forth on Pages 44 - 61.

In addition, discretionary provisions of the Plan may be
amended by the component president and then submitted to
the Executive Vice Chancellor for Health Affairs for
approval. Amendments to other provisions of the Plan
must be recommended by the component president, agreed
to by the Council of Health Institutions, concurred in by
the Chancellor and approved by the U. T. Board of Regents.

The Faculty Service, Research and Development Plan (FSRDP)
will provide the faculty of the U. T. System Schools of
Allied Health Sciences with a standardized system for the
collection and use of fees.

BYLAWS
ALLIED HEALTH SCIENCES SCHOOL OF

AT _____
FACULTY SERVICE, RESEARCH AND DEVELOPMENT PLAN

ARTICLE I
PURPOSES

- 1.10 The purpose of the Faculty Service, Research and Development Plan (the "Plan") is to manage and hold in trust the professional income of faculty members of the Plan at the (allied health sciences school) (the "School") of The University of Texas (Health Science Center) at _____ (the "University"). The Plan will contribute to and safeguard the continued growth in excellence of the School and the University. The Plan creates an Institutional Trust Fund. The purposes and operation of the Fund are described in these Bylaws.
- 1.20 An important aspect of the mission of the University and the School is addressing the health care delivery needs of the citizens of Texas. The University and the School encourage the Faculty Services, Research and Development Plan to the extent that it: (1) helps maintain the professional skills of the faculty member; (2) enriches teaching and research activities; (3) enables the institution to attract and retain an outstanding faculty; (4) expands the professional reputation of the departments, the School, and the University; and (5) provides the inspiration for further research. Consistently within this framework, the faculty of the School will make available their special areas of expertise.

ARTICLE II
DEFINITIONS

2.10 TOTAL COMPENSATION

2.11 For purposes of this Plan, "Total Compensation" shall be defined as that total remuneration comprised of salary and other compensation paid to faculty members by the University. Total Compensation shall not be construed to include fringe benefits.

2.20 SALARY

2.21 For purposes of this Plan, "Salary" shall be defined as that part of Total Compensation set forth as "Total Salary" in the annual operating budget of the University, and amendments thereto as approved by the Board of Regents of The University of Texas System upon recommendation of the administration.

2.22 Each Member's Salary shall be determined annually, upon recommendation of his or her (Department Chairman) and the (Dean of the School) with approval of the (President) of the University and the System Administration in accordance with The University of Texas System Budget Rules and Procedures.

2.30 OTHER COMPENSATION

2.31 For purposes of the Plan, "Other Compensation" shall be defined as that part of Total Compensation set forth as an addition to Total Salary in the annual operating budget of the University, and amendments thereto, as approved by the Board of Regents of The University of Texas System upon recommendation of the administration.

2.32 Each Member's "Other Compensation" shall be determined annually, upon recommendation of his or her (Department Chairman) and the (Dean of the School) with approval of the (President) of the University and the System Administration in

accordance with The University of Texas System Budget Rules and Procedures.

- 2.40 For purposes of this Plan, "income" shall be defined as that income deriving from all activities related to an individual's professional competency. No such income may be diverted by the faculty member from the Plan. Examples of income are as follows: (1) professional fees generated within the School, including third-party payments; (2) professional fees from all professional consultations and services; (3) professional fees for reviewing files/patients for insurance companies or attorneys; (4) professional fees for deposition and courtroom testimony; and (5) all other professional income, with the exception of the following: (a) honoraria; and (b) royalties and nonprofessional retainers.

ARTICLE III
ORGANIZATION OF PLAN

3.10 MEMBERSHIP

- 3.11 Membership in the Plan is required of each full-time faculty member in a clinical department who performs professional activities as set out in Article 4.30, except as authorized by the U. T. Board of Regents.
- 3.12 A full-time faculty member in a department who generates income from professional activities must be a Member of the Plan.
- 3.13 (Part-time faculty) may become Members upon recommendation of the Department Chairman and approval of the (Dean of the School) and the (President) of the University.

- 3.14 All Members shall be entitled to participate in the Plan, vote upon all business brought before the Membership of the Plan, and be eligible for any election (or appointment) to any committee of the Plan.
- 3.15 A Member leaving the faculty terminates Membership in the Plan without recourse.
- 3.16 Faculty may not engage in activities prohibited by the Regents' Rules and Regulations governing the employment of faculty of The University of Texas System (particularly, the following chapters and sections of Part One: Chapter III, Section 8; Chapter III, Section 13; Chapter III, Section 18; Chapter III, Section 21; and Chapter VII, Section 3). Generally, these regulations: (1) prohibit the use of University property for private sale of goods and services; (2) discourage outside employment of a regular nature; (3) discourage outside activities that may intrude upon normal academic functions; (4) put forward an obligation to avoid undue competition with legitimate private agencies; (5) require that permission be granted from the University for each request to be absent from usual and normal duties; and (6) require prior approval of the President for outside employment. Faculty will not perform professional services outside the Plan.

3.20 MEETINGS OF MEMBERSHIP

- 3.21 The Membership shall meet in general session (annually, quarterly) at a place designated by the Chairman of the Board of Directors. Notice of the (annual, quarterly) meeting shall be distributed to each Member at least (____) days prior to the meeting.

- 3.22 Special meetings may be called by the (Board, President or Dean) or upon written petition of one-half (1/2) of the Members subject to (____) days notice in writing.
- 3.23 The Chairman of the Board of Directors or in his absence, the (Vice-Chairman) shall preside. The Secretary of the (Board of Directors) shall serve as Secretary of the Plan.
- 3.24 One-half (1/2) of the Membership shall constitute a quorum.
- 3.25 Each Member shall have one (1) vote.
- 3.26 Except where otherwise specified within these Bylaws, (a simple majority) shall constitute a prevailing vote.
- 3.27 Minutes of each meeting shall be prepared by the Secretary, published and circulated to each Member of the Board of Directors and shall be available to each Member upon request.
- 3.28 The rules of order for meetings shall be (the current edition of Robert's Rules of Order).
- 3.30 BOARD OF DIRECTORS (Advisory Board)
- 3.31 The Board of Directors will assume its responsibilities annually on (_____).
- 3.32 The Board of Directors shall be composed as follows:
- A. (President) and (Vice President for Business Affairs) of the University (Ex-Officio nonvoting).
 - B. (Dean of the School).
 - C. The Chairman of each Department, if a Member of the Plan (other statements regarding proxy).
 - D. _____ Members-at-large will be (indicate basis of appointment, election, and so forth).

- E. The Director of the Plan shall be an Ex-Officio Member without vote.
- F. (Others).
- 3.33 The Board of Directors shall be advisory to the (President) of the University on all matters relating to the Plan.
- 3.34 The Board of Directors may create standing and ad hoc committees from the Directors or from the Membership to make recommendations upon specific matters when necessary (committees may also be appointed at request of the Membership by vote and so forth). Appointment to these committees shall be noted in the Minutes of the Board of Directors (include any restriction on membership). The Minutes shall be kept of all committee meetings and recommendations shall be submitted to the Board in writing.
- 3.35 The Board of Directors shall report its activities to the Membership at the (annual, quarterly) meeting.
- 3.36 The Board shall meet at least (annually, quarterly) on call of the (Chairman of the Board, the Dean, the President) or on the written petition of (1/2 or 2/3) of the Members of the Board.
- 3.37 The officers of the Board shall be a Chairman, a Vice-Chairman, and a Secretary.
- 3.38 The officers shall be elected (annually, bi-annually) by the (Board or Membership) at the meeting of the Board in the (____) (first quarter, last quarter, and so forth).
- 3.39 The Chairman and Vice-Chairman shall not serve in the same office more than two (2) consecutive terms but are eligible for re-election after an intervening year. No two (2) elected officers shall be from the same department.
- 3.40 The Terms of office shall be (from ____ to ____ and so forth).
- 3.41 One-half (1/2) of the Board of Directors shall constitute a quorum.

- 3.42 Except where otherwise specified within these Bylaws, a simple majority vote shall prevail.
- 3.43 The Board of Directors shall be responsible for overall supervision of the Plan, including scheduling faculty to ensure that academic standards are maintained within the services of the Plan. The Board of Directors is responsible to the President of the University. The nature of practice activities, as well as the amount of time and the schedule of time devoted to practice activities, shall be recommended by the chair of the Board to the Board of Directors.
- 3.44 It shall be the responsibility of the Board of Directors and each departmental chair/program director (henceforth referred to as "chair") to monitor compliance with the Regents' Rules and Regulations and State statutes. In addition, each chair is responsible for the development of incentives for participation in the Plan, while at the same time ensuring that the academic functions take precedence over all other responsibilities and that there are reasonable upper limits for activities of the Plan.
- 3.45 The Board of Directors shall review activities of the Plan monthly and during the normal program evaluation and budget process. The annual review shall include a historical review of performance, as well as future projections for the September 1 through August 31 fiscal year. Plan activities may terminate at the pleasure of the Board of Directors, but with due consideration for a responsible transition period for patients and clients, and appropriate performance of contractual obligations.

3.50 BUSINESS OPERATIONS

- 3.51 A Business Office shall be maintained for the Plan. It shall be the same office as that of the University's Medical SRDP.

- 3.52 The Director of the Plan shall be the general administrative officer and business manager. The Director and staff shall be under the direction and supervision of the (Vice President for Business Affairs) of the University.
- 3.53 An annual operating budget for all income and expenditures of the Plan shall be prepared and approved in accordance with the Budget Rules and Procedures of the Board of Regents of The University of Texas System.
- 3.54 Financial reports for the Plan shall be prepared by the Director of the Plan and submitted to the (Vice President for Business Affairs) for review and submission to the Board of Directors at each (quarterly) meeting. A copy shall also be submitted to the Executive Vice Chancellor for Health Affairs.
- 3.55 Detailed accounting records of all revenue under the Plan shall be maintained by the Director of the Plan.
- 3.56 The cost of business operations and other expenses incurred in the generation of income shall be paid from income to the Institutional Trust Fund as noted in Article 4.52.
- 3.57 Professional fees shall be centrally billed and collected by the business office for the Plan, in accordance with procedures developed by the Director of the Plan in consultation with the Board and approved by the Vice President for Business Affairs and the (President). All collections will be deposited in the Institutional Trust Fund.

- 3.58 Each chair shall be responsible for recommending budgetary allocations to the Dean and President, where necessary, for approval. Each chair and the Board of Directors shall also monitor operations to assure sound business practices in accordance with the accounting guidelines and regulations of the University.
- 3.59 Each chair and the Board of Directors shall ensure that patient records are maintained in accordance with procedures for medical records.
- 3.60 All professional fees generated prior to a faculty member's terminating employment are the property of the University.
- 3.61 All collections shall be deposited in accordance with accounting procedures of the University.
- 3.62 All operating and salary expenses related to billing activities shall be paid from the Institutional Trust Fund.
- 3.63 Proceeds from the Plan shall be assigned a designated account number by the University accounting department. Monthly financial reports shall be generated by the accounting department and sent to each chair and the Dean of the School.

ARTICLE IV
INSTITUTIONAL TRUST FUND

4.10 COMPOSITION

- 4.11 An Institutional Trust Fund shall be established for the receipt and disbursement of Plan income.
- 4.12 The Institutional Trust Fund shall be composed of one or more component sections as follows:
- A. Business Operation Fund
 - B. Institutional Development Fund
 - C. Institutional Fringe Benefit Fund
 - D. Department Fund (one for each participating department)

4.13 The Institutional Trust Fund and the component sections shall be audited annually in accordance with regulations of The University of Texas System. The cost of said audit shall be paid for from the Business Operation Fund described in Article 4.50.

4.20 _____ to _____ percent (___ - ___%) of the gross collected professional fee income shall be deposited in the Institutional Development Fund of this Plan. (If billing costs are involved, _____ percent (____%) of the collections shall be deposited in the Institutional Development Fund of this Plan and all billing costs shall be paid from this fund; if billing costs are not involved, _____ percent (____%) shall be deposited in the Institutional Development Fund of this Plan.)

4.21 The remaining collected funds shall be deposited in the other fund accounts according to the following percentages and used for the purposes of the named funds:

[describe percentages]

4.22 Records shall be kept of the faculty source of all funds collected, and decisions regarding faculty salaries and fringe benefits shall reflect in part the faculty activities that generate such funds.

4.30 PLAN INCOME

4.31 Pursuant to the Member's contract with the University for participation in the Plan, each Member shall

assign his or her income to the Institutional Trust Fund.

4.32 (If applicable) income can be accepted from voluntary and part-time faculty who are not Members of the Plan, at the discretion of the individual, upon the recommendation of (_____) and approval of the (_____), and the (President) of the University.

4.33 OTHER INCOME

Other income not specifically defined above shall be reported to the (President) or the President's designee for determination as to whether it shall be included as Plan income.

4.40 DETERMINATION OF PROFESSIONAL FEES

4.41 Individual Members of the Plan shall prepare a fee schedule which shall be used for billing purposes, subject to procedures to be determined by the Board of Directors.

4.42 Guidelines for discounting fees will be developed in accordance with U.T. System policies by the Director of the Plan, recommended by the Board of Directors, and approved by the (President). Individual Members may alter or extinguish any charge for professional services at any time prior to billing for such services, or after billing and prior to collection where the initial charge resulted from an incorrect financial classification of patient.

4.50 BUSINESS OPERATION FUND

4.51 The Business Operation Fund shall be expended for the conduct of general administrative and business affairs of the Plan.

4.52 A percentage of the gross income from the Institutional Trust Fund, as needed to fund the approved budget of the business office of the Plan,

shall be deposited each month into the Business Operation Fund.

4.53 Expenditures from the Business Operation Fund shall be subject to the same budget rules and procedures applicable to other funds within the Institutional Trust Fund.

4.60 INSTITUTIONAL DEVELOPMENT FUND

4.61 The Institutional Development Fund shall be expended to enhance and support programs of the University as a whole.

4.62 Additions to the Institutional Development Fund shall result from a distribution of net cash collections as determined by the (President) on an annual basis.

4.63 Expenditures from the Institutional Development Fund shall be at the discretion of the (President). Such expenditures shall also be subject to the same budget rules and procedures applicable to other funds within the Institutional Trust Fund.

4.70 INSTITUTIONAL FRINGE BENEFIT FUND

4.71 If established by the President, the Institutional Fringe Benefit Fund shall be expended for basic fringe benefits, and may include supplemental retirement benefits for faculty members of the School.

4.72 Additions to the Institutional Fringe Benefit Fund shall result from a distribution of net cash collections deposited in the Institutional Trust Fund. Such distribution shall be in such amount as may be necessary to cover the basic Fringe Benefit Program plus appropriate reserves.

4.73 Expenditures from the Institutional Fringe Benefit Fund shall be made at the recommendation of the Board of Directors subject to approval of the (President). Such expenditures shall also be subject to the same

budget rules and procedures applicable to other funds within the Institutional Trust Fund.

4.74 Expenditures allowable from the Institutional Fringe Benefit Fund shall be subject to the guidelines issued by the Executive Vice Chancellor for Health Affairs.

4.80 DEPARTMENT FUND

4.81 An individual Department Fund shall be established for each department in the School. Department Funds shall be expended in support of faculty compensation, approved fringe benefits, Professional Liability Insurance, and functions related to teaching, research and patient-care activities.

4.82 Additions to the Department Fund shall result from a distribution of net cash collected and deposited in the Institutional Trust Fund. Such distribution shall be the remaining balance of said net income after the distributions to the Development Fund and the Fringe Benefit Fund.

4.83 Expenditures from the Department Fund shall be under the direction of each Chairman in accordance with those items allowable per Section 4.84. Such expenditures shall also be subject to the same budget rules and procedures applicable to other funds within the Institutional Fund.

4.84 Expenditures allowable from the Department Fund shall be detailed in an Appendix to the Plan.

4.85 Benefits provided pursuant to 4.71 and 4.81 which are determined by the System Administration to be taxable to the individual Member shall be subject to withholding and reported pursuant to the rules and regulations of the Internal Revenue Service.

4.86 Fringe Benefits authorized by the Chancellor shall be set out in an Appendix to the Plan.

4.87 The fringe benefits provided to each Member shall be designated by the (President) from among those

authorized by the Chancellor upon recommendation by the Dean and department Chairman. Members shall not have the authority to determine which fringe benefits they shall receive.

ARTICLE V
GENERAL PROVISIONS

5.10 ETHICS

- 5.11 The principles of applicable codes of ethics are accepted as the governing code of ethics by the members of the Plan.
- 5.12 Should the principles of ethics be found to be in conflict with the Constitution or laws of the State of Texas or the United States of America, they shall not apply to the extent of the conflict.

5.20 AMENDMENTS

- 5.21 These Bylaws have been developed within the standard format approved by the Board of Regents on _____. Amendments under Article 5.22 may be made only as they affect discretionary provisions within the standard format.
- 5.22 These Bylaws may be amended by a two-thirds (2/3) vote of the Members at any regular meeting of the Plan, provided that the proposed amendment shall have been offered at the previous meeting or by written notice to the Members not less than thirty (30) days prior to the meeting at which the amendment is brought to a vote.
- 5.23 Notice of proposed amendments required in Article 5.22 shall include the complete text of the proposed amendments.
- 5.24 Amendments shall become effective upon vote of the Members as described in Article 5.22, approval by the (President) of the University and the Executive Vice Chancellor for Health Affairs.

5.30 CONTRACT

5.31 A contract prescribed by the Executive Vice Chancellor for Health Affairs shall be executed between each Member and the University.

5.32 Execution of the contract by the Member is a condition for membership and participation in the Plan, notwithstanding any other provision in these Bylaws.

5.40 DISSOLUTION

5.41 The Plan may be dissolved by the (President) upon recommendation of the Board of Directors and three-fourths (3/4) vote of the entire Membership. All monies residual in the Trust Fund shall be utilized to discharge obligations of the Plan with the balance to become the property of the University.

5.42 The dissolution of any Plan shall be reported for the record to the U. T. Board of Regents through the Executive Vice Chancellor for Health Affairs.

AGREEMENT
FOR PARTICIPATION IN FACULTY SERVICE, RESEARCH
AND DEVELOPMENT PLAN
THE UNIVERSITY OF TEXAS _____ AT _____

WHEREAS, The University of Texas _____ at _____ (hereinafter "University") has established a trust fund known as the Faculty Service, Research, and Development Plan (hereinafter "Plan") which consists of all funds derived from fees for professional services rendered by persons employed as members of the faculty of University; and

WHEREAS, the purposes of such Plan include the allocation of funds for research, educational development, augmentation of faculty salaries, and may include faculty fringe benefits such as medical liability insurance;

NOW, THEREFORE, for and in consideration of the employment of _____ (hereinafter "Faculty Member") as a member of the faculty at University and as a condition of such employment, Faculty Member and University agree as follows:

I.

Faculty Member shall be a member of the Plan during the period of employment by University and agrees to abide by and comply with all bylaws of the Plan and all rules and regulations of the University as they currently exist and as they may be amended from time to time.

II.

During the period that Faculty member is employed by University, Faculty Member irrevocably assigns to University all fees for professional services rendered by Faculty member without deduction for any purpose. The fees hereby assigned are for the use and benefit of the Plan and to be administered by University in accordance with the Plan.

III.

Faculty Member agrees to bill for all professional services only through the designated billing office of University and to comply with all rules and regulations of Plan and University relating to billing and accounting for fees for professional services. Faculty member further agrees to deliver any check or cash that may be received by Faculty Member as professional fees

to the designated billing office before the close of business hours on the day following the receipt of such check or cash.

IV.

Faculty Member authorizes University to examine any and all records made or kept by or on behalf of Faculty Member, including patient ledgers, billing records and medical records for the purpose of auditing the billing, collection and disposition of Faculty Member's professional fees, and agrees to make such records available upon request of University.

V.

University agrees to bill for and collect all fees for professional services rendered by Faculty member during the period of his or her employment with University, to deposit same to the trust fund of the Plan, and administer same in accordance with the bylaws of the Plan and the rules and regulations of University and the Board of Regents of The University of Texas System. University further agrees to pay to Faculty Member, from funds available under the Plan, such salary augmentation and fringe benefits as may from time to time be authorized by the Board of Regents.

VI.

University further agrees that it will not alter fees submitted by Faculty Member for billing and that Faculty Member may alter or cancel his or her fees for services to a patient prior to the time University bills for such fees. Faculty Member may alter or cancel such fees after billing and prior to collection only in instances where the fee submitted for billing was in error due to an incorrect financial classification of the patient.

VII.

Termination of Faculty Member's employment with University for any reason shall terminate this Agreement and Faculty Member's participation in the Plan and all benefits thereunder, without the necessity of notice and without recourse. All fees for professional services rendered prior to such date of termination are subject to the assignment contained in this Agreement and shall belong to the trust fund under the Plan,

regardless of when such fees may be billed or collected. Termination of Faculty Member's employment shall terminate his or her right to alter or cancel fees for any reason.

VIII.

The failure of the Faculty Member to timely deliver to University all cash or checks that he or she may receive as fees for professional services or the failure to comply with all University procedures relating to the billing for and deposit of fees for professional services will automatically disqualify Faculty Member for all benefits of the Plan and shall constitute grounds for termination of employment.

Executed this _____ day of _____, 19____.

Faculty Member

Chairman, Department of

APPROVED:

Dean

President

2. U. T. Medical Branch - Galveston (U. T. Allied Health Sciences School - Galveston): Authorization for an Additional Curricular Option in Long-Term Health Care Studies within the Existing Health Care Administration Baccalaureate Degree Program, to Award Certificates of Completion and to Submit the Proposal to the Coordinating Board for Approval (Catalog Change).--The Board authorized an additional curricular option in Long-Term Health Care Studies within the existing Health Care Administration Baccalaureate Degree Program and the award of certificates of completion for the optional tract at the U. T. Allied Health Sciences School - Galveston of The University of Texas Medical Branch at Galveston and authorized submission of the proposal to the Texas Higher Education Coordinating Board for approval. If approved by the Coordinating Board, implementation will be in the Fall of 1989.

The three new long-term care elective courses will provide a specific area of study for individuals who are interested in becoming health care managers in nursing homes. Students who take these electives, along with the existing health care administration studies, will have the opportunity to gain specific functional skills in long-term care administration and then be eligible for licensure by the Texas Board of Licensure for Nursing Home Administrators.

Existing faculty and support personnel are adequate for this curricular option, and no additional funds for salaries, equipment, travel or institutional memberships will be required.

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

3. U. T. Health Science Center - Houston (U. T. Nursing School - Houston): Approval for an Additional Option in Gerontological Long-Term Care Administration within the Existing Master of Science in Nursing Degree Program and to Submit the Proposal to the Coordinating Board for Approval (Catalog Change).--Authorization was granted to provide an additional option in Gerontological Long-Term Care Administration within the existing Master of Science in Nursing Degree Program at the U. T. Nursing School - Houston of The University of Texas Health Science Center at Houston and to submit the proposal to the Texas Higher Education Coordinating Board for approval. If approved by the Coordinating Board, implementation will be effective immediately.

At the present time, no other school in the State offers graduate education that includes both gerontological nursing and long-term care administration. This new option will provide the students with an opportunity to become home health agency administrators.

It was noted that existing faculty and support personnel are sufficient to implement this option, and no additional funds are required for salaries, equipment, travel or institutional memberships.

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

4. U. T. Health Science Center - Houston: Permission for Marcus M. Key, M.D., to Serve on the Texas Air Control Board, Austin, Texas [Regents' Rules and Regulations, Part One, Chapter III, Section 13, Subsections 13.(10) and 13.(11)].--Permission was granted for Marcus M. Key, M.D., Professor of Occupational Medicine at the U. T. Public Health School - Houston of The University of Texas Health Science Center at Houston, to serve on the Texas Air Control Board, Austin, Texas, for a term to expire September 1, 1991.

The Texas Air Control Board meets one or two days per month, usually in Austin. Dr. Key will serve without salary but is entitled to reimbursement for actual and necessary expenses incurred in carrying out his official duties.

Dr. Key's appointment is of benefit to the State of Texas, creates no conflict with his regular duties and is in accordance with approval requirements for positions of honor, trust or profit provided in Article 6252-9a of Vernon's Texas Civil Statutes and Part One, Chapter III, Section 13, Subsections 13.(10) and 13.(11) of the Regents' Rules and Regulations.

5. U. T. M.D. Anderson Cancer Center: Appointment of Initial Holders - (a) Lillian M. Fuller, M.D., to the Annie Laurie Howard Research Professorship, (b) Waun K. Hong, M.D., to the Charles A. LeMaistre Chair in Thoracic Oncology, (c) Gerald D. Dodd, Jr., M.D., to the Robert D. Moreton Chair in Diagnostic Radiology, (d) Sanford A. Stass, M.D., to the Mattie Allen Fair Professorship in Cancer Research and (e) Stuart O. Zimmerman, M.D., to the Mattie Allen Fair Research Chair Effective September 1, 1988.--The Board approved the following initial appointments to endowed academic positions at The University of Texas M.D. Anderson Cancer Center effective September 1, 1988:

- a. Lillian M. Fuller, M.D., Professor and Deputy Chairman of the Department of Clinical Radiotherapy, to the Annie Laurie Howard Research Professorship
- b. Waun K. Hong, M.D., Chief of Head and Neck Oncology and Chief of Thoracic Medical Oncology, to the Charles A. LeMaistre Chair in Thoracic Oncology
- c. Gerald D. Dodd, Jr., M.D., Professor and Chairman of the Department of Diagnostic Radiology, to the Robert D. Moreton Chair in Diagnostic Radiology
- d. Sanford A. Stass, M.D., Director of the Hematopathology Program, to the Mattie Allen Fair Professorship in Cancer Research
- e. Stuart O. Zimmerman, M.D., Chairman of the Department of Biomathematics, to the Mattie Allen Fair Research Chair.

REPORT AND RECOMMENDATIONS OF THE BUILDINGS AND GROUNDS COMMITTEE (Pages 64 - 71).--Committee Chairman Hay reported that the Buildings and Grounds Committee had met in open session to consider those items on its agenda and to formulate recommendations for the U. T. Board of Regents. Unless otherwise indicated, all actions set forth in the Minute Orders which follow were recommended by the Buildings and Grounds Committee and approved in open session and without objection by the U. T. Board of Regents:

1. U. T. Austin - Andrews Dormitory and Kinsolving Dormitory - Phased Remodeling of Food Service Facilities: Authorization for Project; Appointment of Coffee Crier and Schenck, Austin, Texas, Project Architect to Prepare Preliminary Plans; Authorization for the Office of the Vice President for Business Affairs to Manage Project; Approval for Submission to the Coordinating Board; and Appropriation Therefor.--Upon recommendation of the Buildings and Grounds Committee, the Board:
 - a. Authorized a phased project at The University of Texas at Austin for the remodeling of food service facilities in Andrews Dormitory (Phase I) and Kinsolving Dormitory (Phase II) at an estimated total project cost of \$4,162,288
 - b. Appointed the firm of Coffee Crier and Schenck, Austin, Texas, Project Architect to prepare preliminary plans and a detailed cost estimate for each phase to be presented to the U. T. Board of Regents at a future meeting
 - c. Authorized management of the project through the Office of the Vice President for Business Affairs at U. T. Austin in consultation with the Office of Facilities Planning and Construction
 - d. Authorized submission of the project to the Texas Higher Education Coordinating Board
 - e. Appropriated \$69,000 from U. T. Austin Housing and Food Reserve Funds for fees and miscellaneous expenses through completion of preliminary plans.

Neither the Andrews nor the Kinsolving food service facilities have received any major remodeling or renovation since 1955. Much of the furniture and equipment in both units is original, with some in Andrews dating back to 1936. Both units, operating as auxiliary enterprises, have accumulated reserves to cover the cost of repairs and replacements necessary to update the facilities in terms of modern food preparation, service and sanitation practices and efficient and adequate storage facilities.

This project will be completed in two phases: Phase I remodeling of the Andrews food service facilities will be performed during the Summer of 1989 and Phase II remodeling of the Kinsolving food service facilities will be accomplished during the Summer of 1990.

2. U. T. Austin and U. T. Permian Basin: Report of Execution of Documents Related to a Gift of Real Property from Scharbauer Brothers and Company, Midland, Texas, for the U. T. Permian Basin Center for Energy and Economic Diversification and the Lease of a Building Site on that Property.--It was reported that, in accordance with authorization given by the U. T. Board of Regents in December 1985 and October 1987, Chairman Blanton had executed two documents related to the creation of the Center for Energy and Economic Diversification at The University of Texas of the Permian Basin. These documents are on file in the Office of the Board of Regents.

The first document, a Letter of Understanding among Scharbauer Brothers and Company, Midland, Texas, the Texas Permian Basin Foundation, Inc. and the U. T. Board of Regents, sets forth the conditions under which the Scharbauer Brothers and Company agrees to give approximately 28 acres of land to the Texas Permian Basin Foundation, Inc. for the purpose of creating a site for the U. T. Permian Basin Center for Energy and Economic Diversification. Among those conditions are that the Foundation will build and operate a support services building and will construct all needed infrastructure, including roads and utilities using funds donated for that purpose. These assets will ultimately be transferred to the U. T. Board of Regents. The U. T. Board of Regents agrees to construct a research laboratory building on the property upon receipt of a satisfactory ground lease and assurance that all infrastructure and a support services building will be provided by the Foundation.

The second document, a ground lease between the U. T. Board of Regents and the Texas Permian Basin Foundation, Inc., provides, for a nominal amount, a 99-year lease to a site upon which the U. T. Board of Regents will build a research laboratory building to house The University of Texas at Austin research activities underway or planned for the Permian Basin area in accordance with the terms set forth in October 1987. Among those terms is the provision that all utilities, other infrastructure, and the support services building be constructed to standards acceptable to the U. T. System Office of Facilities Planning and Construction. The lease is contingent upon the final transfer of the title for the land to the Foundation.

A detailed Background Summary related to the development of this project and an Executive Summary of the documents cited above are also available in the files of the Office of the Board of Regents.

3. U. T. Southwestern Medical Center - Dallas: Acceptance of an Issac Witkin Sculpture Entitled "Sabras" from Mr. and Mrs. Raymond Nasher, Dallas, Texas, and Approval to Place Sculpture Between the Administration Building and the Promenade to McDermott Plaza.--The Board, upon recommendation of the Health Affairs and Buildings and Grounds Committees, accepted the gift of a sculpture entitled "Sabras" valued at \$35,000 from Mr. and Mrs. Raymond Nasher, Dallas, Texas, for display at The University of Texas Southwestern Medical Center at Dallas.

Further, approval was granted to place the sculpture in a permanent location near the entrance to the campus in a grassy area between the Administration Building and the promenade to McDermott Plaza.

Mr. and Mrs. Nasher purchased the sculpture in 1973 from the Robert Elkon Gallery in New York, New York. The sculpture, by Issac Witkin, is made of steel and is 135 inches long, 105 inches deep and 69 inches high.

Secretary's Note: Mrs. Nasher passed away on July 1, 1988.

4. U. T. Southwestern Medical Center - Dallas - Aston Ambulatory Care Center: Authorization to Prepare a Project Analysis for Expansion; Appointment of Robert Douglass Associates, Inc., Houston, Texas, Planning Consultant; and Appropriation Therefor.--Following a brief overview of the current utilization of the Aston Ambulatory Care Center by President Wildenthal, the Buildings and Grounds Committee recommended and the Board:
 - a. Authorized preparation of a project analysis for the expansion of the Aston Ambulatory Care Center at The University of Texas Southwestern Medical Center at Dallas
 - b. Appointed the firm of Robert Douglass Associates, Inc., Houston, Texas, Planning Consultant to prepare the project analysis to be presented to the U. T. Board of Regents for consideration at a future meeting
 - c. Appropriated \$50,000 from U. T. Southwestern Medical Center - Dallas MSRDP funds for fees and administrative expenses through completion of the project analysis.

The Aston Ambulatory Care Center (AACC) serves as the outpatient teaching referral center for U. T. Southwestern Medical Center - Dallas. Since the opening of the AACC, the volume of activity has grown from 48,620 patients in 1984 to 104,018 in 1987. Current space restrictions within the AACC now necessitate an average wait of three weeks for new patient appointments.

Space previously allocated for teaching and support services has been renovated for use as clinical space and new programs have been postponed. Moreover, space for supplies inventory and storage, medical records storage and patient parking is severely limited, consisting of one-third of the square footage recommended for a clinic of similar size and volume.

The addition of two floors to the AACC and expansion of parking facilities will alleviate these immediate problems. To optimize the use of this additional square footage, the services of an experienced health care facilities planner is required. In addition to addressing the needs of the AACC as a whole, it is anticipated that planning will be accomplished with consideration of programs and resources available in adjacent and nearby facilities, thus maximizing resource use and avoiding duplication of services.

President Wildenthal reported that construction funds for the expansion of the Aston Ambulatory Care Center will be from U. T. Southwestern Medical Center - Dallas MSRDP income and that no state funds will be requested for the maintenance and operation of the Center.

5. U. T. Southwestern Medical Center - Dallas - Cecil and Ida Green Biomedical Research Building - Completion of Ninth Floor Shell Space: Authorization for Project; Appointment of Harper, Kemp, Clutts and Parker, Dallas, Texas, Project Architect to Prepare Final Plans; Authorization for Submission to the Coordinating Board, Advertisement for Bids and for Executive Committee to Award Contracts; and Appropriation Therefor.--In order to provide additional research space as required by The University of Texas System Space Standards Committee formula, the Board, upon recommendation of the Buildings and Grounds Committee:
 - a. Authorized a project for the completion of the ninth floor shell space in the Cecil and Ida Green Biomedical Research Building at The University of Texas Southwestern Medical Center at Dallas at an estimated total project cost of \$2,600,000
 - b. Appointed the firm of Harper, Kemp, Clutts and Parker, Dallas, Texas, Project Architect to prepare final plans and specifications
 - c. Authorized submission of the project to the Texas Higher Education Coordinating Board
 - d. Subject to approval of the Coordinating Board, authorized the Office of Facilities Planning and Construction to advertise for bids and the Executive Committee to award all contracts associated with this project within the authorized total project cost
 - e. Deleted this project from the U. T. System Capital Improvement Program (approved in principle January 1987, for \$3,000,000 in funding from Permanent University Fund Bond Proceeds) and appropriated \$2,600,000 from Unexpended Plant Funds for total project funding.

Since this research building opened in 1986, direct research expenditures at U. T. Southwestern Medical Center - Dallas have increased by \$11.8 million. During this time, the only additional space added to the campus has been 15,000 assignable square feet (a.s.f.) obtained by completion of the shelled-in space on the eighth floor of this building.

The total current research space at U. T. Southwestern Medical Center - Dallas is approximately 309,000 a.s.f. The \$51 million research expenditures during 1986-87 would require 612,000 a.s.f. of research space by the U. T. System Space Standards Committee formula. Thus, U. T. Southwestern Medical Center - Dallas continues to be severely underspaced.

This project was approved in principle by the U. T. Board of Regents in January 1987, as part of the Capital Improvement Program to be funded by Permanent University Fund Bond Proceeds in the amount of \$3,000,000 with availability anticipated in 1991. However, U. T. Southwestern Medical Center - Dallas has committed \$2,600,000 of local institutional funds to execute the project two years earlier and the previous \$3,000,000 commitment will be deleted from the Capital Improvement Program projects. U. T. Southwestern Medical Center - Dallas will seek to have the released funds applied to a new project when the U. T. Board of Regents next considers additions to the Permanent University Fund Capital Improvement Program.

6. U. T. Southwestern Medical Center - Dallas - Thermal Energy Plant: Authorization to Prepare Project Analysis for Engineering Study; Appointment of Lockwood, Andrews and Newnam, Inc., Houston, Texas, Consulting Engineer; and Appropriation Therefor.--The Board, upon recommendation of the Buildings and Grounds Committee:
- a. Authorized preparation of a project analysis for an engineering study of the chilled water, steam and electrical systems in the Thermal Energy Plant at The University of Texas Southwestern Medical Center at Dallas
 - b. Appointed the firm of Lockwood, Andrews and Newnam, Inc., Houston, Texas, Consulting Engineer to prepare the project analysis to be presented to the U. T. Board of Regents for consideration at a future meeting
 - c. Appropriated \$55,000 from U. T. Southwestern Medical Center - Dallas utilities appropriation for fees and administrative expenses through preparation of the project analysis.

An analysis of the chilled water system at the U. T. Southwestern Medical Center - Dallas indicates the need for an in-depth engineering study of the thermal energy plant to determine the reliability of existing equipment including the chillers; develop plant load profiles for the chilled water, steam and electrical system; study options for redundant capacity; and prepare a cost estimate and an economic analysis on these options.

Presently, problems in either system would shut down cooling in all non-critical buildings and several research facilities. The critical nature of research facilities requires service from a reliable thermal energy plant with redundant capabilities.

7. U. T. Medical Branch - Galveston: Acceptance of Gift of 1.971 Acres Out of the Raphael Basquez Survey, Abstract 32, League City, Galveston County, Texas, with Improvements and a Blanket Conveyance of Equipment and Furnishings from 4M Services, Inc. (4M), a Texas Corporation, Galveston County, Texas; Approval of an Associated Right-of-Way and Easement for Wastewater Disposal and Authorization to Enter into an Agreement with the Transitional Learning Community at Galveston, Inc. (TLC), Galveston County, Texas, for the Provision of Certain Services by the Clients of the Transitional Learning Community at the Laundry Facility.--Following opening remarks by President James and upon recommendation of the Health Affairs and Buildings and Grounds Committees, the Board accepted a gift of real estate with improvements and a blanket conveyance of equipment and furnishings from 4M Services, Inc. (4M), a Texas corporation of Galveston County, Texas, together with an associated right-of-way and easement for wastewater disposal from the Transitional Learning Community at Galveston, Inc. (TLC) for the benefit of The University of Texas Medical Branch at Galveston. The gift from 4M conveys 1.971 acres of land out of the Raphael Basquez Survey, Abstract 32, League City, Galveston County, Texas, the improvements, designated equipment, fixtures, machinery and other personal property located thereon to U. T. Medical Branch - Galveston. The gift from TLC provides the right to use a maximum of 75,000 gallons of wastewater capacity per day from an existing wastewater line serving the donated property.

These premises are currently used as a commercial laundry by 4M and will be used as a laundry by U. T. Medical Branch - Galveston to replace the existing campus facility which will be demolished to provide part of the site for the Emergency Department and Trauma Center Facility to be built in the near future.

Further, the U. T. Medical Branch - Galveston Administration was authorized to enter into an agreement with TLC to place supervised clients involved with its rehabilitation program in the facility to perform necessary and appropriate services in the laundry. The supervisors and clients will be employees of TLC.

The TLC, which is involved in the rehabilitation of head-injured youths, is owned by the Moody Foundation of Galveston, Texas. This gift is being offered by TLC in order to divest itself of a for-profit operation which conflicts with the nonprofit status of the Moody Foundation.

According to the donor, the depreciated value of the land, improvements and equipment is in excess of \$3,600,000. In the event that the property is sold within five years of the donation date, the donor will receive a portion of the proceeds according to a schedule specified in the deed.

8. U. T. Medical Branch - Galveston - John Sealy Hospital - New Emergency Department and Trauma Center Facility (Project No. 601-658): Approval of Final Plans and Authorization to Advertise for Bids and for Executive Committee to Award Contracts.--The Buildings and Grounds Committee recommended and the Board:

- a. Approved final plans and specifications for construction of the New Emergency Department and Trauma Center Facility at The University of Texas Medical Branch at Galveston at an estimated project cost of \$18,071,400
- b. Authorized the Office of Facilities Planning and Construction to advertise for bids upon completion of final review
- c. Authorized the Executive Committee to award all contracts associated with this project within the authorized total project cost, less elements of site preparation and related construction activities previously authorized for contract award by U. T. Medical Branch - Galveston.

New construction will total 129,700 gross square feet of facilities for the Emergency Department and Trauma Center Facility (93,300 gross square feet) and an Incinerator/Service Building (36,400 gross square feet).

Funds for this project had been previously appropriated from grants awarded by The Sealy & Smith Foundation for the John Sealy Hospital and designated for this project.

This project was approved by the Texas Higher Education Coordinating Board in April 1988.

9. U. T. M.D. Anderson Cancer Center - U. T. M.D. Anderson Hospital - Modifications and Renovations - Phase III: Authorization for Project; Appointment of Page Southerland Page, Houston, Texas, Project Architect to Prepare Preliminary Plans; and Appropriation Therefor.--Upon recommendation of the Health Affairs and Buildings and Grounds Committees, the Board:

- a. Authorized a project for the third phase of modifications and renovations to the U. T. M.D. Anderson Hospital at The University of Texas M.D. Anderson Cancer Center at an estimated total project cost of \$4,500,000
- b. Appointed the firm of Page Southerland Page, Houston, Texas, Project Architect to prepare preliminary plans and a detailed cost estimate to be presented to the U. T. Board of Regents at a future meeting
- c. Appropriated \$200,000 from U. T. M.D. Anderson Cancer Center Institutional Reserves for fees and administrative expenses through completion of preliminary plans.

At its June 1988 meeting, the U. T. Board of Regents approved a project for upgrading the mechanical/utility systems for the Center Core area of the main building of the U. T. M.D. Anderson Hospital. This upgrade is a prerequisite for remodeling of this section of the original hospital building.

Initial plans call for the renovation of approximately 36,000 square feet of space on the first floor. Once remodeled, the space will be occupied by clinic operations and administrative offices, the quality assurance program, patient rehabilitation screening service, surgery scheduling, a lobby and waiting area. This remodeling will not only provide space but also correct several life-safety code deficiencies.

This project was approved in principle for funding from Permanent University Fund Bond Proceeds as a part of the Capital Improvement Program approved by the U. T. Board of Regents in October 1985.

10. U. T. M.D. Anderson Cancer Center (U. T. M.D. Anderson Science Park) - Research Laboratory Expansion (Project No. 703-668): Approval of Final Plans; Authorization to Advertise for Bids and for Executive Committee to Award Contracts; and Additional Appropriation Therefor.--The Board, upon recommendation of the Buildings and Grounds Committee:

- a. Approved final plans and specifications for the construction of the Research Laboratory Expansion at the Research Division of the U. T. M.D. Anderson Science Park at The University of Texas M.D. Anderson Cancer Center at an estimated total project cost of \$4,000,000
- b. Authorized the Office of Facilities Planning and Construction to advertise for bids upon completion of final review, subject to approval of the Texas Higher Education Coordinating Board
- c. Authorized the Executive Committee to award all contracts associated with this project within the authorized total project cost
- d. Appropriated \$2,000,000 from private grant and gift funds for total project funding. Previous appropriations had been \$2,000,000 from U. T. M.D. Anderson Cancer Center Unappropriated Balances.

These new research facilities will be 36,500 gross square feet of one-story structures containing laboratories, environmental and equipment rooms, expanded animal care facilities, central receiving, warehouse and support facilities for the existing service-related functions.

This project was approved by the Texas Higher Education Coordinating Board in July 1988.

REPORT AND RECOMMENDATIONS OF THE LAND AND INVESTMENT COMMITTEE (Pages 72 - 90).--Committee Chairman Ratliff reported that the Land and Investment Committee had 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, all actions set forth in the Minute Orders which follow were recommended by the Land and Investment Committee and approved in open session and without objection by the U. T. Board of Regents.

The execution of documents authorized in this report will be in accordance with the Regents' Rules and Regulations, Part Two, Chapter IX, Section 1.3 as set forth below:

- 1.3 Authority to Execute Instruments Relating to Land and Mineral Interests.--The Chairman of the Board, the Vice-Chairmen, the Chancellor, or his or her delegate, and the Executive Vice Chancellor for Asset Management are each authorized to execute conveyances, deeds, surface and/or mineral leases, easements, rights-of-way, oil and gas division orders, and transfer orders, geophysical and material source permits, water contracts, pooling and unitization agreements, and any other instruments as may be necessary or appropriate from time to time, relating to the handling, management, control, and disposition of any real estate or mineral interest held or controlled by the Board as a part of the PUF or as a part of any trust or special fund.

I. PERMANENT UNIVERSITY FUND

Investment Matters

Report on Clearance of Monies to the Permanent University Fund for May and June 1988 and Report on Oil and Gas Development as of June 30, 1988.--The following reports with respect to (a) certain monies cleared to the Permanent University Fund for May and June 1988 and (b) Oil and Gas Development as of June 30, 1988, were submitted by the Executive Vice Chancellor for Asset Management:

	May 1988	June 1988	Cumulative Through June of this Fiscal Year (1987-1988)	Cumulative Through June of Preceding Fiscal Year (1986-1987)	Per Cent Change
Permanent University Fund					
Royalty					
Oil	\$ 3,898,528.09	\$ 4,127,833.46	\$ 45,197,922.75	\$ 40,823,798.71	10.71%
Gas	1,731,408.94	1,128,936.74	18,635,609.18	18,865,602.59	-1.22%
Sulphur	0.00	0.00	65,091.65	100,000.00	-34.91%
Water	75,838.23	60,112.37	509,272.94	447,484.00	13.81%
Brine	1,705.17	4,749.86	38,923.29	26,339.08	47.78%
Trace Minerals	0.00	0.00	0.00	0.00	
Rental					
Oil and Gas Leases	29,174.07	112,120.01	506,455.17	457,049.96	10.81%
Other	28.00	2,503.33	4,155.33	14,078.28	-70.48%
Sale of Sand, Gravel, Etc.	18,515.76	0.00	24,721.26	4,823.90	--
Total University Lands Receipts Before Bonuses	<u>5,755,198.26</u>	<u>5,436,255.77</u>	<u>64,982,151.57</u>	<u>60,739,176.52</u>	<u>6.99%</u>
Bonuses					
Oil and Gas Lease Sales	0.00	0.00	3,567,241.98	3,007,941.58	18.59%
Amendments and Extensions to Mineral Leases	<u>0.00</u>	<u>0.00</u>	<u>724.98</u>	<u>(6,293.56)</u>	<u>--</u>
Total University Lands Receipts	<u>5,755,198.26</u>	<u>5,436,255.77</u>	<u>68,550,118.53</u>	<u>63,740,824.54</u>	<u>7.55%</u>
Gain or (Loss) on Sale of Securities	<u>12,139,470.21</u>	<u>18,162,872.25</u>	<u>72,728,434.76</u>	<u>187,722,894.50</u>	<u>-61.26%</u>
TOTAL CLEARANCES	<u>\$17,894,668.47</u>	<u>\$23,599,128.02</u>	<u>\$141,278,553.29</u>	<u>\$251,463,719.04</u>	<u>-43.82%</u>

Oil and Gas Development - June 30, 1988
Acreage Under Lease - 697,298

Number of Producing Acres - 550,652

Number of Producing Leases - 2,396

II. COMMON TRUST FUND

U. T. M.D. Anderson Cancer Center: PRS Patient Service Programs Fund, PRS Cancer Research Programs Fund, PRS Program Development Fund, PRS Faculty Associates Program Fund, and PRS Patient Referral and Communication Program Fund - Approval to Dissolve Quasi-Endowments in The University of Texas System Common Trust Fund and Transfer Assets to the Professional Medical Liability Self-Insurance Fund Effective August 31, 1988.--Upon recommendation of the Land and Investment Committee, the Board dissolved the following quasi-endowments at The University of Texas M.D. Anderson Cancer Center effective August 31, 1988, and The University of Texas System Common Trust Fund units related to the corpus of these accounts were transferred to the Professional Medical Liability Self-Insurance Fund:

<u>Endowment Fund</u>	<u>Initial Level of Funding</u>
PRS Patient Service Programs Fund	\$ 4,000,000
PRS Cancer Research Programs Fund	5,000,000
PRS Program Development Fund	7,000,000
PRS Faculty Associates Program Fund	7,000,000
PRS Patient Referral and Communication Program Fund	<u>2,000,000</u>
TOTAL	<u>\$25,000,000</u>

The funds related to the capital gains of these units will be returned to the Physicians Referral Service (PRS) at the U. T. M.D. Anderson Cancer Center effective August 31, 1988.

Further, at the discretion of the Office of Asset Management, these University of Texas System Common Trust Fund units will be liquidated and the proceeds invested in other assets of the Professional Medical Liability Self-Insurance Fund.

These quasi-endowments were established at the April 1984 meeting of the U. T. Board of Regents by a transfer of funds from the Physicians Referral Service at the U. T. M.D. Anderson Cancer Center. This transfer and others, which will be processed via the Docket of the health-related institutions, are for the purpose of increasing the reserves of the Professional Medical Liability Self-Insurance Fund as recommended by actuarial consultants retained to review the fiscal integrity of the Plan. Increased premiums approved by the Board in recent years had not been sufficient to accumulate a Reserve Fund which is currently actuarially sound.

III. TRUST AND SPECIAL FUNDS

Gifts, Bequests and Estates

1. U. T. Arlington: Acceptance of Gift of Securities from Mr. Robert Thurman, Arlington, Texas, and Establishment of The Virginia Norman Thurman Scholarship Fund.--The Board, upon recommendation of the Land and Investment Committee, accepted a gift of 635 shares of Century Telephone Enterprises, Inc. common stock valued at \$21,034.38 from Mr. Robert Thurman, Arlington, Texas, and established The Virginia Norman Thurman Scholarship Fund at The University of Texas at Arlington.

Income earned from the endowment will be used to award scholarships with preference given to deserving and academically promising upper division students enrolled in the School of Nursing.

2. U. T. Austin: Acceptance of Gifts and Pledges from Various Donors and Establishment of the School of Architecture Scholarship and Fellowship Awards Endowment in the School of Architecture and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program.--The Land and Investment Committee recommended and the Board accepted \$24,120 in gifts and \$6,500 in pledges from various donors for a total of \$30,620 and established the School of Architecture Scholarship and Fellowship Awards Endowment in the School of Architecture at The University of Texas at Austin.

Income earned from the endowment will be used to award scholarships and fellowships to students in the School of Architecture.

Further, \$15,310 in matching funds will be allocated under The Regents' Endowed Student Fellowship and Scholarship Program and will be used to increase the endowment to a total of \$45,930.

3. U. T. Austin: Acceptance of Gift from Caltex Petroleum Corporation, Dallas, Texas, to Endow a Faculty Position within the Center for Australian Studies and Eligibility for Matching Funds Under The Regents' Endowed Teachers and Scholars Program.--The Board accepted a \$100,000 gift from Caltex Petroleum Corporation, Dallas, Texas, to endow a faculty position within the Center for Australian Studies at The University of Texas at Austin. A designation of the title and position will be made at a later date.

Further, the gift will be matched under The Regents' Endowed Teachers and Scholars Program and the matching allocation will be used to increase the endowment to a total of \$200,000.

4. U. T. Austin: Acceptance of Gifts from Dr. Gilbert H. Ayres, Austin, Texas, and Various Donors and Establishment of the Gilbert H. Ayres Fellowship in Chemistry in the College of Natural Sciences.--The Board, upon recommendation of the Land and Investment Committee, accepted a \$5,789.91 gift from Dr. Gilbert H. Ayres, Austin, Texas, and gifts of \$5,210.09 from various donors for a total of \$11,000 and established the Gilbert H. Ayres Fellowship in Chemistry in the Department of Chemistry, College of Natural Sciences, at The University of Texas at Austin.

Income earned from the endowment will be used to award graduate fellowships at the discretion of the Chairman of the Department of Chemistry and the graduate advisor.

5. U. T. Austin: Approval to Accept Transfer of Funds and to Establish the Billye J. Brown Excellence Fund in the School of Nursing.--Approval was given to accept a \$10,000 transfer of previously reported gifts from current restricted funds and to establish the Billye J. Brown Excellence Fund in the School of Nursing at The University of Texas at Austin.

Income earned from the endowment will be used to recognize excellence in the faculty, staff, and student body of the School of Nursing and, at the discretion of the Dean, to enhance the development of the School of Nursing.

6. U. T. Austin: Acceptance of Gifts from Various Donors and Transfer of Funds and Establishment of the Judge Carl O. Bue, Jr. Endowed Presidential Scholarship in Law in the School of Law.--The Land and Investment Committee recommended and the Board accepted gifts of \$12,500 from various donors and a \$12,500 transfer of previously reported gifts from current restricted funds for a total of \$25,000 and established the Judge Carl O. Bue, Jr. Endowed Presidential Scholarship in Law in the School of Law at The University of Texas at Austin.

Income earned from the endowment will be used to award scholarships at the discretion of the Dean of the Law School based upon need or merit of the student.

7. U. T. Austin: Effie Marie Cain Regents Chair in Art in the College of Fine Arts - Approval to Designate Use of Previously Approved Matching Funds, Allocate Additional Matching Funds Under The Regents' Endowed Teachers and Scholars Program, and to Establish the Theater for Youth Chair and the History of Music Chair Both in the College of Fine Arts.--Authorization was given for \$610,000 in previously approved matching funds under The Regents' Endowed Teachers and Scholars Program to be used to establish the Theater for Youth Chair with \$500,000 and to make an addition to the Effie Marie Cain Regents Chair in Art with \$110,000, for a total endowment of \$610,000, both in the College of Fine Arts at The University of Texas at Austin.

Further, \$250,000 in matching funds, unallocated from a previously eligible endowment, will be allocated under The Regents' Endowed Teachers and Scholars Program and added to \$250,000 in previously allocated matching, but undesignated, funds and will be used to establish the History of Music Chair in the Department of Music, College of Fine Arts, at U. T. Austin with an endowment of \$500,000.

8. U. T. Austin: George L. Clark Scholarship Fund - Acceptance of Additional Gifts from Various Donors and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program.--Upon recommendation of the Land and Investment Committee, the Board accepted gifts of \$204,642.35 from various donors for addition to the George L. Clark Scholarship Fund at The University of Texas at Austin for a gift total of \$606,292.35.

Of the total gifts received, \$405,467.35 will qualify for matching funds and \$202,733.67 in matching funds will be allocated under The Regents' Endowed Student Fellowship and Scholarship Program and will be used to increase the endowment to a total of \$909,438.52.

9. U. T. Austin: C. C. and Lottie Mae Colvert Fellowship in the College of Education - Acceptance of Additional Gifts from Various Donors and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program.--The Board, upon recommendation of the Land and Investment Committee, accepted gifts of \$16,015 from various donors for addition to the C. C. and Lottie Mae Colvert Fellowship in the College of Education at The University of Texas at Austin.

Further, \$8,007.50 in matching funds will be allocated under The Regents' Endowed Student Fellowship and Scholarship Program and will be used to increase the endowment to a total of \$111,495.25.

10. U. T. Austin: Acceptance of Gifts and Pledges from Various Donors and Establishment of the William A. Cunningham Scholarship Fund in the College of Engineering and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program.--The Land and Investment Committee recommended and the Board accepted \$76,310 in gifts and \$23,690 in pledges for a total of \$100,000 from various donors and established the William A. Cunningham Scholarship Fund in the Department of Chemical Engineering, College of Engineering, at The University of Texas at Austin.

Income earned from the endowment will be used to award scholarships in accordance with existing guidelines in the Department of Chemical Engineering.

Further, \$50,000 in matching funds will be allocated under The Regents' Endowed Student Fellowship and Scholarship Program and will be used to increase the endowment to a total of \$150,000.

11. U. T. Austin: Engineering Education Leadership Chair in the College of Engineering - Approval to Redesignate as the Dean's Chair for Excellence in Engineering.-- Approval was given to redesignate the Engineering Education Leadership Chair in the College of Engineering as the Dean's Chair for Excellence in Engineering at The University of Texas at Austin.

This redesignation was made in accordance with the donors' request.

See Page 24 related to an appointment to this Chair.

12. U. T. Austin: Acceptance of Gift from The Ex-Students' Association, Austin, Texas, and Establishment of The Ex-Students' Association Endowed Scholarships and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program.-- The Board accepted a \$25,000 gift from The Ex-Students' Association, Austin, Texas, and established The Ex-Students' Association Endowed Scholarships at The University of Texas at Austin.

Income earned from the endowment will be used to award scholarships to students in a variety of academic disciplines.

Further, \$12,500 in matching funds will be allocated under The Regents' Endowed Student Fellowship and Scholarship Program and will be used to increase the endowment to a total of \$37,500.

13. U. T. Austin: Acceptance of Gift from Mrs. Marie B. Hanna, Austin, Texas, and Establishment of the Marie B. Hanna Endowed Scholarship in the College of Liberal Arts and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program.--Upon recommendation of the Land and Investment Committee, the Board accepted a gift of \$50,000 from Mrs. Marie B. Hanna, Austin, Texas, and established the Marie B. Hanna Endowed Scholarship in the College of Liberal Arts at The University of Texas at Austin.

Income earned from the endowment will be used to award scholarships to students pursuing a degree in liberal arts with no declared major or minor in any other school or college.

Further, \$25,000 in matching funds will be allocated under The Regents' Endowed Student Fellowship and Scholarship Program and will be used to increase the endowment to a total of \$75,000.

14. U. T. Austin: Acceptance of Gift of Securities from Miss Lurae Harvey, Austin, Texas, and Establishment of the Lurae Harvey Endowed Scholarship in Intercollegiate Athletics for Women.--The Board, upon recommendation of the Land and Investment Committee, accepted a gift of 295 shares of Rockwell International Corporation common stock valued at \$10,142.10 from Miss Lurae Harvey, Austin, Texas, and established the Lurae Harvey Endowed Scholarship in Intercollegiate Athletics for Women at The University of Texas at Austin.

Income earned from the endowment will be used to award a scholarship to a women's varsity basketball player who has significantly contributed to team effort through her spirit and leadership, completed her athletic eligibility and is personally committed to completing her degree.

15. U. T. Austin: Establishment of the William E. Henderson Memorial Scholarship in Oil and Gas Law in the School of Law.--At the request of the Law School Foundation (an external foundation), the William E. Henderson Memorial Scholarship in Oil and Gas Law was established in the School of Law at The University of Texas at Austin in accordance with the Regents' Rules and Regulations. The funding for this Scholarship (\$10,000) will be retained by the Law School Foundation and will be administered per the agreement between the Foundation and the U. T. Board of Regents.

Income earned from the endowment will be used to award scholarships to second-year law students who have earned the highest grade in oil and gas law.

16. U. T. Austin: Acceptance of Gifts from Various Donors and Establishment of the Talbot S. Huff, Sr. Highway Engineering Graduate Fellowship in the College of Engineering.--The Land and Investment Committee recommended and the Board accepted \$14,604 in gifts from various donors and established the Talbot S. Huff, Sr. Highway Engineering Graduate Fellowship in the Department of Civil Engineering, College of Engineering, at The University of Texas at Austin.

Income earned from the endowment will be used to support graduate students in the study of transportation and highway engineering.

17. U. T. Austin: Acceptance of Gifts and Pledges from Various Donors and Establishment of a Lectureship for the Faculty Seminar on British Studies in the College of Liberal Arts and Eligibility for Matching Funds Under The Regents' Endowed Teachers and Scholars Program.--Upon recommendation of the Land and Investment Committee, the Board accepted gifts of \$77,285 and pledges of \$2,865 for a total of \$80,150 from various donors and established an endowment to fund a lectureship for the British Studies Program in the College of Liberal Arts at The University of Texas at Austin.

Further, the gifts and pledges will be matched as received under The Regents' Endowed Teachers and Scholars Program and will be used to increase the endowment, to be known as the Lectureship for the Faculty Seminar on British Studies, to a total of \$160,300.

Funding for this endowment was initiated prior to the U. T. Board of Regents' action of April 14, 1988, which revised the titles and required funding for endowed academic positions.

18. U. T. Austin: Acceptance of Gifts and Pledges from Mr. and Mrs. William A. McMinn III, Dallas, Texas, Mr. and Mrs. Harold L. Ogden, Katy, Texas, and Mr. and Mrs. Stephen C. Beasley, Spring, Texas, and Corporate Matching Funds from Sonat Offshore Drilling, Inc., Birmingham, Alabama, and Tenneco, Inc., Houston, Texas, and Establishment of the Nancy Francis McMinn and William Arnold McMinn II Endowed Presidential Scholarship and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program.--Gifts of \$4,000 each and pledges of \$6,625 each from Mr. and Mrs. William A. McMinn III, Dallas, Texas, Mr. and Mrs. Harold L. Ogden, Katy, Texas, and Mr. and Mrs. Stephen C. Beasley, Spring, Texas, and \$4,000 in corporate matching funds and pledges of \$6,625 from Sonat Offshore Drilling, Inc., Birmingham, Alabama, with \$2,500 corporate matching funds and pledges of \$5,000 from Tenneco, Inc., Houston, Texas, were accepted and the Nancy Francis McMinn and William Arnold McMinn II Endowed Presidential Scholarship was established at The University of Texas at Austin for a total endowment of \$50,000.

Income earned from the endowment will be used to award two annual scholarships with a particular school and area of study to be designated at a later date.

Further, \$25,000 in matching funds will be allocated as the gifts and pledges are received under The Regents' Endowed Student Fellowship and Scholarship Program and will be used to increase the endowment to a total of \$75,000.

19. U. T. Austin: Alex H. Massad Endowed Presidential Scholarship Fund in the College of Engineering - Acceptance of Additional Gift from Mr. Alexander H. Massad, Austin, Texas, and Corporate Matching Funds from Ingersoll-Rand Company, Woodcliff Lake, New Jersey, and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program.--The Board, upon recommendation of the Land and Investment Committee, accepted a \$5,000 gift from Mr. Alexander H. Massad, Austin, Texas, and \$5,000 in corporate matching funds from Ingersoll-Rand Company, Woodcliff Lake, New Jersey, for a total of \$10,000, for addition to the Alex H. Massad Endowed Presidential Scholarship Fund in the Department of Petroleum Engineering, College of Engineering, at The University of Texas at Austin.

Further, \$5,000 in matching funds will be allocated under The Regents' Endowed Student Fellowship and Scholarship Program and will be used to increase the endowment to a total of \$45,908.

20. U. T. Austin: Acceptance of Gifts and Pledges from Various Donors and Establishment of the F. A. Matsen Endowed Regents Lectureship on the Theories of Matter in the College of Natural Sciences and Eligibility for Matching Funds Under The Regents' Endowed Teachers and Scholars Program.--The Land and Investment Committee recommended and the Board accepted gifts of \$24,000 and pledges of \$1,000 from various donors for a total of \$25,000 and established the F. A. Matsen Endowed Regents Lectureship on the Theories of Matter in the Departments of Chemistry and Physics, College of Natural Sciences, at The University of Texas at Austin.

Further, \$12,500 of the gifts and pledges will be matched under The Regents' Endowed Teachers and Scholars Program and will be used to increase the endowment to a total of \$37,500.

Funding for this endowment was initiated prior to the U. T. Board of Regents' action of April 14, 1988, which revised the titles and required funding for endowed academic positions.

21. U. T. Austin: Establishment of the James A. Michener Fellowships in Writing in the College of Liberal Arts and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program.-- A previously accepted pledge of \$400,000 from Mr. and Mrs. James A. Michener, Austin, Texas, was designated to establish the James A. Michener Fellowships in Writing in the College of Liberal Arts at The University of Texas at Austin.

Income earned from the endowment will be used to award fellowships to graduate students in the writing program in the College of Liberal Arts.

Further, \$200,000 in matching funds will be allocated under The Regents' Endowed Student Fellowship and Scholarship Program and will be used to increase the endowment to a total of \$600,000.

22. U. T. Austin: Approval to Establish the Mari Sabusawa Michener Regents Chair in Writing in the College of Liberal Arts, Designate Use of Previously Approved Matching Funds, and Establish the Bennett Cerf Regents Professorship in Writing and the Helen Strauss Regents Professorship in Writing in the College of Liberal Arts.--Approval was given to establish the Mari Sabusawa Michener Regents Chair in Writing in the College of Liberal Arts at The University of Texas at Austin from a previously accepted gift of \$511,326.63 from Mr. and Mrs. James A. Michener, Austin, Texas.

Further, \$500,000 of previously approved matching funds from The Regents' Endowed Teachers and Scholars Program will be designated to establish the Bennett Cerf Regents Professorship in Writing and the Helen Strauss Regents Professorship in Writing at \$250,000 each in the College of Liberal Arts at U. T. Austin.

23. U. T. Austin: Acceptance of Gift from Dr. and Mrs. Walter L. Moore, Austin, Texas, and Establishment of the Walter L. and Reta Mae Moore Graduate Fellowship in Civil Engineering and the Walter L. and Reta Mae Moore Graduate Fellowship in Water Resources Both in the College of Engineering and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program.-- Upon recommendation of the Land and Investment Committee, the Board accepted a gift of \$80,575.67 from Dr. and Mrs. Walter L. Moore, Austin, Texas, and established the Walter L. and Reta Mae Moore Graduate Fellowship in Civil Engineering and the Walter L. and Reta Mae Moore Graduate Fellowship in Water Resources both in the Department of Civil Engineering, College of Engineering, at The University of Texas at Austin.

Income earned from the endowments will be used to support graduate students in the Department of Civil Engineering and income from one endowment will be used specifically for students working in the area of water resources in the department.

Further, \$32,165.33 in matching funds will be allocated under The Regents' Endowed Student Fellowship and Scholarship Program and will be used to increase each endowment to an equal funding of \$56,370.50.

24. U. T. Austin: Approval to Accept Transfer of Funds to Establish the Pharmacy Alumni Association Endowed Scholarship in the College of Pharmacy and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program.--Approval was granted to accept a \$100,000 transfer of previously reported gifts from current restricted funds and to establish the Pharmacy Alumni Association Endowed Scholarship in the College of Pharmacy at The University of Texas at Austin.

Income earned from the endowment will be used to award scholarships to students in the College of Pharmacy based upon financial need.

Further, \$38,500 in matching funds will be allocated under The Regents' Endowed Student Fellowship and Scholarship Program and will be used to increase the endowment to a total of \$138,500.

25. U. T. Austin: Acceptance of Transfer of Funds and Establishment of the Science in Society Lecture Series Endowment in the College of Natural Sciences.--The Board accepted a \$10,000 transfer of previously reported gifts from current restricted funds and established the Science in Society Lecture Series Endowment in the College of Natural Sciences at The University of Texas at Austin.

Income earned from the endowment will be used to bring eminent scientists recognized for career accomplishments in industry and/or government to the campus for a special lecture series.

26. U. T. Austin: Acceptance of Transfer of Funds and Establishment of the Judge Ross Sterling Endowed Presidential Scholarship in Law in the School of Law.--At the request of the Law School Foundation (an external foundation) and upon recommendation of the Land and Investment Committee, the Board established the Judge Ross Sterling Endowed Presidential Scholarship in Law in the School of Law at The University of Texas at Austin with an endowment of \$25,000. Funding will be in the amount of \$12,500 retained by the Law School Foundation and administered per the agreement between the Foundation and the U. T. Board of Regents and an equal amount accepted by the Board as a transfer from current restricted funds to be held and administered by the Board.

Income earned from the endowment will be used to award scholarships at the discretion of the Dean of the Law School based upon financial need or merit.

27. U. T. Austin: Acceptance of Gifts from Mr. and Mrs. R. C. Strong, Joaquin, Texas, and Establishment of the Robert C. Strong, Jr. Memorial Scholarship in the Liberal Arts in the College of Liberal Arts.--The Board, upon recommendation of the Land and Investment Committee, accepted gifts of \$10,460 from Mr. and Mrs. R. C. Strong, Joaquin, Texas, and friends and established the Robert C. Strong, Jr. Memorial Scholarship in the Liberal Arts in the College of Liberal Arts at The University of Texas at Austin.

Income earned from the endowment will be used to award an annual scholarship, paid in two installments, to an undergraduate student in the College of Liberal Arts who is a resident of Shelby County, Texas. This recipient must be of junior or senior standing as of June 1 of the award year and must have a minimum 3.0 grade point average with the award going to the candidate with the highest grade point average.

28. U. T. Austin: Acceptance of Gift from Harry and Silky Crockett, Smithville, Texas, and Establishment of the 1987-88 Basketball Seniors' Scholarship in Intercollegiate Athletics for Women.--Upon recommendation of the Land and Investment Committee, the Board accepted a gift of \$15,000 from Harry and Silky Crockett, Smithville, Texas, and established the 1987-88 Basketball Seniors' Scholarship in Intercollegiate Athletics for Women at The University of Texas at Austin.

Income earned from the endowment will be used to award a scholarship to a women's varsity basketball player who has completed her eligibility and requires financial assistance to complete her degree. If in some year there is not a player who qualifies, then earnings are to be used by the department in an area of greatest need.

29. U. T. Austin: Establishment of The University of Texas School of Law Ann (Townes) and Browne Rice, Jr. Scholarship Program in the School of Law.--The Board, at the request of the Law School Foundation (an external foundation), established The University of Texas School of Law Ann (Townes) and Browne Rice, Jr. Scholarship Program in the School of Law at The University of Texas at Austin in accordance with the Regents' Rules and Regulations. Annual annuity payments of \$70,000 for the funding for this endowment will be retained by the Law School Foundation and will be administered per the agreement between the Foundation and the U. T. Board of Regents.

Income earned will be used to provide full tuition and fee scholarships to students based upon undergraduate scholastic achievement, Law School Admissions Test scores, and other indicia of a high probability of success in legal studies with a preference given to Texas residents.

30. U. T. Austin: Approval to Accept Transfer of Funds and to Establish the Richard Thornton Endowed Memorial Scholarship in Criminal Law in the School of Law.--At the request of the Law School Foundation (an external foundation), a \$2,350 transfer of previously reported gifts from current restricted funds to be held by the U. T. Board of Regents was accepted and the Richard Thornton Endowed Memorial Scholarship in Criminal Law was established in the School of Law at The University of Texas at Austin in accordance with the Regents' Rules and Regulations. The remaining funding for this Scholarship in the amount of \$7,650 will be retained by the Foundation and will be administered per the agreement between the Foundation and the U. T. Board of Regents.

Income earned from the endowment will be used to award scholarships at the discretion of the Dean of the Law School based upon financial need or merit.

31. U. T. Austin: Acceptance of Gifts and Pledges from Various Donors and Corporate Matching Funds from Tracor, Inc., Austin, Texas, and Establishment of the Tracor/Frank McBee, Jr. Scholarship Endowment and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program.--The Board accepted gifts of \$136,186 and pledges of \$113,814 from various donors and \$250,000 in corporate matching funds from Tracor, Inc., Austin, Texas, for a total of \$500,000 and established the Tracor/Frank McBee, Jr. Scholarship Endowment at The University of Texas at Austin.

Income earned from this endowment will be administered by the Office of Student Financial Aid in association with the Dean of the College of Engineering and the Chairman of the Department of Computer Sciences in the College of Natural Sciences and used to award scholarships equally to students in engineering and computer science who rank in their sophomore to senior years. Awards will be given based upon need and merit with preference given to financial need. When applicants of similar qualifications apply, preference will be given to employees or retired employees of Tracor, Inc., and their dependents.

Further, \$250,000 in matching funds will be allocated under The Regents' Endowed Student Fellowship and Scholarship Program and will be used to increase the endowment to a total of \$750,000.

32. U. T. Austin: Approval to Accept Gift from Mr. and Mrs. Glenn Vargas, Thermal, California, and to Establish the Glenn and Martha Vargas Endowment for Gems and Gem Minerals Instruction in the College of Natural Sciences.--The Land and Investment Committee recommended and the Board accepted a gift of \$19,000 from Mr. and Mrs. Glenn Vargas, Thermal, California, and established the Glenn and Martha Vargas Endowment for Gems and Gem Minerals Instruction in the Department of Geological Sciences, College of Natural Sciences, at The University of Texas at Austin.

Income earned from the endowment will be used for course related materials for the study of gems and gem minerals.

33. U. T. Austin: Approval to Accept Transfer of Funds and to Establish the Wayne Weber Memorial Endowed Presidential Scholarship in Law in the School of Law.--At the request of the Law School Foundation (an external foundation), the Board accepted a \$12,500 transfer of previously reported gifts from current restricted funds to be administered by the Board and established the Wayne Weber Memorial Endowed Presidential Scholarship in Law in the School of Law at The University of Texas at Austin. The remaining \$12,500 to complete the \$25,000 endowment will be held and administered by the Law School Foundation in accordance with its agreement with the U. T. Board of Regents.

Income earned from the endowment will be used to award scholarships at the discretion of the Dean of the Law School based upon financial need or merit with preference given to students from Gillespie County, Texas.

34. U. T. Austin: Robert A. Welch Chair in Chemistry in the College of Natural Sciences - Acceptance of Pledge from The Robert A. Welch Foundation, Houston, Texas, and Eligibility for Matching Funds Under The Regents' Endowed Teachers and Scholars Program.--Approval was given to accept a pledge of \$250,000, payable by August 31, 1991, from The Robert A. Welch Foundation, Houston, Texas, for addition to the Robert A. Welch Chair in Chemistry in the Department of Chemistry, College of Natural Sciences, at The University of Texas at Austin.

Further, the pledge will be matched as received under The Regents' Endowed Teachers and Scholars Program and will be used to increase the endowment for a total market value of \$1,160,000.

35. U. T. Austin: Acceptance of Gift from Electronic Data Systems Corporation, Dallas, Texas, and Establishment of the Dr. James T. Willerson Endowed Scholarship Fund in Intercollegiate Athletics for Men.--The Board, upon recommendation of the Land and Investment Committee, accepted a \$100,000 gift from Electronic Data Systems Corporation, Dallas, Texas, and established the Dr. James T. Willerson Endowed Scholarship Fund in Intercollegiate Athletics for Men at The University of Texas at Austin.

Income earned from the endowment will be used to award scholarships to undergraduate athletes participating in the Men's Varsity Swimming Program.

36. U. T. Austin: Acceptance of Gift from Lorraine I. Stengl, M.D., Wimberley, Texas, and Establishment of the Zoology Scholarship Endowment for Excellence in the College of Natural Sciences and Eligibility for Matching Funds Under The Regents' Endowed Student Fellowship and Scholarship Program.--The Land and Investment Committee recommended and the Board accepted a \$25,000 gift from Lorraine I. Stengl, M.D., Wimberley, Texas, and established the Zoology Scholarship Endowment for Excellence in the Department of Zoology, College of Natural Sciences, at The University of Texas at Austin.

Income earned from the endowment will be used to offer competitive scholarship and fellowship support to zoology graduate students.

Further, \$12,500 in matching funds will be allocated under The Regents' Endowed Student Fellowship and Scholarship Program and will be used to increase the endowment to a total of \$37,500.

37. U. T. Dallas: Approval to Accept Bequest from the Estate of William C. Jackson, Jr., Dallas, Texas, and to Establish the William C. Jackson, Jr. Endowment.-- Approval was granted to accept a \$10,000 bequest from the Estate of William C. Jackson, Jr., Dallas, Texas, and to establish the William C. Jackson, Jr. Endowment at The University of Texas at Dallas.

Income earned from the endowment will be used to award scholarships to deserving graduate students in the School of Human Development studying at the Callier Center for Communication Disorders.

38. U. T. El Paso: Acceptance of Gift from Mr. and Mrs. James J. Crouch, El Paso, Texas, and Establishment of the Frederick James Crouch Memorial Scholarship Fund.--The Board accepted a gift of \$10,000 from Mr. and Mrs. James J. Crouch, El Paso, Texas, and established the Frederick James Crouch Memorial Scholarship Fund at The University of Texas at El Paso.

Income earned from the endowment will be used to award annually a scholarship to an outstanding student from Burgess High School, El Paso, Texas, who has also participated in sports. If no graduates from this high school meet the requirements, then a graduate from Andress High School, El Paso, Texas, will be given next consideration. The scholarship will be awarded in accordance with guidelines under the Endowed Presidential Scholarship Program.

39. U. T. El Paso: Acceptance of Gift from Mrs. Bernice Dittmer, El Paso, Texas, and Establishment of the Julie Dittmer Hart Endowed Fund for Music.--Upon recommendation of the Land and Investment Committee, the Board accepted a \$25,000 gift from Mrs. Bernice Dittmer, El Paso, Texas, and established the Julie Dittmer Hart Endowed Fund for Music at The University of Texas at El Paso.

Income earned from the endowment will be used to provide unrestricted financial resources for promoting and improving the music programs in the College of Liberal Arts.

40. U. T. El Paso: Acceptance of Gifts from Mr. James M. Maurice, Odessa, Texas, and Establishment of the James M. Maurice Memorial Metallurgical Engineering Scholarship Fund.--The Board, upon recommendation of the Land and Investment Committee, accepted gifts totalling \$15,000 from Mr. James M. Maurice, Odessa, Texas, and established the James M. Maurice Memorial Metallurgical Engineering Scholarship Fund at The University of Texas at El Paso.

Income earned from the endowment will be used to award a presidential scholarship to a worthy and deserving student enrolled in Metallurgical Engineering in accordance with the Endowed Presidential Scholarship guidelines with first preference given to undergraduate students and then to graduate students.

41. U. T. El Paso: Acceptance of Gift from the Anheuser-Busch Companies, Inc., The Woodlands, Texas, and Establishment of the Rainbo Baking/Anheuser-Busch Scholarship Fund.--The Land and Investment Committee recommended and the Board accepted a gift of \$10,105 from the Anheuser-Busch Companies, Inc., The Woodlands, Texas, and established the Rainbo Baking/Anheuser-Busch Scholarship Fund at The University of Texas at El Paso.

Income earned from the endowment will be used to award annually an undergraduate scholarship with preference given to full-time Hispanic students seeking financial assistance and meeting the requirements for general scholarships.

42. U. T. Tyler: Acceptance of Gifts and Pledge from Mrs. Louise Estabrook, Tyler, Texas, and Various Donors and Establishment of the Evans and Louise Estabrook Endowed Presidential Scholarship.--The Board accepted a \$10,000 gift and a \$10,450 pledge, payable over a two year period, from Mrs. Louise Estabrook, Tyler, Texas, and gifts totalling \$4,550 from various donors for a total of \$25,000 and established the Evans and Louise Estabrook Endowed Presidential Scholarship at The University of Texas at Tyler.

Income earned from the endowment will be used to award scholarships in accordance with the Endowed Presidential Scholarship guidelines.

43. U. T. Southwestern Medical Center - Dallas: Approval to Accept Bequest from the Estate of Ruth S. Harrell, Dallas, Texas.--Approval was granted to accept a bequest of twenty-five percent of the residual Estate of Mrs. Ruth S. Harrell, Dallas, Texas, comprised of cash, notes receivable, and mineral interests, with distributions totalling \$174,676.05 received to date, for use in research at The University of Texas Southwestern Medical Center at Dallas. A final report will be made at a later date.

44. U. T. Southwestern Medical Center - Dallas: Acceptance of Bequest from the Estate of Samuel H. Kahn, Dallas, Texas.--Upon recommendation of the Land and Investment Committee, the Board accepted a bequest of three percent of the residual Estate of Samuel H. Kahn, M.D., Dallas, Texas, comprised of notes, securities and holdings in real estate and mineral interests, valued at approximately \$63,623, for use in cancer research at The University of Texas Southwestern Medical Center at Dallas. A final report will be made at a later date.

45. U. T. Southwestern Medical Center - Dallas: Acceptance of Gifts from Various Donors and Establishment of the Dr. John W. Schermerhorn Endowment Fund.--The Board, upon recommendation of the Land and Investment Committee, accepted gifts of \$10,000 from various donors and established the Dr. John W. Schermerhorn Endowment Fund at The University of Texas Southwestern Medical Center at Dallas.

Income earned from the endowment will be used to award scholarships to outstanding allied health sciences students.

46. U. T. Medical Branch - Galveston: Acceptance of Gift from Mrs. Marie B. Hanna, Austin, Texas, and Establishment of the Ralph Hanna, M.D. Endowed Scholarship Fund.--The Land and Investment Committee recommended and the Board accepted a gift of \$50,000 from Mrs. Marie B. Hanna, Austin, Texas, and established the Ralph Hanna, M.D. Endowed Scholarship Fund at The University of Texas Medical Branch at Galveston.

Income earned from the endowment will be used to award scholarships with preference given to minority students.

47. U. T. Medical Branch - Galveston: Approval to Accept Transfer of Funds and to Establish the William C. Levin, M.D. Fund for Minority Students.--Approval was given to accept a \$10,000 transfer of previously reported gifts from current restricted funds and to establish the William C. Levin, M.D. Fund for Minority Students at The University of Texas Medical Branch at Galveston.

Sixty percent of the income earned from the endowment will be used to award academic scholarships and the remaining forty percent to award financial need scholarships.

48. U. T. Health Science Center - Houston: Acceptance of Gifts from Various Donors and Establishment of The William S. Fields Lectureship in Neurology.--The Board accepted gifts totalling \$30,000 from various donors and established The William S. Fields Lectureship in Neurology at The University of Texas Health Science Center at Houston.

Income earned from the endowment will be used to support the Lectureship.

Funding for this endowment was initiated prior to the U. T. Board of Regents' action of April 14, 1988, which revised the titles and required funding for endowed academic positions.

49. U. T. M.D. Anderson Cancer Center: Deletion of Stephen R. and Clarelise R. Hill Professorship in Medical Urological Oncology (No Publicity).-- Approval was granted to delete from the record the Stephen R. and Clarelise R. Hill Professorship in Medical Urological Oncology at The University of Texas M.D. Anderson Cancer Center since funding will not be available.

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

50. U. T. M.D. Anderson Cancer Center: Acceptance of Gifts from the Family of Dr. Melvin Samuels and Establishment of the Melvin Samuels Lectureship Fund.--Upon recommendation of the Land and Investment Committee, the Board accepted gifts totaling \$50,000 from the family of Dr. Melvin Samuels and established the Melvin Samuels Lectureship Fund at The University of Texas M.D. Anderson Cancer Center.

Income earned from the endowment will be used to support the Lectureship.

Funding for this endowment was initiated prior to the U. T. Board of Regents' action of April 14, 1988, which revised the titles and required funding for endowed academic positions.

51. U. T. M.D. Anderson Cancer Center: Approval to Accept Bequest from the Estate of Claude W. Smith, Orange, Texas.--The Land and Investment Committee recommended and the Board accepted a bequest of \$76,724.85 from the Estate of Claude W. Smith, Orange, Texas, for the benefit of the general programs of The University of Texas M.D. Anderson Cancer Center.

IV. INTELLECTUAL PROPERTY MATTERS

1. U. T. Austin: Approval for Dr. Joseph J. Beaman to Serve on the Board of Directors and to Hold an Equity Interest in Nova Automation Corporation, Austin, Texas.--The Board approved the appointment of Dr. Joseph J. Beaman, Associate Professor in the Department of Mechanical Engineering at The University of Texas at Austin, to the Board of Directors of Nova Automation Corporation, Austin, Texas, and authorized Dr. Beaman to hold an equity interest in the Corporation by the purchase of fifty-three (53) shares of stock in accordance with the Regents' Rules and Regulations, Part Two, Chapter V, Sections 2.462 and 2.471.

2. U. T. M.D. Anderson Cancer Center: Approval to Withdraw the Appointment of Mr. Steven C. Schultz as a Member of the Board of Directors of ARGUS Pharmaceuticals, The Woodlands, Texas (Formerly The Macrophage Company, Inc.), and to Appoint Mr. Michael E. Patrick, Executive Vice Chancellor for Asset Management, or his Delegate, as Regental Representative on the Board of Directors.--At its February 1987 meeting, the U. T. Board of Regents approved an exclusive license agreement by and between The University of Texas M.D. Anderson Cancer Center and ARGUS Pharmaceuticals, The Woodlands, Texas (formerly The Macrophage Company, Inc.), wherein it licensed certain patents in exchange for an equity interest in the company and a seat on its Board of Directors.

At its February 1988 meeting, the U. T. Board of Regents designated Mr. Steven C. Schultz, Executive Vice President for Administration at the U. T. M.D. Anderson Cancer Center, as its representative on the Board of Directors of ARGUS Pharmaceuticals.

Since Mr. Schultz resigned his position at the U. T. M.D. Anderson Cancer Center effective May 6, 1988, the Board appointed Mr. Michael E. Patrick, Executive Vice Chancellor for Asset Management, or his delegate, as its Regental representative on this Board.

RECONVENE.--At 2:30 p.m., the Board reconvened as a committee of the whole to consider those items remaining on the agenda.

EXECUTIVE SESSION OF THE BOARD OF REGENTS

Chairman Blanton reported that the Board had met in Executive Session in the Regents' Conference Room to discuss matters in accordance with Article 6252-17, Sections 2(e), (f) and (g) of Vernon's Texas Civil Statutes. In response to Chairman Blanton's inquiry regarding the wishes of the Board, the following actions were taken:

1. U. T. Medical Branch - Galveston: Settlement of Medical Liability Litigation - Larry Johnson, et al.--Regent Yzaguirre moved that the Chancellor and the Office of General Counsel be authorized to settle on behalf of The University of Texas Medical Branch at Galveston the medical liability lawsuit filed by Larry Johnson, et al, in accordance with the proposal presented in Executive Session.

Regent Hay seconded the motion which carried by unanimous vote.

2. U. T. System: Authorization for Executive Committee to Exercise Approval Authority Related to the Appointment of a Vice Chancellor for Business Affairs (Regents' Rules and Regulations, Part One, Chapter II, Section 7).--Regent Hay moved that the Executive Committee be authorized to exercise the approval authority of the Board in reviewing Chancellor Mark's recommendation with regard to the appointment of a Vice Chancellor for Business Affairs for The University of Texas System.

Regent Beecherl seconded the motion which prevailed without objection.

REPORT OF BOARD FOR LEASE OF UNIVERSITY LANDS

Regent Yzaguirre, a member of the Board for Lease of University Lands, submitted the following report on behalf of that Board:

Report

The Board for Lease of University Lands at a meeting on July 28, 1988, in Austin, Texas, approved a sealed bid sale for oil and gas leases on November 16, 1988, at 10:00 a.m. in the Midland Hilton Hotel in Midland, Texas.

A total of 74,887 acres will be offered in 250 tracts of University Lands in Andrews, Crockett, Gaines, Irion, Martin, Reagan, Schleicher and Upton Counties.

Lease terms approved by the Board provide for a minimum bonus of \$50 to \$150 per acre, 1/4th royalty, with a five-year rental term of \$5 per acre for years two and three and \$10 per acre for years four and five.

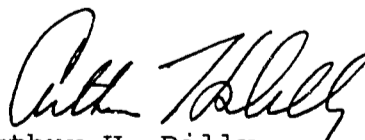
OTHER MATTERS

U. T. System: Comments by Chancellor Mark Related to SEMATECH (Semiconductor Manufacturing Technology).--Chancellor Mark reported that the Board of Directors of SEMATECH (Semiconductor Manufacturing Technology) had conducted a long search for officers of SEMATECH and in the last few weeks had selected a chief executive officer and chief operating officer. He noted the selection of Mr. Robert N. Noyce, a distinguished leader in the electronics industry, as the Chief Executive Officer and Mr. Paul P. Castrucci, a thirty-two year employee of International Business Machines, as Chief Operating Officer.

Chancellor Mark noted that the appointment of these two very highly regarded administrators/scientists is a tremendous asset to SEMATECH and to the capability of that organization to reach its full potential.

SCHEDULED MEETING.--Chairman Blanton announced that the next meeting of the U. T. Board of Regents will be hosted by The University of Texas at Arlington on October 7, 1988.

ADJOURNMENT.--There being no further business, the meeting was adjourned at 2:35 p.m.


Arthur H. Dilly
Executive Secretary

August 15, 1988