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MEETING NO. 573

SEPTEMBER 20, 1958. --The Board of Regents of The University of Texas convened in regular session in the President's Office (Main Building), Austin, Texas, on Saturday, September 20, 1958, at 10:00 a. m. Committee meetings were held on September 19, 1958.

ATTENDANCE. --

Present

Absent

Chairman Jeffers
Vice-Chairman Sorrell
Regent Bryan
Regent (Mrs.) Devall
Regent Hardie
Regent Johnson
Regent Lockwood
Regent Minter
Regent Thompson
President Logan Wilson
Secretary Thedford

Also present were Vice-President Casberg, Vice-President Cox, Vice-President Dolley, Vice-President Haskew, Mr. Sparenberg, Mr. Stewart, Mr. Waldrep, Mr. Keys, Doctor Clark, Doctor Gill, Doctor Olson, Doctor Ransom, Doctor Smiley, Doctor Taylor, Doctor Truslow, and other University personnel.

TEXAS WESTERN COLLEGE

EXPRESSION OF WELCOME, PRESIDENT OF TEXAS WESTERN COLLEGE. --Chairman Jeffers opened the meeting by expressing welcome, personally and on behalf of the Board, to Doctor Joseph R. Smiley at his first official meeting of the Board of Regents. Doctor Smiley joined the staff as President of Texas Western College September 1, 1958, succeeding Doctor Dysart E. Holcomb, resigned. Chairman Jeffers stated, "The Board feels fortunate in interesting Doctor Smiley to accept this position and feels that the College has a great future under his leadership."

(Resignation of Doctor Holcomb and appointment of Doctor Smiley are reported in the Docket dated September 10, 1958, Pages C-2, W-5 .)

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COMMITTEE REPORTS

REPORT OF BUILDINGS AND GROUNDS COMMITTEE (See Page 9 for adoption.). --At the request of Chairman Jeffers, the following report of the Buildings and Grounds Committee was presented by its Chairman, Mr. Lockwood:

MAIN UNIVERSITY - APPROVAL OF PLANS AND SPECIFICATIONS FOR THREE EXPANSION CHAMBERS TO REPLACE EXPANSION DEVICES IN UNDERGROUND STEAM SYSTEM. --At the Regents' Meeting held June 29, 1957, authorization was given to the Main University Physical Plant staff to prepare plans and specifications for Three Expansion Chambers to Replace Expansion Devices in Underground Steam System at the Main University. These plans and specifications have now been prepared and approved by the Comptroller's Office. It is, therefore, recommended that they be approved by the Board and that the Comptroller be authorized to advertise for bids and to award a contract on this project within the amount of money remaining in the appropriation for this work (\$49,483.65).

MAIN UNIVERSITY - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR LABORATORY THEATER BUILDING FOR DRAMA DEPARTMENT. --At the Regents' Meeting held April 26, 1958, an appropriation of \$66,000.00 was made for a Laboratory Theater Building for the Drama Department at the Main University, and authorization was given to instruct Architects Page, Southerland, and Page to proceed with preparation of final plans and specifications. These final plans and specifications have now been completed and approved by Dr. Loren Winship, Chairman of the Department of Drama, the Main University Faculty Building Committee, Comptroller Sparenberg, Vice President Ransom, and President Wilson. It is, therefore, recommended that the Board approve the plans and specifications and authorize Comptroller Sparenberg to advertise for bids to be presented for consideration at a later meeting of the Board.

MAIN UNIVERSITY - RATIFICATION OF AWARD OF CONTRACTS FOR COMPLETION OF UNFINISHED AREAS OF THIRD AND FOURTH FLOORS OF WEST END OF EXPERIMENTAL SCIENCE BUILDING. --At the Regents' Meeting held May 30, 1958, authorization was given for Comptroller Sparenberg to advertise for bids for the Completion of Unfinished Areas of Third and Fourth Floors of the West End of the Experimental Science Building at the Main University, and for a Committee, consisting of Vice President Ransom, Comptroller Sparenberg, Vice President Dolley, and President Wilson, to award contracts for this project after receipt of the bids.

Bids on this project were received, opened, and tabulated on June 19, 1958, as shown on the tabulation sheet.* After consideration of the bids and the deductive alternates thereto, it was decided by the Committee and Dr. Robert E. Eakin, acting for and on behalf of Dr. Roger J. Williams, that it would be to the best interest of the University and ultimately less expensive, if the base bid in each case was accepted and the deductive alternates all rejected, even though the acceptance of these base bids would require more money than was appropriated for the project.

*See Page 89 .

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Dr. Wilson and Dr. Dolley approved the additional appropriation of \$20,000.00 from the Unappropriated Balance of the Available University Fund, and the Committee made award of contracts to the low bidders, as follows:

General Contract:

W. D. Anderson Company
Austin, Texas
Base Bid \$ 68,789.00

Plumbing, Heating, Air Conditioning,
and Ventilating Contract:

J. M. Boyer, Mechanical Contractor
Austin, Texas
Combined Base Bid 105,329.00

Electrical Contract:

W. K. Jennings Electric Company, Inc.
Austin, Texas
Base Bid 19,318.00

Laboratory Equipment Contract:

Metalab Equipment Company
Hicksville, New York
Base Bid 71,888.00

Total Contract Awards \$265,324.00

It is recommended that the Board ratify the actions taken as outlined above in making the additional appropriation to this project and in awarding contracts as listed above.

MAIN UNIVERSITY - RATIFICATION OF AWARD OF CONTRACT FOR REPLACEMENT OF FLOORS (FLOOR COVERINGS) IN CHEMISTRY BUILDING. --At the Regents' Meeting held May 30, 1958, authorization was given to Comptroller Sparenberg to advertise for bids and award contract for Replacement of Floors (Floor Coverings) in the Chemistry Building at the Main University. Bids were received, opened, and tabulated on July 29, 1958, as shown on Page 91. After consideration of the bids by the Comptroller's Office and members of the Main University Physical Plant staff, and in accordance with the recommendation of the Supervising Architect's Office and the Director of the Physical Plant of the Main University, Comptroller Sparenberg awarded a contract to the lowest acceptable bidder on the basis of that company's base bid as follows:

Walter Yates, dba Floorcraft
Austin, Texas \$ 23,995.00

It is recommended that the Board ratify the award of the contract as reported above.

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MAIN UNIVERSITY - RATIFICATION OF AWARD OF CONTRACT FOR REPLACEMENT OF ELEVATOR IN CHEMISTRY BUILDING. --At the Regents' Meeting held May 30, 1958, authorization was given to Comptroller Sparenberg to advertise for bids and award a contract for Replacement of Elevator in the Chemistry Building at the Main University. Bids were received, opened, and tabulated on August 19, 1958 (Page 91). After consideration of the bids by the Comptroller's Office and members of the Main University Physical Plant staff, and upon recommendation of the Director of Physical Plant of the Main University, Comptroller Sparenberg awarded a contract to the lowest acceptable bidder on the basis of this company's base bid, as follows:

Hunter-Hayes Elevator Company
Dallas, Texas

\$ 30,536.00

It is recommended that the Board ratify the award of the contract as reported above.

MAIN UNIVERSITY - APPROVAL OF PLANS AND SPECIFICATIONS FOR REMODELING OF ATTIC AND INSTALLATION OF ELEVATOR See Page 213. IN PETROLEUM ENGINEERING BUILDING. --At the Regents' Meeting held October 11, 1957, an appropriation was made to cover remodeling of the attic of the Petroleum Engineering Building at the Main University and the installation of an elevator in this building to serve all floors including the attic. Plans and specifications have now been prepared for this project by the Main University Physical Plant staff and have been approved by Mr. Graves W. Landrum, Main University Business Manager, Dr. George H. Fancher, Chairman of the Department of Petroleum Engineering and Director, Texas Petroleum Research Committee, and the Comptroller's Office. It is recommended that the plans and specifications be approved by the Board and that Comptroller Sparenberg be authorized to advertise for bids to be presented for consideration by the Board at a later meeting.

These plans and specifications contemplate that certain of the work involved in this project will be handled by the Main University Physical Plant staff, and it is further recommended that Comptroller Sparenberg be authorized to approve requisitions and vouchers for any material and/or labor needed to complete the project, within the amount of money remaining after the award of the two contracts deemed necessary, one for general and mechanical construction and one for installation of the passenger elevator.

MAIN UNIVERSITY - AUTHORIZATION TO INSTRUCT NEW CONSULTING ARCHITECT TO PROCEED WITH PRELIMINARY PLANS FOR UNDERGRADUATE LIBRARY AND ACADEMIC CENTER. --It is the recommendation of the President's Office and the Comptroller's Office that the Comptroller be authorized to instruct the new Consulting Architect, Jessen, Jessen, Millhouse, and Greeven, to start to work on the preparation of preliminary plans for the proposed Undergraduate Library and Academic Center. This building is shown at an estimated cost of \$3,000,000.00, including equipment, on the schedule entitled "Proposed Buildings and Other Permanent Improvements to be Financed from New Money (Permanent University Fund) Bond Issue", submitted as at July 15, 1958, for the consideration of the Texas Commission on Higher Education, the Legislative Budget Board, et al.

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It is further recommended that the amount of \$15,200.00 be appropriated from the Unappropriated Balance of the Available University Fund to cover the following items related to this building:

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|--|---------------------|
| One-half of the estimated fee for the Consulting Architect on this building (1/2 of 1% of \$2,640,000.00, the estimated cost of the construction and built-in equipment) | \$ 13,200.00 |
| Appropriation to cover preliminary expenses, including test holes, etc. | <u>2,000.00</u> |
| Total | <u>\$ 15,200.00</u> |

It is further understood that whatever payments are made on this project from the Available University Fund will be reimbursed to the Available University Fund later from the proceeds of the New Money (Permanent University Fund) Bond Issue.

MEDICAL BRANCH - RATIFICATION OF APPROVAL OF PRELIMINARY PLANS FOR REPAIR AND REMODELING OF GALVESTON STATE PSYCHOPATHIC HOSPITAL BUILDING AND NEGRO HOSPITAL BUILDING. --

At the Regents' Meeting held June 21, 1958, a committee was appointed to approve the preliminary plans for repair and remodeling of the Galveston State Psychopathic Hospital Building, Negro Hospital Building, Rebecca Sealy Nurses' Residence, and Out-Patient Clinic Building at the Medical Branch. The preliminary plans for the Galveston State Psychopathic Hospital Building and the Negro Hospital Building have now been completed and approved by the Committee, and instructions had been issued to the Associate Architect on the projects to proceed with the working drawings and specifications. It is recommended that the action of the Committee in approving these preliminary plans be ratified by the Board.

TEXAS WESTERN COLLEGE - RATIFICATION OF AWARD OF CONTRACT FOR BOOKSTORE CASEWORK AND ISSUANCE OF PURCHASE ORDERS FOR BOOKSTORE FURNITURE AND EQUIPMENT FOR STUDENT UNION BUILDING. --At the Regents' Meeting held March 15, 1958, authorization was given to a Committee, consisting of President Holcomb and Comptroller Sparenberg, to approve the final drawings and specifications for bookstore casework in the Student Union Building at Texas Western College and to award a contract for this work after receipt of bids thereon. Bids for this work were received, opened, and tabulated on June 5, 1958, and after consideration of the bids by Mr. Ralph V. Davis, member of the firm of architects on the project, President Holcomb, and Comptroller Sparenberg, award of a contract was made to the lowest acceptable bidder, Industrial Woodwork Company of El Paso, Texas, on the basis of that company's alternate bid in the amount of \$7,055.00. (Page 92)

It is recommended that the approval of the final drawings and specifications and the award of the contract by the Committee as outlined above be approved by the Board.

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Also at the Regents' Meeting held March 15, 1958, authorization was given to this Committee to approve specifications for other bookstore furniture and equipment needed and to award contracts thereon within the amount of \$5,000.00. After consideration of the small amount which would have been involved in each contract, it was decided to purchase this furniture and equipment through purchase orders rather than by contracts. Consequently, bids were called for and purchase orders issued in the total amount of \$4,818.89. It is recommended that the Board ratify the action taken in issuing purchase orders in this amount covering bookstore furniture and equipment for the Student Union Building at Texas Western College.

TEXAS WESTERN COLLEGE - APPROVAL OF INSCRIPTION ON PLAQUE FOR ADDITION TO STUDENT UNION BUILDING. --It has been agreed that the Addition to the Student Union Building at Texas Western College will not have a cornerstone, but instead will have a bronze plaque installed in the building with the same type of information usually contained on the cornerstone, in accordance with the Regents' standard practice. It is recommended that the inscription on this plaque read as follows:

ADDITION AND ALTERATIONS TO STUDENT UNION BUILDING

1957

BOARD OF REGENTS

Leroy Jeffers, Chairman
 J. R. Sorrell, Vice Chairman
 J. P. Bryan
 Mrs. Charles Devall
 Thornton Hardie
 J. Lee Johnson, III
 Lee Lockwood
 Dr. Merton M. Minter
 Joe C. Thompson

---00---

Logan Wilson, President, The University of Texas
 Charles H. Sparenberg, Comptroller, The University of Texas

---00---

Dysart E. Holcomb, President, Texas Western College
 Jack Yuthas, Chairman, Building Committee of Texas Western College

---00---

Davis, Foster, Thorpe, and Associates, Architects
 C. H. Leavell and Company, Contractor

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CENTRAL ADMINISTRATION - RATIFICATION OF SIGNING OF CONTRACT WITH NEW CONSULTING ARCHITECT. --In accordance with authorization given at the Regents' Meeting held May 30, 1958, Comptroller Sparenberg has negotiated with Jessen, Jessen, Millhouse, and Greeven, of Austin, Texas, a contract with that firm to serve as Consulting Architect for The University of Texas System for the period from September 1, 1958 through August 31, 1960. After several conferences with that firm and one with the Chairman of the Board, a contract has been signed which varies in minor details only from that signed with Page, Southerland, and Page in 1956. It is recommended that the Board ratify the signing of this contract as reported above.

It is further recommended that in order to carry out the terms of the contract an appropriation of \$10,000.00 be made for 1958-59 from the Unappropriated Balance of the Available University Fund to cover the maximum costs of the preparation and continuing study of Campus Development Plans as set out in the contract.

MAIN UNIVERSITY - RATIFICATION AND APPROVAL OF REQUISITION FOR CERTAIN MATERIALS AND EQUIPMENT IN CONNECTION WITH EXPANSION OF POWER PLANT PROJECT. --In connection with the Expansion of the Power Plant at the Main University, purchases of certain materials and equipment have been made through purchase orders rather than through contracts, all within the appropriation made by the Board for the particular project. It has been the practice of the Comptroller's Office to ask for ratification and approval of these requisitions by the Board where the amount of the purchase was \$5,000.00 or more. It is, therefore, recommended that the Board ratify the action of Comptroller Sparenberg in signing a requisition on the basis of which a purchase order was issued to Manning, Maxwell, and Moore, Inc., Houston, Texas, in the amount of \$23,477.80 payable out of Account No. 91120 - Expansion of Power Plant. This purchase order was for one power crane and two hand-operated cranes, and before issuance of the purchase order bids were obtained through the Purchasing Office of the Main University.

MAIN UNIVERSITY - PERMISSION TO REMOVE FOUR PECAN TREES ON THE SOUTH END OF FRESHMAN FIELD. --The Athletic Council, through Chairman O. B. Williams and Athletic Director Ed Olle, has requested permission to remove four pecan trees from the south end of Freshman Field, in order to provide more space for both Varsity and Freshman football practice and band drill. This recommendation has been approved by Dean McCown, Business Manager Landrum, Vice President Ransom, and President Wilson. It is recommended that the requested permission be granted by the Board of Regents.

MAIN UNIVERSITY - APPROVAL OF PRELIMINARY PLANS FOR ADDITION TO CHEMISTRY BUILDING. --At the Regents' Meeting held June 29, 1957, an appropriation in the amount of \$1,000,000.00 was made for an Addition to the Chemistry Building at the Main University, and subsequently the Consulting Architect, Page, Southerland, and Page, was instructed to proceed with the preparation of preliminary plans. These preliminary plans have now been completed and have been approved by the Chairman of the Department of Chemistry, the Main University Faculty Building Committee, Comptroller Sparenberg, Vice President

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Ransom, and President Wilson. It is recommended that they be approved by the Board and that an Associate Architect be appointed and authorized to proceed with the preparation of working drawings and specifications to be presented to the Board for approval at a later meeting.

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - PROPOSED PARKING LOT ON SOUTH SIDE OF M. D. ANDERSON HOSPITAL. -- With the approval of President Wilson, Dr. R. Lee Clark, Jr. and Mr. Joe E. Boyd, Jr. have conducted negotiations with the Texas Medical Center, Inc., in regard to the financing and construction of a parking lot on the south side of the M. D. Anderson Hospital building, which will provide 233 additional parking spaces which are badly needed, at an estimated cost of somewhere between \$20,000.00 and \$25,000.00. Dr. Clark has submitted, and Vice President Dolley, President Wilson, and Comptroller Sparenberg have approved the following recommendations:

1. That the Board of Regents of The University of Texas accept the offer of the Texas Medical Center, Inc. to finance the construction of this parking lot so that construction can begin immediately.
2. That The University of Texas M. D. Anderson Hospital and Tumor Institute pay an annual rental, for the use of this lot, to the Texas Medical Center, Inc., which over a period of five years will equal the construction cost of the parking lot, with the understanding that after this five year period this parking lot will be available for the use of M. D. Anderson Hospital and Tumor Institute without charge.
3. That the construction contract be between the Texas Medical Center, Inc. and the contractor selected, with payments to be made to the contractor by the Texas Medical Center, Inc., after the usual approvals required by The University of Texas on the contractor's estimates.
4. That plans and specifications for this parking lot be prepared by the Physical Plant staff of the M. D. Anderson Hospital and Tumor Institute and that these plans and specifications, the call for bids, and the recommended contract award all be approved by Mr. Boyd, Dr. Clark, and Comptroller Sparenberg in accordance with the usual Board of Regents requirements, before final submission to the Texas Medical Center, Inc. for the contract award.

SOUTHWESTERN MEDICAL SCHOOL - REMOVAL OF TEMPORARY BUILDINGS FROM OLD CAMPUS. --A request has been received from Dean Gill of Southwestern Medical School for permission to remove five temporary frame buildings on the old site of Southwestern Medical School as more fully set out on a drawing which has been prepared at the School. There is no certainty that the bids to be received on the removal of these old buildings will involve any gain to the University; on

the contrary, information received from certain potential bidders indicates that there is a strong possibility that the bids received will involve an expenditure by the University of from \$2,000.00 to \$3,500.00 rather than any cash payment to the University.

It is recommended that the Board authorize the preparation of whatever plans and specifications are necessary for this work by the Physical Plant staff of Southwestern Medical School, the advertising for bids for the removal of these buildings by either Dean Gill or Business Manager Gell, and the awarding of a contract or contracts for this work with the concurrence of Dean Gill and Comptroller Sparenberg. It is contemplated that whatever appropriation is necessary for the costs involved will be covered later by a recommendation from Dean Gill to President Wilson after the bids have been received and the contract or contracts have been awarded.

ASSOCIATE ARCHITECT, PRESTON M. GEREN, FORT WORTH, TEXAS, ADDITION TO CHEMISTRY BUILDING, MAIN UNIVERSITY. -- The Buildings and Grounds Committee referred to the Committee of the Whole the selection of an Associate Architect for the addition to the Chemistry Building at the Main University. The Committee of the Whole took under consideration a list of architectural firms both in and out of Austin and reports the selection of Preston M. Geren as Associate Architect for the Addition to the Chemistry Building, Main University. It is recommended that Comptroller Sparenberg be authorized to negotiate a contract with Preston M. Geren to be approved as to legal form by Attorney Waldrep and to be executed by Chairman Leroy Jeffers and by Preston M. Geren.

Adoption of Report. -- The foregoing report upon motion of Mr. Lockwood, seconded by Mr. Johnson, was unanimously adopted.

(Mr. Rob Burlage, Editor of The Daily Texan came into the meeting.)

REPORT OF MEDICAL AFFAIRS COMMITTEE (See Page 30 for adoption.). -- At the request of Chairman Jeffers, Committee Chairman Minter presented the following report of the Medical Affairs Committee:

The Medical Affairs Committee met with President Wilson, Vice-President Casberg, Director Clark, Dean Gill, Dean Olson, Dean Taylor, and Executive Director Truslow to discuss problems of the respective units. The following items were considered:

Revision of Terms and Conditions of The James W. McLaughlin Fellowship Fund, Medical Branch. -- The Medical Affairs Committee discussed in detail the major changes in the Administration's proposed revisions of The James W. McLaughlin Fellowship Fund as mailed to each Regent on September 11, 1958. It is recommended by the Committee that The James W. McLaughlin Fellowship Fund as now constituted (Permanent Minutes, Volume I, Pages 697-701) be amended by substituting in lieu thereof the following:

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THE JAMES W. McLAUGHLIN FELLOWSHIP FUND

1. Name of Fund: The James W. McLaughlin Fellowship Fund
2. Established by: Will of A. C. McLaughlin, deceased, the pertinent provisions of which read as follows:

"I bequeath all other property of which I die possessed to the School of Medicine University of Texas to establish and maintain fellowships to be known as The James W. McLaughlin Fellowships for the Investigation of Infection and Immunity."

(In all matters concerning The James W. McLaughlin Fellowship Fund, "The School of Medicine, University of Texas" refers to The University of Texas Medical Branch in Galveston.)

Mr. A. C. McLaughlin, a resident of the State of California at the time of his death, was a graduate of The University of Texas, receiving a Bachelor of Science Degree with a major in Geology, Class of 1896. He was an early pioneer geologist, moving to California in 1906, where he became a leader in the petroleum industry. Among his achievements was his contribution to the development of the Rangely Field in the State of Colorado.

3. In Honor of: The fellowships are named in honor of his father, Doctor James W. McLaughlin, who was for many years a professor in The University of Texas School of Medicine in Galveston, Texas, and who served also as a Regent of The University of Texas from 1907 to 1909.
4. Date of Will: December 7, 1951.
5. Date of Death: January 6, 1952.
6. First Fellowships Awarded: The school year 1954-55.
7. Eligibility: Fellowships shall be awarded to graduate students and/or other qualified persons, including members of the faculty of The University of Texas Medical Branch at Galveston, to aid and assist their studies and research.
8. Purposes
 - A. The Fellowships shall be known as "The James W. McLaughlin Fellowships for the Investigation of Infection and Immunity" and the Fellows under this Fund shall be known as "James W. McLaughlin Fellows."

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- B. The available income from the Fund shall be used for investigations in the field of infection and immunity.
- C. The Fellowships shall be for research and shall not require any other services to the University such as routine teaching or clinical duties. The responsibilities of the Fellows shall be fulfilled through one or more departments of The University of Texas Medical Branch.
9. Investment of Fund: The principal of the Fund shall be held in perpetuity and while a separate account shall be maintained the Fund may be grouped with others for the purpose of investment. The Board of Regents shall have full power to retain investments received, to invest and re-invest the Fund or any part thereof in such securities or property of the kind or character it may deem to be most suitable for such investment, including (but not by way of limitation) bonds, preferred and common stocks, mortgages, and real or personal property. Only the income of the Fund, after reasonable allowance for depletion of the mineral interests as approved by the Board of Regents, shall be used for Fellowship awards. The estimated amount of unexpended income to be available each year on September 1 shall be reported to the McLaughlin Committee by the Endowment Officer during the preceding month of April so that time will be allowed for the selection of the Fellows. Funds available to the McLaughlin Committee, but not required for immediate use, may be invested temporarily and for this purpose may be grouped with other funds. Income from such temporary investments shall be available to the Committee. By the 1st of October and the 1st of March of each year, the McLaughlin Committee shall give to the Business Manager of the Medical Branch an estimate of its anticipated expenditures for the next six months. Any money that is not encumbered or spent during the fiscal year shall not be returned to the McLaughlin Endowment Fund, but shall be carried over to become available to the McLaughlin Committee in subsequent fiscal years, unless the committee recommends, and the Board of Regents approves, some other procedure.
10. Patents: It shall be the policy of the James W. McLaughlin Fellowship Fund that any patents or negotiable rights derived from research supported by the Fund shall be assigned to the Board of Regents, The University of Texas, for the use and benefit of the Endowment Fund. Any royalties or other compensations from these patents or rights shall be divided between the Endowment Fund and the Fellow on the basis of three-fourths to the Endowment Fund and one-fourth to the Fellow. Co-inventorship may be a reason for further division of the share of the Fellow but will not alter the share accruing to the Endowment Fund.

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11. The McLaughlin Committee This Committee shall be established to review applications, recommend fellowship awards, recommend other proper uses of the McLaughlin Fund income and to do whatever else is necessary to ensure proper use of the Fund income for the advancement of science in the field of infection and immunity. All actions of the committee involving the awarding of fellowships or the appropriation of money from the unallocated income shall be submitted to the Executive Director of the Medical Branch, to be forwarded to the President of the University for presentation to the Board of Regents. For purposes of information, the Executive Director and the Chairman of the Research Committee of the Medical Branch shall receive copies of all minutes of regular and special McLaughlin Committee meetings. The McLaughlin Committee shall be composed of seven members from the faculty of the Medical Branch with rank of Associate Professor or higher and shall be appointed by the Executive Director of the Medical Branch who will designate a member of the committee to serve as chairman. Appointments will be made for a period of two years, four members to be appointed in the even years and three to be appointed in odd years. Vacancies shall be filled by appointment for the unexpired terms. The term of the committee member as chairman shall be at the pleasure of the Executive Director of the Medical Branch. No McLaughlin Committee member shall serve more than two terms consecutively.
12. Supplementary Funds: Fellowship funds shall not be used as a supplement to or substitute for staff salaries. The financial support for each approved fellowship project shall be recommended by the McLaughlin Committee. The total expenditure for other than fellowship stipends normally shall not exceed one-third of the annual available income of the Fund as a whole; however, with the approval of two-thirds of the committee, non-renewable grants may be recommended for special projects provided that the committee specifically finds that the granting of the money is desirable for the future welfare of the McLaughlin Fund program and that the expenditure does not assume the responsibilities of the University for the provision of services or instructional facilities.
13. Permanent Equipment: All items of permanent equipment purchased by McLaughlin Fund money for the support of any specific Fellow shall remain under the control of the McLaughlin program during the tenure of the Fellow. At the conclusion of this period the equipment shall be under the control of the Medical Branch department in which the Fellow's sponsor has his appointment. In cases where there has been joint sponsorship, the McLaughlin Committee will designate the control of any equipment. All items purchased in relation to special projects shall be under the control of various departments of the Medical

Branch as designated by the McLaughlin Committee. However, the McLaughlin Committee may retain control of any items purchased with McLaughlin Fund money that it may decide are essential for its own operations. Any property under the control of the McLaughlin Committee at the time of the adoption of these Terms and Conditions shall be retained by the Committee or transferred to the various departments of the Medical Branch at the discretion of the Committee.

14. Selection of Fellows

- A. Application for a fellowship shall be completed at least three months prior to the anticipated appointment.
- B. Applications for these fellowships may be invited through announcements in leading medical and scientific journals or by other means.

15. Stipend: The term "stipend" as used in these Terms and Conditions refers to a sum of money paid to a Fellow for the defrayment of his personal expenses and does not refer to money used for payment of any expenses incurred as a result of the study and investigation that the Fellow is pursuing. These stipends are granted subject to the income tax regulations that are applicable.

16. Description of Fellowships: The major responsibility of the McLaughlin Fellowship Fund is to contribute to the sum total of scientific knowledge and to the scientific manpower pool in the field of infection and immunity through the training and encouragement of scientists. Other responsibilities are to promote the academic stature of the Medical Branch through its activities in supporting worthwhile Fellows who will be credits to the University and to assist in the creation of a favorable atmosphere at the Medical Branch for scientific endeavor. In accord with these stated objectives, the types of fellowships that may be granted are listed below:

- A. **DISTINGUISHED FELLOWSHIPS.** These are to be offered to outstanding scientifically mature individuals who would be invited to come to The University of Texas Medical Branch. One of the purposes of this class of fellowship is to provide opportunities for scientific stimulation and consultation in this particular field for the Medical Branch. The tenure for a Distinguished Fellow should normally not exceed one year, although under special circumstances renewal of the Fellowship may be granted for a total period up to three years. A Distinguished Fellow shall have a sponsor within the department or laboratory in which he would be carrying on

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his research. In addition, however, the Chairman of the McLaughlin Committee shall appoint a member of the committee as a co-sponsor. This co-sponsor shall have the specific responsibility for promoting scientific interchange between the Distinguished Fellow, and the faculty and students of the University.

The stipend for a Distinguished Fellow shall be set by the McLaughlin Committee and shall not exceed the maximum salary paid professors of comparable status at the Medical Branch.

There shall be a reasonable allowance at the discretion of the McLaughlin Committee to cover travel expenses, to include but not be limited to, travel to scientific meetings. It may also include allowance for travel to cover the following:

Travel to and from Galveston from point of origin either within or outside of the United States.

Travel from and return to Galveston when the contemplated research or part of it should be done away from Galveston.

The rules covering travel by McLaughlin Fellows shall be those covering travel on trust funds set forth in the travel policies in effect at The University of Texas Medical Branch.

Ordinarily, the McLaughlin Committee will endeavor to supply funds for equipment and supplies sufficient to permit the Fellow to carry out his research in a satisfactory manner. The acceptance of the fellowship signifies the Distinguished Fellow's agreement that the funds are adequate for the program that has been proposed. Requests for major permanent equipment shall be acted upon by the McLaughlin Committee. Distinguished Fellowships normally shall include the privilege of obtaining skilled technical assistance at the salary level commensurate with the qualifications of the assistant, but not exceeding the salary paid to instructors in the preclinical Departments. In the event that the Distinguished Fellow may wish to obtain the services of one of his associates within the salary range above indicated, travel expenses within the North American continent for this person may be approved by the McLaughlin Committee.

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- B. **FACULTY FELLOWSHIPS.** Faculty Fellowships shall be available to members of the faculty of The University of Texas Medical Branch who have any professorial rank and who have been faculty members for at least three years. These fellowships should provide opportunity for faculty members to travel to other institutions within this country, or outside of it, in order to carry on research in the field of infection and immunity that could not be accomplished at the Medical Branch. Faculty Fellowships should not exceed one year and are not renewable; it is anticipated that most of them would be for shorter periods of time.

The stipend for a Faculty Fellow shall be equivalent to the salary being paid to said Fellow by the University. The awarding of faculty fellowships depends upon the approval of the McLaughlin Committee and the approval of the Executive Director of the Medical Branch. Approval of the application for a Faculty Fellowship by the McLaughlin Committee shall precede consideration by the Executive Director. Any applicant for a Faculty Fellowship should present evidence that his proposed project could not be carried out with the facilities available locally. There shall be a reasonable allowance at the discretion of the McLaughlin Committee to cover first class travel to and from the area where the Fellow would be carrying out his research. In addition, there shall be an allowance for lodging and tuition or other expenses necessary to the project. The rules covering travel by McLaughlin Fellows shall be those covering travel on trust funds set forth in the travel policies in effect at The University of Texas Medical Branch. "Travel" shall be interpreted as travel from Galveston to the new headquarters of the Fellow and return to Galveston. Once having arrived at his new headquarters, pertinent expenses of a Fellow shall be chargeable against the allowance for lodging. It is the intent of these Faculty Fellowships to remove the added burden of necessary expense resulting from the fact that the Faculty Fellow is working away from his Galveston headquarters. The committee shall be guided by this principle in establishing or modifying allowances for lodging.

- C. **POSTDOCTORAL FELLOWSHIPS.** Applications for Postdoctoral Fellowships shall be considered from individuals holding doctoral degrees and having had training and experience in subjects bearing a satisfactory relationship to the fields in which they propose to do their research. These applicants should have qualities that portend investigative ability.

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The duration of a Postdoctoral Fellowship shall be one year, with annual renewal at the discretion of the McLaughlin Committee, for a total of not more than three years. The stipend shall be in line with salaries at the academic level for which the applicant is qualified. Yearly increases may be awarded at the discretion of the McLaughlin Committee. Ordinarily, the McLaughlin Committee will endeavor to supply funds for equipment and supplies sufficient to permit the Fellow to carry out his research in a satisfactory manner. Requests for major items of permanent equipment shall be considered separately by the McLaughlin Committee. There shall be a reasonable allowance, at the discretion of the McLaughlin Committee to cover travel expenses, this to include, but not be limited to, travel to scientific meetings and in special cases may include travel allowances to cover the following:

Travel to and from Galveston from point or origin either within or outside the United States.

Travel from and return to Galveston when the contemplated research, or part of it, should be done away from Galveston.

The rules covering travel by McLaughlin Fellows shall be those covering travel on trust funds set forth in the travel policies in effect at The University of Texas Medical Branch.

- D. PREDOCTORAL FELLOWSHIPS. Predoctoral Fellowships shall be considered for individuals who are exceptionally well qualified students and who meet the requirements for admission to the Graduate School of The University of Texas.

The duration of a Predoctoral Fellowship shall be one year. Application for renewal will be considered annually for no more than two additional years. The stipend for Predoctoral Fellowships shall be recommended by the McLaughlin Committee annually prior to the announcing of available Fellowships for the succeeding academic year. Allowance for additional support for dependents will likewise be recommended at that time. Ordinarily, the McLaughlin Committee will endeavor to supply funds for equipment and supplies sufficient to permit the Fellow to carry out his research in a satisfactory manner.

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Requests for major items of permanent equipment shall be acted upon separately. There shall be a reasonable allowance at the discretion of the McLaughlin Committee to cover travel expenses, this to include, but not be limited to, travel to scientific meetings and in special cases may include travel allowances to cover travel from and return to Galveston when the contemplated research or part of it should be done away from Galveston. The rules covering travel by McLaughlin Fellows shall be those covering travel on trust funds set forth in the travel policies in effect at The University of Texas Medical Branch.

- E. MEDICAL STUDENT FELLOWSHIPS. These Fellowships are to be awarded by the McLaughlin Committee after a) personal interview with the candidate, b) investigation of the candidate's qualifications, c) evaluation of the proposed program. At the time of the personal interview the written comments of the applicant's sponsor should be available, giving his opinion of the applicant and the proposed program, as well as certifying the availability of space, equipment, material and consultative advice. The attendance of the sponsor at the McLaughlin Committee meeting during the consideration of an applicant should be invited.

Medical Student Fellowships will be awarded for a period of three months, in residence full time. This program may be extended during the following school year if the student is judged to be performing satisfactorily, or may be renewed for a succeeding three months, in residence full time, during the succeeding summer. The stipend for a Medical Student Fellowship shall be recommended by the McLaughlin Committee annually prior to the announcement of available Fellowships for the succeeding summer. In addition, supplementary funds to purchase equipment and supplies shall be appropriated in an amount not exceeding \$100.00. When Medical Student Fellowships are extended during the succeeding school year, the stipend will be placed on an hourly basis at a rate to be recommended annually by the McLaughlin Committee. Investigation and research during this period shall not exceed fifty hours per month.

As an alternative to the above procedure for the selection of McLaughlin Student Fellows and the administration of the McLaughlin Student Fellowships, the McLaughlin Committee may delegate certain of its authority and duties in

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this area to the Faculty Committee on Student Fellowships. If this is done, the McLaughlin Committee may appropriate an amount of money each year from the McLaughlin Fund income to be transferred to the Faculty Committee on Student Fellowships. This money shall be used for Medical Student Fellowships and supplementary funds for these fellowships. The amounts allocated for stipends and supplementary funds shall be at the discretion of the Faculty Committee on Student Fellowships, which shall also receive applications, make the Fellowship awards and administer the Fellowships. These Fellowships, however, shall be awarded for research in the field of infection and immunity. The Faculty Committee on Student Fellowships shall report to the McLaughlin Committee yearly concerning its disposition of the McLaughlin Fund income made available to it. The responsibilities of the Medical Student Fellow and his sponsor shall be the same whether the fellowship is awarded by the McLaughlin Committee or the Faculty Committee on Student Fellowships. Recommendations of the Faculty Committee in regard to these fellowships shall be submitted through the McLaughlin Committee to the Executive Director, President and the Board of Regents.

In addition to the amount granted for stipend and supplies, the Chairman of the McLaughlin Committee shall have available a fund of \$1,000 per year which he may draw against in single amounts not to exceed \$100 for additional equipment and supplies to meet specific requests by the Medical Student Fellows, with the approval of their sponsors. The student must submit an acceptable report of work accomplished at the completion of the program prior to receiving his final stipend, and this report should be accompanied by a critical evaluation of the work by the sponsor. If a fellowship is approved for renewal during the following summer, the McLaughlin Committee or the Faculty Committee on Student Fellowships shall specify any additional funds for the purchase of further equipment and supplies. This amount shall normally not exceed \$100.

As a means of fostering the concept of quality in research and as a means of recognizing the accomplishment of research of high quality, the McLaughlin Committee may provide an award to be given to no more than one McLaughlin Student Fellow each year in recognition of outstanding research activity. When such an award

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is given it will be associated with a formal public presentation of the results of this research by the award winner. In the event that outstanding research programs have been carried out by other students, the committee may invite the public presentation of this research as well. This award is to be known as THE JAMES W. McLAUGHLIN STUDENT RESEARCH AWARD. Publication costs which may result from this program shall be assumed by the McLaughlin Fund.

17. Classification of Applicants for McLaughlin Fellowships: Postdoctoral McLaughlin Fellowships shall be awarded only to individuals who, in the opinion of the McLaughlin Committee, have competence in their proposed field of research equivalent to that derived from a doctorate degree in this field of science. Individuals with doctoral degrees not meeting this qualification may be considered for predoctoral fellowships.
18. Method of Application for McLaughlin Fellowships: Applications for McLaughlin Fellowships shall be made on forms designed for this purpose and shall be sent to the Chairman of the McLaughlin Committee. After preliminary review to determine that the application is filled out satisfactorily, it shall be transmitted to the chairman of the department in which the applicant proposes to carry out his research, together with a form to be filled out by the chairman approving the sponsorship arrangements indicated in the application and certifying that space and facilities are available within the department. If the applicant is proposing a research program in an organized research laboratory not an integral part of one of the teaching departments at the Medical Branch, this certification should come from the director of the laboratory. When the application and certification are returned to the McLaughlin Committee, the application shall be placed on the agenda for the next regular meeting of the committee. The sponsor shall be notified of this fact and invited to attend this portion of the McLaughlin Committee meeting. Motions relating to the award of a fellowship shall be voted on in executive session. All applications should be received at least three months prior to the date on which the fellowship would commence.

Fellowships shall be recommended on the basis of duly passed motions at either regular or special meetings of the McLaughlin Committee. The McLaughlin Committee shall meet once each calendar month or more often at the call of the chairman. A majority of the total membership shall constitute a quorum and actions of the committee shall be on the basis of the majority of members attending a meeting. The chairman of the McLaughlin Committee shall notify each applicant of the final action taken in regard to his application. If this final action is the granting

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of a fellowship, the chairman of the McLaughlin Committee shall request the applicant to state his acceptance of the fellowship. Copies of all such correspondence will be sent to the applicant's sponsor.

19. Requests for Additional Supplementary Funds: The original allocation represents the sole monetary commitment of the McLaughlin Committee. Any additional requests for supplementary funds shall be considered only if the committee agrees that unusual circumstances beyond the control of the Fellow have made supplementary support necessary.

20. Method of Application for Renewal of McLaughlin Fellowships: The initial granting of a fellowship does not represent a commitment concerning its renewal by the McLaughlin Committee. However, when the progress of a McLaughlin Fellow appears to be satisfactory, renewal of fellowship may be made up to the limits described under each class of fellowship. Any holder of a McLaughlin Fellowship desiring to renew this fellowship should make application for renewal, by letter, to the McLaughlin Committee at least four months prior to the expiration of his fellowship. Letter of application should be accompanied by a precise report of progress and a description of the Fellow's proposal for research to be carried out during the period of the requested renewal. In addition, the applicant should provide the committee with a letter from the Chairman of the Department, or Laboratory Director, with which he is associated, certifying that space and facilities would be available within the department or laboratory and approving the sponsorship arrangements indicated in the application. Upon receipt of letter of application for renewal of a fellowship, and the re-certifying letter from the Department Chairman or Laboratory Director, the Chairman of the McLaughlin Committee shall point an ad hoc sub-committee from the McLaughlin Committee membership, to review the applicant's report and any other pertinent information and to make recommendations concerning the renewal of the fellowship. Notice of the McLaughlin Committee's action should be given to the applicant and his sponsor at least two months prior to the expiration of the current fellowship.

21. Reports by McLaughlin Fellows
 - A. Each predoctoral and postdoctoral Fellow should present a precise written report of progress to the McLaughlin Committee at six month intervals. However, if an application for a renewal of the fellowship is anticipated, the six month progress report may be omitted in favor of a report submitted at the time of application for renewal. Under no circumstances shall reports be made less frequently than once every twelve

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months and a final report should be in the hands of the McLaughlin Committee within one month after the termination of a Fellowship tenure. All interim reports shall be considered as status reports and may be correspondingly brief. However, final reports should be considered as the summation of all the significant research carried out by the Fellow and should therefore be complete in themselves.

Distinguished Fellows shall not be required to make written reports to the McLaughlin Committee. However, their sponsors should report to the Committee on the general activities of the Distinguished Fellow and give an appraisal of his contribution to the academic and scientific welfare of the Medical Branch. Faculty Fellows shall present a precise written report of their activities during the period of their McLaughlin Faculty Fellowship within three months of the completion of their Fellowship.

- B. Publications resulting from these Fellowships should carry an acknowledgment as follows: "Supported by James W. McLaughlin Fellowship Fund" and two reprints of each publication should be submitted to the McLaughlin Committee.
- C. At its discretion the McLaughlin Committee may recommend a contribution toward the publication expenses of a McLaughlin Fellow. This money will be appropriated from the McLaughlin unallocated income and will be given only for publication of manuscripts which have been accepted by standard journals or approved publishers. The McLaughlin Committee will exercise no jurisdiction or authority over reports of McLaughlin Fellows, since these are to be considered as independent efforts of each Fellow. It will not be the function of the McLaughlin Committee to suggest any policies concerning publication of the results of research by the McLaughlin Fellow, since the committee assumes no responsibility for the content of such publication. The committee will act only when funds are requested by the McLaughlin Fellow.

22. Reports by the McLaughlin Committee

- A. The McLaughlin Committee shall render an annual report to the Executive Director of the Medical Branch, the President, and the following members of Central Administration: Vice President for Fiscal Affairs, Vice President

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for Medical Affairs, Comptroller, and Endowment Officer.

- B. The McLaughlin Committee shall prepare an annual summary of its activities. After approval by the Executive Director of the Medical Branch, this summary shall be presented to the faculty at a regular meeting.
23. Consultation and Contingency Fund: The sum of \$3,000 shall be established as a Consultation and Contingency Fund to be used upon the authorization of the McLaughlin Committee with the approval of the Executive Director of the Medical Branch or a representative designated by him. This fund shall be replenished to its original level of \$3,000 at the beginning of each fiscal year. It will be used to secure consultation with workers in the field of infection and immunity, to hold symposia, to promote the welfare of the McLaughlin Fund program in any approved way and to be available for emergency use by the McLaughlin Committee for contingencies. In addition, the sum of \$1,000 annually will be assigned to the McLaughlin Committee Chairman's Fund to be allocated by the chairman at his discretion to meet urgent needs of the McLaughlin Fund program or McLaughlin Fellows. Any expenditures from this fund shall be reported to the McLaughlin Committee at its next meeting.
24. Faculty Fund for Preliminary Research: A fund of \$5,000 shall be withdrawn from the unallocated income of the McLaughlin fund and established as a Faculty Fund for Preliminary Research in the field of infection and immunity. The purpose of this fund shall be to grant to faculty members of any rank at the Medical Branch limited funds with which to carry on exploratory research that would be anticipated to lead to application for more extensive support from other sources. This fund shall be replenished to its original level of \$5,000 at the beginning of each fiscal year. Applications from faculty members for support from this fund shall be made by letter in which the need for support is stated and the proposed program is described. Such letters should be transmitted to the McLaughlin Committee by and with the approval of the Department Chairman or Laboratory Director in whose area the research will be done. The McLaughlin Committee may recommend grants from this fund with the approval of the Executive Director, in amounts not to exceed \$1,000 to any individual applicant. These grants shall not be renewable.
25. McLaughlin Fund Administration: The McLaughlin Committee shall have the right to employ secretarial or other clerical assistance and to purchase any supplies, equipment or services necessary for the conduct of McLaughlin Committee business. At the beginning of each fiscal year

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the McLaughlin Committee shall recommend the appropriation of the necessary funds from the McLaughlin Fund unallocated income to a Salary Account and Maintenance & Equipment Account for these purposes.

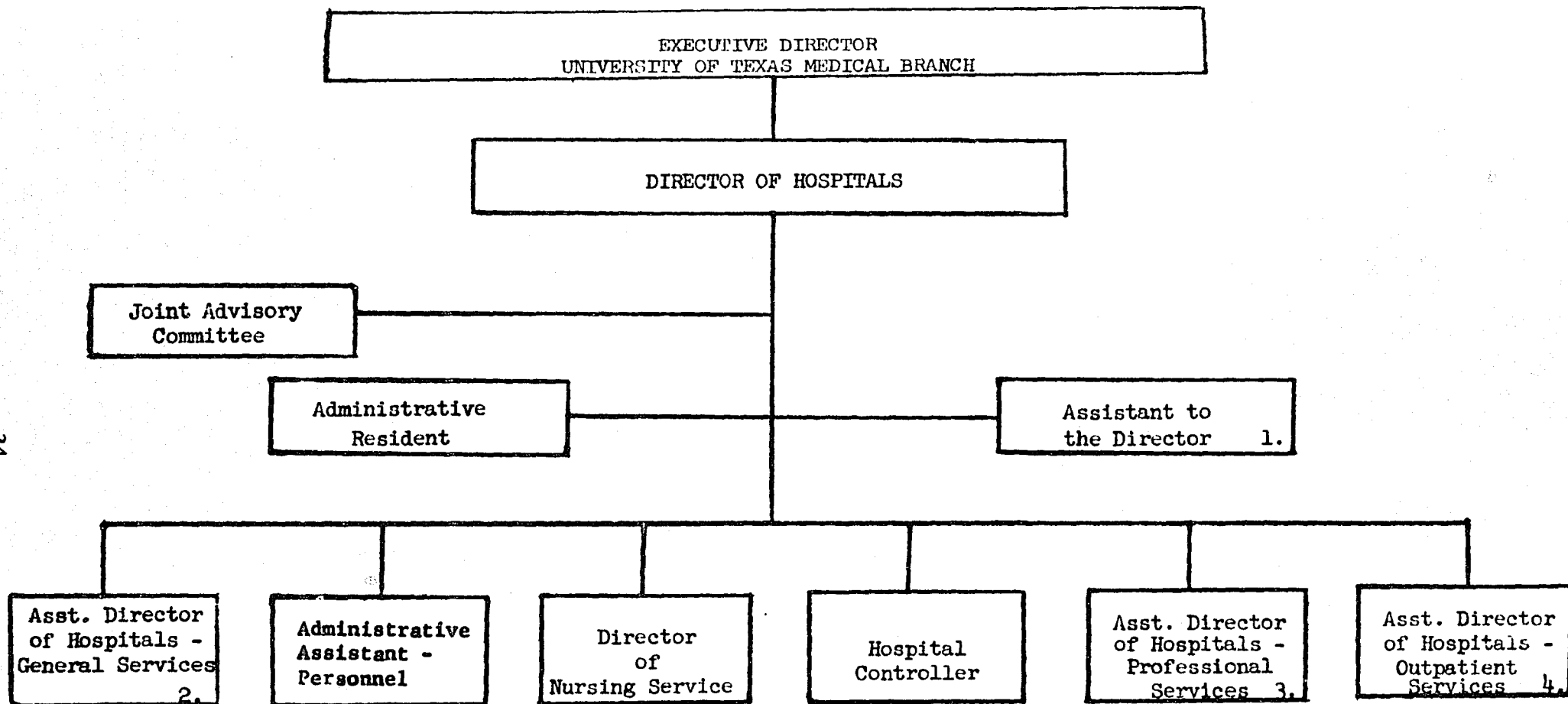
26. Committee-Fellow Relations: The McLaughlin Committee shall concern itself with the adequacy of space, facilities, services and opportunity for guidance and consultation provided for the McLaughlin Fellows by the various departments and laboratories. The committee may request the presence of any Department Chairman, Laboratory Director or sponsor at its meetings for the purpose of discussing problems in these areas. McLaughlin Fellows of Postdoctoral or Distinguished rank should have, insofar as possible, the same privileges and prerogatives that are enjoyed by University employees of comparable academic stature.

All Fellows and/or sponsors are urged to request a conference with the McLaughlin Committee at any time when special problems arise. Such conferences shall be sought when a Fellow proposes a major alteration from the program that was outlined in his original research proposal.

27. Distribution of McLaughlin Funds over Various Types of Fellowships: At least once each year the McLaughlin Committee shall formally consider and enter into its minutes its decision in regard to the distribution of funds over the various classes of fellowships mentioned in these Terms and Conditions. The McLaughlin Committee has the responsibility for interpreting the objectives of the McLaughlin Fellowship Fund as stated herein in the light of conditions as they exist at the time of consideration. The approximate allocation of funds to various classes of fellowships expressed in terms of percentage of available money and actual amounts determined for each year will be forwarded to the Executive Director for his comment and counsel. This approximate allocation for the coming year will be included in the annual report of the committee in its summary to the faculty.
28. Approval and Alteration of Terms and Conditions: The Terms and Conditions herein described shall become effective upon approval by the Board of Regents. Changes in these Terms and Conditions may be made by approval of two-thirds of the entire membership of the McLaughlin Committee, subject to the approval of the Executive Director of the Medical Branch, the President, and the Board of Regents of The University of Texas.

Reorganization Plan for Hospitals (Charts), Medical Branch. --At the Regents' meeting on May 29-30, 1958, a reorganization plan for the Medical Branch hospitals, including five charts, was adopted subject to "such changes as may be made by the President," and to be incorporated in the record of a subsequent meeting (Permanent Minutes, Volume V, Page 906). This plan as finally adopted is on Pages 24-29.

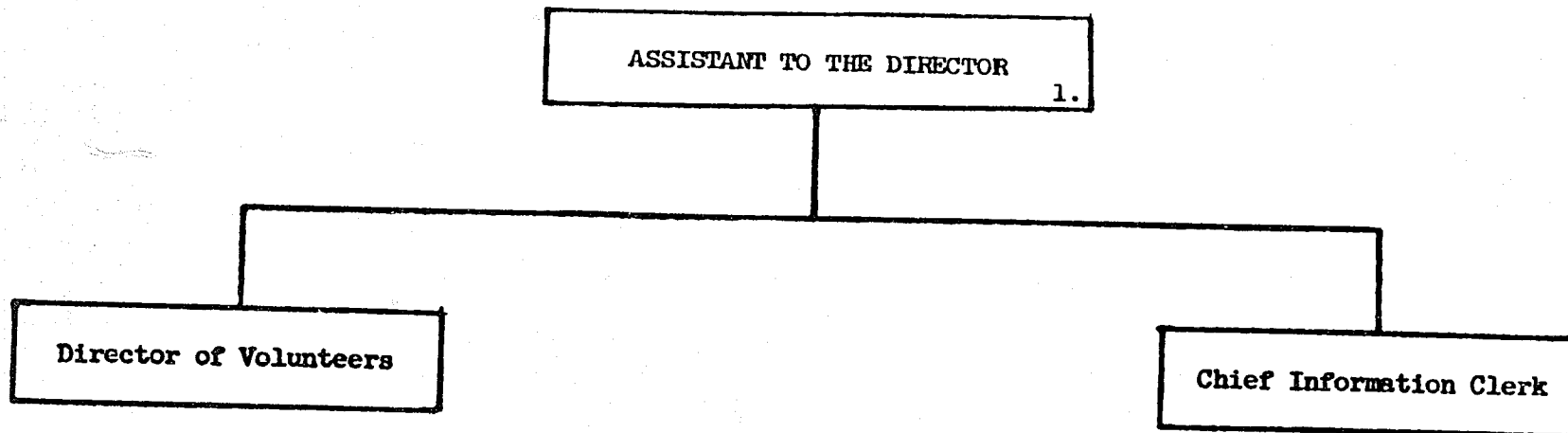
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PROPOSED CHART OF TOP ORGANIZATION
THE UNIVERSITY OF TEXAS MEDICAL BRANCH HOSPITALS
GALVESTON, TEXAS

1, 2, 3, and 4 continued on succeeding pages .

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Other Major Areas of Responsibility:

1. Executive and Supervisory Training
2. Internal Public Relations
3. Press Relations
4. Special Studies
5. Administrative Research

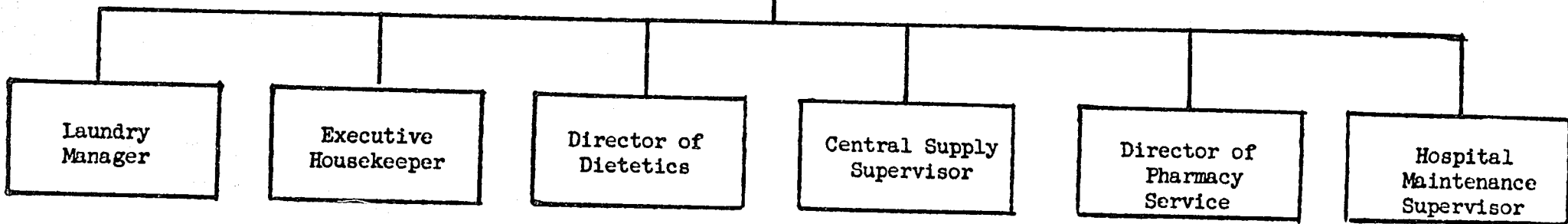
PROPOSED CHART OF ORGANIZATION
 THE UNIVERSITY OF TEXAS MEDICAL BRANCH HOSPITALS
 GALVESTON, TEXAS

1. Continued from Chart of Top Organization

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Assistant Director of Hospitals
General Services 2.

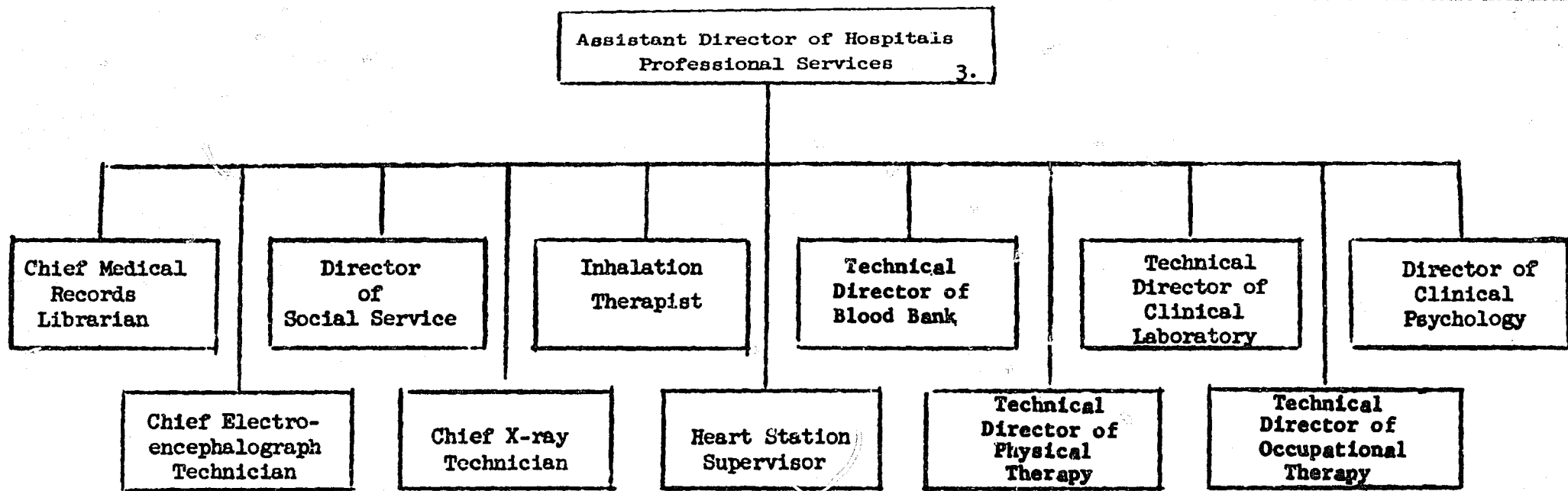


Other Major Areas of Responsibility:

1. Hospital Budget Officer
2. Coordination of Hospital Purchasing
3. Coordination of Ziegler Hospital Program
4. Hospital Space Assignment
5. Renovation Programs Coordination
6. Acts for the Hospital Director in his Absence

PROPOSED CHART OF ORGANIZATION
THE UNIVERSITY OF TEXAS MEDICAL BRANCH HOSPITALS
GALVESTON, TEXAS

2. Continued from Chart of Top Organization



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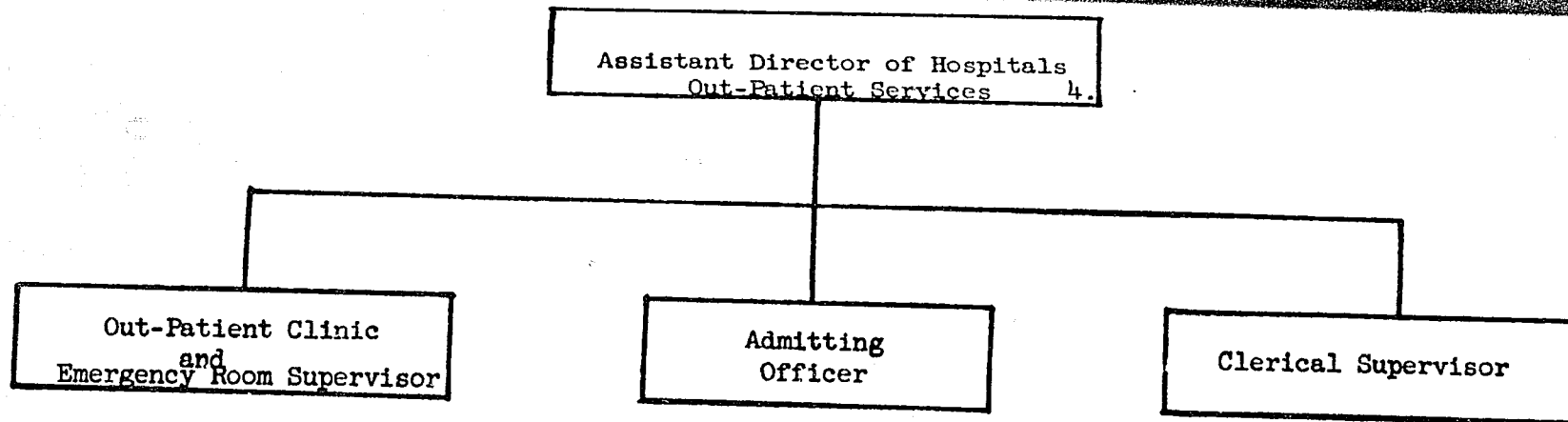
Other Major Area of Responsibility:
 Coordination of Psychiatric Hospital Program

PROPOSED CHART OF ORGANIZATION
 THE UNIVERSITY OF TEXAS MEDICAL BRANCH HOSPITALS
 GALVESTON, TEXAS

3. Continued from Chart of Top Organization

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Other Major Areas of Responsibility:

1. Fire prevention
2. Disaster program
3. Civil Defense program coordination
4. Safety program
5. Police department liaison
6. Thefts investigation and loss claims
7. Autopsy permit clearance
8. Public health information in out-patient area

PROPOSED CHART OF ORGANIZATION
THE UNIVERSITY OF TEXAS MEDICAL BRANCH HOSPITALS
GALVESTON, TEXAS

4. Continued from Chart of Top Organization

A. Duties and Responsibilities of Administrative Coordinator of Psychiatric or Ziegler Hospitals (Assistant Director - General Services and Assistant Director-Professional Services)

1. Coordinates the hospital departmental functions with other phases of patient care and services of the Medical Branch.
2. Inspects buildings and facilities for adequacy and sanitary conditions.
3. Reviews and studies operations of this unit and recommends changes in the operations to the responsible hospital administrative officer.
4. Coordinates planning of physical changes of facilities and drafts recommendations for administrative approval.
5. Investigates and studies new service developments in the assigned area.
6. Informs and advises the hospital director upon development and problems in the assigned area.

B. Duties and Responsibilities of Hospital Controller:

1. Hospital accounting and statistical systems and procedures.
2. Interpretation of financial statements.
3. Hospital records administration.
4. Preparation of financial statements and statistical reports.
5. Cost analysis.
6. Rates and charges.

C. Duties and Responsibilities of the Administrative Assistant - Personnel:

1. Wage and salary administration within the framework of the University and Medical Branch.
2. Merit review.
3. Payroll supervision - checking time records and sick leave and vacations time allowances.
4. Counseling and terminal interviewing.
5. Orientation to hospital environment - its aims, its departments, its physical layout, lines of communication, hospital rules of conduct, locker facilities, entrances to use, etc.

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Change in Appointment of Joe E. Boyd, Jr., Administrator of M. D. Anderson Hospital and Tumor Institute. -- Upon recommendation of the See Page 354. Administration and after due consideration, the Medical Affairs Committee recommends that the appointment of Joe E. Boyd, Jr. be changed from Business Manager to Administrator of the M. D. Anderson Hospital and Tumor Institute, effective September 1, 1958. (This budgetary item will be reported in the M. D. Anderson Hospital and Tumor Institute portion of the subsequent docket.)

Private Pathology Service Obligations, Southwestern Medical School. -- The Medical Affairs Committee referred to the Committee of the Whole a problem at Southwestern Medical School of some of the faculty participating in private pathology service obligations for a hospital unaffiliated with Southwestern Medical School and in violation of Board policies. See Page 258. The Committee of the Whole has asked President Wilson to instruct Dean Gill to investigate this problem, particularly with reference to time spent away from teaching responsibilities. If there is a violation of Board policies, such participation and any agreement providing for such participation shall be terminated immediately.

Request for Views: Organization and Operation of Postgraduate Program in Medicine. -- It is recommended by the Medical Affairs Committee that President Wilson be requested to ask each of the following for a statement of his views on how a postgraduate medical program should be organized and operated at The University of Texas: Vice-President Casberg, Director Clark, Dean Gill, Dean Taylor, Executive Director Truslow, and Dean Olson. The statement is to be prepared as though The University of Texas has no Postgraduate School of Medicine and is to include a specific reference to over-all costs.

Failure of Students to Pay Bills Prior to Graduation. -- It is recommended by the Medical Affairs Committee that President Wilson be See Page 261. asked to prepare a system-wide recommendation for dealing with those students who fail to pay their bills to organizations, firms, and individuals prior to graduation.

Naming of Buildings. -- The Medical Affairs Committee does not recommend any change in the present rule governing the "Naming of Buildings." However, it does refer this matter to the Committee of the Whole for discussion. See below.

ADOPTION OF REPORT. -- The foregoing report was received, and the recommendations were unanimously adopted upon motion of Doctor Minter, seconded by Vice-Chairman Sorrell.

BOARD OF REGENTS' RULE RE NAMING OF BUILDINGS, PART II, CHAPTER VIII, SECTION 7, PAGE 77. -- Vice-Chairman Sorrell moved that there be no change in the Regents' rule "Naming of Buildings" (Part II, Chapter VIII, Section 7, Page 77 of the Rules and Regulations of the Board of Regents for the Government of The University of Texas). Mr. Johnson seconded the motion which carried.

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REPORT OF ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE (Each recommendation adopted by separate motion). --Mrs. Devall, Chairman of the Academic and Developmental Affairs Committee, presented the following reports:

Nine-Week Summer Session, 1959. --The Academic and Developmental Affairs Committee asks that the Board join with the Committee in approving the Administration's recommendation that beginning with the Summer of 1959 there be a nine-week summer session instead of two six-week terms with the following provisions that:

1. The Law School would continue to operate on a twelve-week basis.
2. The College of Engineering would be authorized to operate a short session following the regular nine-week period only for professional courses.
3. The College of Pharmacy would be authorized to operate a short session following the regular nine-week period only for professional courses and only until 1960.

The foregoing recommendation was unanimously adopted upon motion of Mrs. Devall, seconded by Vice-Chairman Sorrell.

Response of Board to Report of Texas Commission on Higher Education. --The Academic and Developmental Affairs Committee received a report from the Texas Commission on Higher Education, setting out recommendations of its staff. The Commission requested that the report be studied and suggestions made by October 13, 1958. This report was not received in time to make a complete study of it. The Committee recommends that the President and the Administration study the report and prepare a response to be circulated to each member of the Board and to Chairman Jeffers for his transmittal to the Texas Commission on Higher Education by October 13. A copy of the report and a copy of the response are in the Secretary's Files, Volume VI, Page 1-28.

The foregoing recommendation was unanimously adopted upon motion of Mr. Thompson, seconded by Doctor Minter.

Authorizations re T. E. Hanley Library Collection. --At the request of Committee Chairman Devall, Vice-President Ransom reported the recent developments in the acquisition of the T. E. Hanley Library Collection, Bradford, Pennsylvania. This collection was authorized by the Board at its meeting on July 23, 1958.

It was moved by Mr. Thompson that the Board of Regents authorize the consummation of the transaction, the acceptance of a Bill of Sale from Mr. and Mrs. T. E. Hanley, Bradford, Pennsylvania, and payment of the purchase price when the title is approved. This motion was seconded by Mr. Bryan and unanimously adopted.

Later in the meeting after giving consideration to the advisability of a Pennsylvania attorney familiar with the laws of Pennsylvania, it was moved by Mr. Thompson, seconded by Mr. Lockwood, and unanimously adopted that the Board authorize the employment of counsel in Bradford, Pennsylvania, for the purpose of examining title to the T. E. Hanley Library Collection and to do all acts necessary to complete the sale.

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REPORT OF LAND AND INVESTMENT COMMITTEE (See Page 81 for adoption.) --Since Committee Chairman Sorrell was not at the meeting of the Land and Investment Committee on September 19, Chairman Jeffers asked Endowment Officer Stewart to present the report of the Committee. Mr. Stewart called attention to corrections and additions to the recommendations of the Land and Investment Committee as mailed to each Regent in the Material Supporting the Agenda and presented the following report:

PERMANENT UNIVERSITY FUND--INVESTMENT MATTERS. --

REPORT OF PURCHASES, EXCHANGE AND SALES OF SECURITIES. --

The following purchases, exchange and sales of securities have been made for the Permanent University Fund since the report of May 30, 1958. We ask that the Board ratify and approve these transactions:

PURCHASE OF SECURITIES

PERMANENT UNIVERSITY FUND BONDS

| Date of Purchase | Security | Par Value of Bonds Purchased | Market Price at Which Purchased | Total Principal Cost | Indicated Current Yield On Cost |
|------------------|---|------------------------------|--|-----------------------|---------------------------------|
| 7/1/58 | Board of Regents of The Univ. of Tex. 1-1/2% Perm. Univ. Fund Bonds, dated 7/1/49, due 7/1/59-69, callable 7/1/59 @ 102 | \$ 542,000 | 99.50 Net | \$ 539,290.00 | - # |
| 7/1/58 | Board of Regents of The Univ. of Tex., Ditto | 2,578,000 | 100.50N. (290M due 7/1/59) & 102 N. (2,288M due 7/1/60-69) | 2,625,210.00 | - # |
| | Sub-total - U of T | (3,120,000) | | (3,164,500.00) | |
| 7/1/58 | Board of Dir. of The A. & M. College of Tex., Ditto | 265,000 | 99.50 Net | 263,675.00 | - # |
| 7/1/58 | Board of Dir. of The A. & M. College of Tex., Ditto | 1,415,000 | 100.50N. (235M due 7/1/59) & 102 N. (1,180M due 7/1/60-69) | 1,439,775.00 | - # |
| | Sub-total - A. & M. | (1,680,000) | | (1,703,450.00) | |
| | Total Permanent Univ. Fund Bonds Purchased | <u>\$4,800,000</u> | | <u>\$4,867,950.00</u> | |

#Temporary investments. See Page 43 for exchange into refunding bonds, Series 1958, and subsequent sale of refunding bonds.

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CORPORATE BONDS

| Date of Purchase | Security | Par Value of Bonds Purchased | Market Price at Which Purchased | Total Principal Cost* | Indicated Current Yield** On Cost |
|------------------|--|------------------------------|---------------------------------|-----------------------|-----------------------------------|
| 7/16/58 | United States Steel Corp. 4% SF Debs., due 7/15/83 | \$ 500,000 | 100.50 Net | \$ 502,500.00 | 3.97% |
| 8/14/58 | Consolidated Natural Gas Co. 4-3/8% SF Debs., due 8/1/83 | 460,000 | 101.142 Net | 465,253.20 | 4.30 |
| 8/15/58 | Ditto | 40,000 | 100.50 Net | 40,200.00 | 4.34 |
| | Sub-total-Cons. Nat. Gas | (500,000) | | (505,453.20) | (4.304) |
| 8/20/58 | Public Service Elec. & Gas 1st & Ref. Mtge. Bonds, 4-5/8% Ser., due 8/1/88 | 500,000 | 102.046 Net | 510,230.00 | 4.50 |
| 8/25/58 | Southern Calif. Edison Co. 1st & Ref. Mtge. 4-5/8% Bonds, Series K, due 9/1/83 | 500,000 | 101.113 Net | 505,565.00 | 4.55 |
| | Total Corporate Bonds Purchased | 2,000,000 | | 2,023,748.20 | 4.33 |

COMMON STOCKS

| Date of Purchase | Security | Number of Shares Purchased | Market Price at Which Purchased | Total Principal Cost* | Indicated Current Yield** On Cost |
|------------------|--|----------------------------|--|-----------------------|-----------------------------------|
| 5/20/58 | First National Bank of Chicago Common Stock | 100 | 364 Net | \$ 36,400.00 | 2.20% |
| 5/20/58 | National Life & Accident Ins. Co. Capital Stock | 200 | 79 Net | 15,800.00 | 0.76 |
| 5/21 & 22/58 | R. J. Reynolds Tobacco Co. New Class B. Common Stock | 600 | 76-1/2(200) 76-1/4(100) 76 (100) 75-5/8(100) 74-1/4(100) | 45,792.01 | 4.72 |

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

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| Date of Purchase | Security | Number of Shares Purchased | Market Price at Which Purchased | Total Principal Cost* | Indicated Current Yield** On Cost |
|----------------------|---|----------------------------|--|-----------------------|--------------------------------------|
| 5/21, 22, & 28/58 | Bethlehem Steel Corp. Common Stock | 1,300 | 40-5/8(100) 40-3/4(200) 40-7/8(100) 41-5/8(100) 41-3/4(200) 41-7/8(100) 42 (500) | \$ 54,517.02 | 5.72% |
| 5/22/58 | Atchison, Topeka & Santa Fe Railway Company Common Stock | 2,200 | 20-1/4(1600) 20-1/2(100) 20-5/8(500) | 45,386.15 | 6.79 |
| 5/22/58 | Gulf Oil Corporation Capital Stock | 400 | 112-1/2 | 45,201.00 | 2.21 |
| 5/22/58 | E. I. du Pont de Nemours & Company Common Stock | 200 | 175 | 35,113.00 | 3.70 |
| 5/23/58 | Caterpillar Tractor Company Common Stock | 900 | 61-1/2 | 55,756.35 | 3.87 |
| 5/23/58 | General Foods Corp. Common Stock | 900 | 58-1/2 | 53,053.65 | 3.39 |
| 5/26/58 | The Detroit Edison Company Capital Stock | 1,300 | 39-5/8(400) 39-3/4(900) | 52,130.16 | 4.99 |
| 5/26/58 | Minnesota Mining & Manufacturing Com- pany Common Stock | 600 | 77-1/4(300) 77-1/2(300) | 46,705.44 | 1.54 |
| 5/27/58 | Kennecott Copper Corporation Capital Stock | 500 | 86-7/8 | 43,675.95 | 6.87 |
| 5/27 & 28/58 | Public Service Elec- tric & Gas Company Common Stock | 1,400 | 35-1/2(1200) 35-5/8(200) | 50,239.62 | 5.02 |
| 5/28/58 | Aluminum Company of America Common Stock | 800 | 67 (300) 67-1/8(200) 67-3/8(300) | 54,103.24 | 1.77 |

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

| Date of Purchase | Security | Number of Shares Purchased | Market Price at Which Purchased | Total Principal Cost* | Indicated Current Yield** On Cost |
|------------------|---|----------------------------|--|-----------------------|--------------------------------------|
| 5/26/58 | Pacific Gas & Electric Company Common Stock | 900 | 56-5/8(800) 56-7/8(100) | \$ 51,389.47 | 4.20% |
| 5/29/58 | Pittsburgh Plate Glass Company Capital Stock | 700 | 70-3/8(200) 70-1/2(300) 70-5/8(100) 71-1/4(100) | 49,734.92 | 3.87 |
| 5/29/58 | Sinclair Oil Corporation Common Stock | 900 | 55-1/4(100) 55-3/8(300) 55-1/2(200) 55-7/8(300) | 50,401.02 | 5.36 |
| 6/2/58 | International Paper Company Common Stock | 600 | 97-3/4 | 58,942.68 | 3.05 |
| 6/2/58 | Ohio Edison Company Common Stock | 800 | 55-1/8 | 44,456.08 | 4.75 |
| 6/3/58 | American Tel. & Tel. Company Capital Stock | 300 | 179-1/4 | 53,945.79 | 5.01 |
| 6/3/58 | Armco Steel Corp. Common Stock | 1,000 | 50 (700) 49-7/8(300) | 50,402.32 | 5.95 |
| 6/3/58 | Insurance Company of North America Capital Stock | 200 | 109-1/2(50) 109-1/4(100) 108-3/8(50) | 21,902.30 | 2.28 |
| 6/4/58 | American Home Products Corporation Capital Stock | 600 | 99-3/4 | 60,143.88 | 3.59 |
| 6/4/58 | Ford Motor Company Common Stock | 1,300 | 40-7/8 | 53,650.22 | 5.82 |
| 6/5/58 | Owens-Illinois Glass Company Common Stock | 700 | 68 (200) 68-1/2(300) 69 (200) | 48,270.95 | 3.63 |
| 6/5/58 | Philadelphia Electric Company Common Stock | 1,000 | 41-1/4(100) 41-1/2(200) 41-5/8(700) | 41,960.30 | 4.77 |
| 6/6/58 | Republic National Bank of Dallas Common Capital Stock | 400 | 51-1/4 Net | 20,500.00 | 3.51 |

* Includes brokerage commission paid.
** Yield at present indicated dividend rate.

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| Date of Purchase | Security | Number of Shares Purchased | Market Price at Which Purchased | Total Principal Cost* | Indicated Current Yield** On Cost |
|------------------|---|----------------------------|--|-----------------------|--------------------------------------|
| 6/6/58 | First National Bank in Dallas Common Capital Stock | 500 | 32-1/4 Net | \$ 16,125.00 | 4.34% |
| 6/9/58 | International Business Machines Corporation Capital Stock | 100 | 352-1/4 | 35,299.23 | 0.74 |
| 6/9/58 | Ingersoll-Rand Company Common Stock | 700 | 74-1/2(200) 74-3/4(300) 75 (200) | 52,650.34 | 5.32 |
| 6/9/58 | Wisconsin Electric Power Company Common Stock | 1,300 | 36-3/8(200) 36-1/2(200) 36-5/8(900) | 48,022.17 | 4.60 |
| 6/10/58 | Aetna Life Insurance Company Capital Stock | 100 | 191-1/2 Net | 19,150.00 | 1.78 |
| 6/10/58 | Federated Department Stores Inc., Common Stock | 1,300 | 38-3/4(300) 38-7/8(200) 39 (800) | 51,100.02 | 4.58 |
| 6/10/58 | Westinghouse Electric Corporation Common Stock | 800 | 56-5/8(100) 56-3/4(200) 56-7/8(200) 57 (100) 57-1/8(200) | 45,870.02 | 3.49 |
| 6/11/58 | General American Transportation Corporation Common Stock | 600 | 83-1/2 | 50,384.10 | 4.47 |
| 6/11 & 12/58 | Potomac Electric Power Company Common Stock | 1,900 | 25-5/8(500) 25-3/4(1400) | 49,467.87 | 4.61 |
| 6/13/58 | The Goodyear Tire & Rubber Company Common Stock | 700 | 80-1/2(500) 80-5/8(200) | 56,704.37 | 2.96 |
| 6/13/58 | National Dairy Products Corp. Common Stock | 1,000 | 46-1/4(500) 46-1/2(500) | 46,796.90 | 3.85 |
| 6/17/58 | Socony-Mobil Co., Inc., Capital Stock | 900 | 51-1/4 | 46,522.17 | 4.84 |

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

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| Date of Purchase | Security | Number of Shares Purchased | Market Price at Which Purchased | Total Principal Cost* | Indicated Current Yield** On Cost |
|---------------------|--|----------------------------|---|-----------------------|-----------------------------------|
| 6/17/58 | Union Carbide Corp. Capital Stock | 600 | 90 | \$ 54,288.00 | 3.98% |
| 6/18/58 | First City National Bank of Houston Capital Stock | 500 | 61-1/2 Net | 30,750.00 | 3.25 |
| 6/18/58 | Aetna Casualty & Surety Company Capital Stock | 200 | 132-1/2 Net | 26,500.00 | 2.04 |
| 6/18/58 | The First National City Bank of New York Capital Stock | 400 | 66-5/8 | 26,774.64 | 4.48 |
| 6/19/58 | Houston Lighting & Power Company Common Stock | 900 | 54-1/2(100) 54-3/4(600) 55 (200) | 49,700.33 | 2.90 |
| 6/19/58 | Link-Belt Company Common Stock | 900 | 55-1/2 | 50,350.95 | 5.72 |
| 6/19/58 | National Lead Company Common Stock | 600 | 90-3/4(200) 91-1/4(400) | 54,938.68 | 3.55 |
| 6/20 & 23/58 | Virginia Electric & Power Company Common Stock | 1,700 | 29-7/8(500) 29-3/4(700) 30 (500) | 51,339.36 | 3.31 |
| 6/20/58 | Standard Oil Company (New Jersey) Capital Stock | 800 | 53-5/8(200) 53-3/4(300) 54 (300) | 43,405.06 | 4.15 |
| 6/20 & 23/58 | U. S. Gypsum Company Common Stock | 600 | 78-1/2(500) 78-1/4(100) | 47,356.08 | 3.48 |
| 6/23 & 24/58 | Marine Midland Corp. Common Stock | 900 | 22-1/4(300) 22-3/8(300) 22-1/8(300) | 20,296.14 | 4.43 |
| 6/23, 24 & 25/58 | United Gas Corporation Common Stock | 1,600 | 31-3/4(500) 31-3/8(500) 31-1/2(600) | 51,018.85 | 4.70 |
| 6/23/58 | Pacific Gas & Electric Company Common Stock | 190 | 52 plus 20 rights per share | 9,880.00 | 4.62 |

* Includes brokerage commission paid.

** Yield at present indicated dividhd rate.

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| Date of Purchase | Security | Number of shares Purchased | Market Price at Which Purchased | Total Principal Cost* | Indicated Current Yield** On Cost |
|------------------|---|----------------------------|--|-----------------------|-----------------------------------|
| 6/24/58 | Corn Products Refining Company Common Stock | 1,100 | 43-5/8 | \$ 48,436.41 | 4.09% |
| 6/24/58 | General Electric Company Common Stock | 800 | 57-7/8(300) 58-1/8(100) 58-1/4(100) 58-3/8(300) | 46,871.03 | 3.41 |
| 6/25/58 | American Cyanamid Company Common Stock | 1,000 | 44-3/4 | 45,163.80 | 3.54 |
| 6/25/58 | Baltimore Gas & Electric Company Common Stock | 1,200 | 40-1/2 | 49,071.00 | 4.40 |
| 7/7, 8/58 | American Smelting & Refining Company Common Stock | 1,000 | 44-1/2(600) 44-5/8(300) 44-3/4(100) | 44,975.31 | 4.45 |
| 7/7, 8, & 9/58 | Union Bag-Camp Paper Corporation Capital Stock | 1,400 | 32-7/8(200) 33-1/2(700) 33-3/4(200) 34 (300) | 47,475.89 | 4.42 |
| 7/8/58 | The Procter & Gamble Company Common Stock | 800 | 64 | 51,563.20 | 3.10 |
| 7/8/58 | Union Pacific Railroad Company Common Capital Stock | 1,500 | 29-1/4 | 44,379.45 | 5.41 |
| 7/9/58 | The Cincinnati Gas & Electric Company Common Stock | 1,100 | 33-3/8(400) 33-1/2(700) | 37,193.01 | 4.44 |
| 7/9/58 | General Motors Corporation Common Stock | 1,300 | 40-1/4(500) 40-3/8(800) | 52,934.17 | 4.91 |
| 7/10/58 | Florida Power & Light Company Common Stock | 800 | 69-3/4(300) 69-7/8(200) 70 (300) | 56,267.92 | 2.16 |

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

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| Date of Purchase | Security | Number of Shares Purchased | Market Price at Which Purchased | Total Principal Cost* | Indicated Current Yield** On Cost |
|------------------|---|----------------------------|---|-----------------------|-----------------------------------|
| 7/10/58 | The Texas Company Capital Stock | 600 | 71-3/8(300) 71-1/2(300) | \$ 43,139.37 | 3.27% |
| 7/10/58 | U. S. Steel Corp. Common Stock | 600 | 65-1/8(200) 65-1/2(200) 65-5/8(200) | 39,523.24 | 4.55 |
| 7/11/58 | American Can Company Common Stock | 1,000 | 49-1/2(100) 49-5/8(400) 49-3/4(500) | 50,113.39 | 3.99 |
| 7/11/58 | Texas Utilities Company Common Stock | 1,000 | 51-5/8(400) 51-3/4(600) | 52,116.68 | 3.07 |
| 7/14/58 | Security-First National Bank (Los Angeles) Common Stock | 500 | 47-1/4 Net | 23,625.00 | 3.39 |
| 7/14/58 | National Bank of Detroit Common Stock | 500 | 53-1/4 Net | 26,625.00 | 3.76 |
| 7/14/58 | The Travelers Insurance Company Capital Stock | 200 | 81-3/4 Net | 16,350.00 | 1.35 |
| 7/18/58 | Commercial Credit Com- pany Common Stock | 1,300 | 56-1/8(200) 56-1/4(200) 56-1/2(200) 56-3/4(500) 56-7/8(100) 57 (100) | 74,118.07 | 4.91 |
| 7/18/58 | J. C. Penney Co., Inc., Common Stock | 600 | 93-1/4(100) 93-1/2(500) | 56,365.08 | 4.52 |
| 7/21 & 22/58 | Consumers Power Com- pany Common Stock | 1,000 | 52-1/2(200) 52-5/8(300) 52-3/4(500) | 53,105.18 | 4.52 |
| 7/21 & 22/58 | Southern California Edison Company Common Stock | 900 | 55-7/8(500) 56 (200) 56-1/8(200) | 50,763.87 | 4.25 |
| 7/22/58 | General Foods Corporation Common Stock | 700 | 62-1/2(100) 62-3/4(200) 62-7/8(200) 63 (200) | 44,291.99 | 4.34 |

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

| Date of Purchase | Security | Number of Shares Purchased | Market Price at Which Purchased | Total Principal Cost* | Current Yield** | Indicated On Cost |
|------------------|---|----------------------------|--|-----------------------|-----------------|-------------------|
| 7/22/58 | Our Elevator Company Common Stock | 1,000 | 52-3/4(200) 52-1/4(200) 52-3/8(100) 52 (400) | \$ 25,930.00 | 3.78 | |
| 7/22/58 | Monanto Chemical Company Common Stock | 1,500 | 34-3/4(1000) 34-7/8(500) | 52,733.50 | 5.84 | |
| 7/22/58 | National Cash Register Company Common Stock | 700 | 67-3/4(400) 68 (300) | 47,850.50 | 1.76 | |
| 7/24/58 | Ex-Cell-O Corporation Common Stock | 1,400 | 38-3/8(100) 38-1/2(400) 38-5/8(200) 38-3/4(700) | 24,653.97 | 3.84 | |
| 7/24/58 | Shell Oil Company Common Stock | 700 | 81-1/2(300) 81-7/8(100) 82 (100) 82-5/8(100) 82-3/4(100) | 57,702.38 | 5.43 | |
| 7/25/58 | The B. F. Goodrich Company Common Stock | 900 | 68 | 61,615.50 | 3.51 | |
| 7/25/58 | Minneapolis-Honeywell Regulator Company Common Stock | 500 | 98 (100) 98-1/2(300) 99 (100) | 49,494.50 | 1.77 | |
| 7/21/58 | Chemical Corn Exchange Bank (New York, N. Y.) Capital Stock | 500 | 50-1/4 Net | 25,152.00 | 4.58 | |
| 7/21/58 | Mellon National Bank & Trust Company (Pittsburgh, Pa.) Common Capital Stock | 500 | 158 Net | 25,600.00 | 3.13 | |
| 8/1/58 | Connecticut General Life Insurance Company Capital Stock | 100 | 310 Net | 31,000.00 | 0.62 | |
| 8/1/58 | Federal Insurance Company Common Capital Stock | 500 | 46-1/4 Net | 9,520.00 | 1.91 | |

* Includes brokerage commission paid.
** Yield at present indicated dividend rate.

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| Date of Purchase | Security | Number of Shares Purchased | Market Price at Which Purchased | Total Principal Cost* | Indicated Current Yield** On Cost |
|---------------------|--|----------------------------|---|-----------------------|-----------------------------------|
| 8/5 & 6/58 | Phelps Dodge Corporation Capital Stock | 1,000 | 55 (400) 55-1/4(300) 55-1/2(300) | \$ 55,670.24 | 5.39% |
| 8/5/58 | Standard Oil Company of California Capital Stock | 900 | 51-3/8(300) 51-1/2(600) | 46,709.82 | 3.85 |
| 8/6, 7, 12, & 13/58 | General Motors Corp. Common Stock | 1,200 | 44-1/8(400) 43-7/8(200) 43-5/8(200) 43-1/2(400) | 53,040.74 | 4.52 |
| 8/6 & 7/58 | Pacific Gas & Electric Co. Common Stock | 900 | 56-1/8(400) 55-3/4(500) | 50,726.34 | 4.26 |
| 8/7 & 8/58 | Crown Zellerbach Corporation Common Stock | 900 | 50-3/4(200) 51 (500) 51-7/8(200) | 46,422.04 | 3.49 |
| 8/7 & 8/58 | National Biscuit Company Common Stock | 1,000 | 49-1/8(100) 49-1/2(100) 49-5/8(100) 49-3/4(100) 49-7/8(200) 50 (400) | 50,213.88 | 4.38 |
| 8/8/58 | Eastman Kodak Company Common Stock | 400 | 118-3/4(200) 118-1/4(200) | 47,603.42 | 2.39 |
| 8/8/58 | Chas. Pfizer & Company, Inc., Common Stock | 600 | 73 | 44,077.80 | 3.06 |
| 8/11/58 | Consolidated Natural Gas Co. Common Stock | 1,100 | | 51,891.18 | 4.24 |
| 8/11/58 | Oklahoma Gas & Electric Co. Common Stock | 1,000 | 50-3/8 | 50,815.40 | 3.74 |
| 8/12 & 13/58 | C. I. T. Financial Corp. Common Stock | 1,400 | 54-3/4(200) 55 (1200) | 77,572.96 | 4.33 |
| 8/12/58 | E. I. du Pont de Nemours & Company Common Stock | 300 | 197 (100) 197-1/2(200) | 59,376.20 | 3.28 |

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

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| <u>Date of Purchase</u> | <u>Security</u> | <u>Number of Shares Purchased</u> | <u>Market Price at Which Purchased</u> | <u>Total Principal Cost*</u> | <u>Indicated Current Yield** On Cost</u> |
|-------------------------|--|-----------------------------------|--|------------------------------|--|
| 8/29/58 | Carolina Power & Light Co. Common Stock | 1,600 | 31-1/8(200) 31-5/8(1400) | \$ 51,056.46 | 4.14% |
| 8/29/58 | Caterpillar Tractor Company Common Stock | 600 | 77-1/4(200) 77-3/4(400) | 46,680.42 | 3.08 |
| 8/29/58 | American Tobacco Co. Common Stock | 600 | 85-5/8 | 51,660.36 | 5.81 |
| 8/29/58 | Johns-Manville Corp. Common Stock | 1,200 | 44-7/8(200) 45 (1000) | 54,472.88 | 4.41 |
| | Total Common Stocks Purchased | <u>83,890</u> | | <u>4,634,616.82</u> | <u>3.91</u> |
| | Total Corporate Securities Purchased | | | <u>\$6,658,365.02</u> | <u>4.02%</u> |

EXCHANGE OF SECURITIES

| <u>Date Exchanged</u> | | <u>Security Exchanged</u> |
|-----------------------|-------------|--|
| 6/4/58 | \$5,000,000 | par value U. S. 2-3/8% Treasury Bonds of 1958, due 6/15/58, sent in for exchange into like par amount of U. S. 1-1/4% Treasury Certificates of Indebtedness, Series B-1959, due 5/15/59 (see below for subsequent sale) |
| 8/25/58 | \$5,076,000 | par value Board of Regents of The University of Texas 1-1/2% Permanent University Fund Bonds, Series 1949, dated 7/1/49, due 7/1/59-69, callable 7/1/59 @ 102, exchanged for like par amount of Refunding Bonds, Series 1958, dated 7/1/58, due 7/1/59-69, noncallable prior to maturity (see below for subsequent sale) |
| 8/25/58 | \$2,775,000 | par value Board of Directors of The Agricultural & Mechanical College of Texas 1-1/2% Permanent University Fund Bonds, Ditto, exchanged for like par amount of Refunding Bonds, Series 1958, dated 7/1/58, due 7/1/59-69, noncallable prior to maturity (see below for subsequent sale) |

* Includes brokerage commission paid.

** Yield at present indicated dividend rate.

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SALE OF SECURITIES

| Date Sold | | Security Sold | Net Principal Proceeds |
|-----------|-------------|--|------------------------|
| 3/18/58 | \$1,000,000 | par value U. S. 2-1/4% Treasury Bond of 1959-62, due 6/15/59-62, at 99-1/32nd (99.03125) Net | \$ 990,312.50 |
| 6/5/58 | 565/1000ths | share First City National Bank of Houston Capital Stock (Received as part of 1-for-11-1/2 stock dividend) | 35.03 |
| 6/25/58 | \$5,000,000 | par value U. S. 1-1/4% Treasury Certificates of Indebtedness, Series B-1959, due 5/15/59, at 100-3/32nds (100.09375) Net | 5,004,687.50 |
| 8/29/58 | \$5,076,000 | par value Board of Regents of The University of Texas 2.10%, 2.25%, and 2.40% Permanent University Fund Refunding Bonds, Series 1958, dated 7/1/58, due 7/1/59-69, non-callable prior to maturity, sold competitively on 7/23/58 at par plus a premium of \$456.84, the low bid being submitted by Halsey, Stuart & Co., Chicago, Illinois (Delivery against payment made on 8/29/58) | 5,076,456.84 |
| 8/29/58 | \$2,775,000 | par value Board of Directors of The Agricultural & Mechanical College of Texas 2.25% and 2.30% Permanent University Fund Refunding Bonds, Series 1958, dated 7/1/58, due 7/1/59-69, noncallable prior to maturity, sold competitively on 7/23/58, at par plus a premium of \$562.00, the low bid being submitted by Drexel & Company, New York, N. Y. (Delivery against payment made on 8/29/58) | 2,775,562.00 |

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - RECOMMENDED CHANGES IN APPROVED LIST OF SECURITY DEALERS AND BROKERS. --It is recommended that the following changes be approved in the list of security dealers and brokers as approved by the Board of Regents through January 11, 1958:

To Section IV. A. Group II (Firms which serve as New York correspondents of Texas firms having membership on the New York Stock Exchange but not floor privileges):

Change New York correspondent from Dominick & Dominick to Pershing & Company (effective August 26, 1958) for

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following Texas firms:

Dewar, Robertson and Pancoast (San Antonio)
 Schneider, Bernet and Hickman (Dallas)
 Underwood, Neuhaus and Company (Houston)

Change New York correspondent from Carl M. Loeb, Rhoades & Co. to Reynolds & Co., Inc. (effective September 8, 1958) for following Texas firm:

Russ & Co., Inc. (San Antonio)

Change New York correspondent from Laurence M. Marks & Company to Carl M. Loeb, Rhoades & Co. (effective August 20, 1958) for following Texas firm:

Dittmar & Company, Inc. (San Antonio)

To Section IV. A. Group III (Firms which have neither branch offices in Texas nor correspondent firms in Texas):

Add the following New York firm to list for direct trading:

Laurence M. Marks & Company

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - RECOMMENDED REAPPOINTMENT OF INVESTMENT ADVISORY COMMITTEE ON ROTATION BASIS. --When the Investment Advisory Committee for the Permanent University Fund investment program was first constituted and appointed by the Board of Regents in the Spring of 1957, it was contemplated that the membership of the Committee would be rotated at periodic intervals. With that idea in mind, the first four members of the Committee (namely, Donald D. James, Vice President, The Austin National Bank of Austin, Texas; DeWitt Ray, Senior Vice President, Republic National Bank of Dallas, Texas; Carroll D. Simmons, Vice President and Senior Trust Officer, First City National Bank of Houston, Texas; and O. Roy Stevenson, Vice President and Trust Officer, The Fort Worth National Bank of Fort Worth, Texas) were initially appointed for a term ending August 31, 1958.

It is now believed advisable to make no change in the present membership until the end of the 1958-59 fiscal year, at which time, membership rotation would begin. Accordingly, it is recommended that the initially appointed members of the Committee be reappointed and, further, that rotation be on the basis of replacing one member at a time as follows: Mr. Ray's term to extend through August 31, 1959; Mr. James' term through August 31, 1960; Mr. Simmons' term through August 31, 1961; and Mr. Stevenson's term through August 31, 1962. It is further recommended that new members to the Committee be appointed for a term of four years, the first new member to be appointed to begin with the 1959-60 fiscal year.

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PERMANENT UNIVERSITY FUND REFUNDING BONDS, SERIES 1958 -
REPORT ON EXCHANGE OF 1949 BONDS AND DELIVERY OF 1958 See Page 236.
BONDS. --In accordance with authorization by the Board of Regents at
the July 23, 1958 meeting, the following steps have been taken by the
University Staff:

1. Delivery of Escrow Agreement and Warrant to Texas National Bank on July 24, 1958 and execution of Agreement on behalf of the Texas National Bank;
2. Negotiations for printing of bonds as per bids;
3. Publication of Notice of Redemption in Bond Buyer on two occasions and notification of all paying agent banks of such redemption;
4. Check in Austin Banks and State Treasurer's Office of bonds being refunded and in State Comptroller's Office of new bonds;
5. Exchange on August 25, 1958 in State Comptroller's Office of \$5,076,000 Board of Regents Refunding Bonds and \$2,775,000 Agricultural and Mechanical College Refunding Bonds, Series 1958, for like amounts of 1949 Bonds after registration of Refunding Bonds by State Comptroller;
6. Delivery on August 29, 1958 through The American National Bank of Austin to successful bidders of the \$5,076,000 Board of Regents of The University of Texas Refunding Bonds and \$2,775,000 of the Board of Directors of the Agricultural and Mechanical College of Texas Refunding Bonds.

For the \$5,076,000 of Board of Regents Permanent University Fund Refunding Bonds, Series 1958, there was a profit of \$124.50 on the sale over book value. Accrued interest paid by the purchasers for the period July 1 to August 29, 1958 was \$18,567.01.

For the \$2,775,000 Board of Directors of the Agricultural and Mechanical College Permanent University Fund Refunding Bonds, Series 1958, there was a profit of \$3,629.24 on the sale over book value. Accrued interest paid by the purchasers for the period July 1 to August 29, 1958 was \$10,196.32.

Final figures on expenses of the refunding are not yet available.

PERMANENT UNIVERSITY FUND--LAND MATTERS.--

LEASES AND EASEMENTS. --The Land and Investment Committee has given consideration to the following applications for various leases and easements on University Lands. All are at the standard rate unless otherwise stated, are on the University's standard forms, and have been approved as to form by the University Land and Trust Attorney and as to content by the University Endowment Officer. The Land and Investment Committee asks that the Board approve these applications and

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authorize the Chairman of the Board to execute the instruments involved:

PIPE LINE EASEMENT NO. 1099, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 3.836 rods of 4-1/2 - inch natural gas line at \$0.50 per rod for the 10-year period beginning June 1, 1958, and ending May 31, 1968, to be located in Section 22, Block 9, University Lands, Andrews County, Texas. The minimum consideration of \$50.00 for the 10-year period has been received.

BUSINESS SITE EASEMENT NO. 1100, SAM DOUGLAS, REAGAN COUNTY, TEXAS. --This application for a business site easement covers a tract 200' by 200' in Section 7, Block 11, University Lands, Reagan County, Texas, for use as a storage lot for cement for a period of one year beginning June 1, 1958, and ending May 31, 1959, with the option to extend and renew the lease from year to year, not to exceed a total period of 10 years from June 1, 1958, upon payment in advance of annual rental of \$150.00. Rental of \$150.00 for the first year has been received.

PIPE LINE EASEMENT NO. 1101, MAGNOLIA PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to Magnolia Pipe Line Company covers 1,950.05 rods of 4-inch pipe line and 164.54 rods of 2-inch pipe line at \$0.25 per rod for the 10-year period beginning June 1, 1958, and ending May 31, 1968, to be located in Sections 6, 14, 17, 20, 22, 23, 31, 32, 33, 41 and 42, Block 4, University Lands, Andrews County, Texas. The full consideration of \$528.65 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1102, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 31.042 rods of 4-inch pipe line at \$0.25 per rod for the 10-year period beginning July 1, 1958, and ending June 30, 1968, to be located in Section 42, Block 9, University Lands, Andrews County, Texas. The minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1103, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to Phillips Petroleum Company covers 267.5 rods of 3-1/2 - inch gas pipe line in Section 14, Block 1, and Section 16, Block 10, University Lands, Andrews County, Texas, and 102.4 rods of 4-1/2 - inch gas pipe line in Section 7, Block 9, University Lands, Andrews County, Texas. The 3-1/2 - inch line is at the rate of \$0.25 per rod and the 4-1/2 - inch line at the rate of \$0.50 per rod for the 10-year period beginning June 1, 1958, and ending May 31, 1968. The full consideration of \$118.08 for the 10-year period has been received.

MICROWAVE STATION EASEMENT NO. 1104, EL PASO NATURAL GAS COMPANY, HUDSPETH COUNTY, TEXAS. --This application for a microwave station easement to El Paso Natural Gas Company covers a 1.435 - acre tract in the NW/4 of SE/4 of Section 44, Block G, University Lands, Hudspeth County, Texas, for a period of 10 years beginning July 1, 1958, and ending June 30, 1968, at the rate of \$100.00 per year, payable annually in advance. The microwave station to be installed and operated thereon is to be used in connection with operation of pipelines transporting oil, gas and other minerals. Furthermore, the right shall be granted to

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construct an improved road across adjacent lands in Sections 44 and 45, Block G, University Lands, Hudspeth County, Texas, from the site of the microwave station to a point of connection with an existing access road. Rental of \$100.00 for the first year has been received.

PIPE LINE EASEMENT NO. 1105, TEXAS-NEW MEXICO PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to Texas-New Mexico Pipe Line Company covers 150 rods of 4-1/2 - inch oil pipe line at \$0.50 per rod for the 10-year period beginning June 1, 1958, and ending May 31, 1968, to be located in Section 5, Block 14, University Lands, Andrews County, Texas. The full consideration of \$75.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1106, PHILLIPS PETROLEUM COMPANY, ECTOR COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 354). --This application for a pipe line easement to Phillips Petroleum Company covers 187.6 rods of 6-3/4 - inch gas pipe line at \$0.75 per rod, and 364.8 rods of 4-1/2 - inch gas pipe line at \$0.50 per rod, for the 10-year period beginning July 1, 1958, and ending June 30, 1968. These pipe lines, located in Section 1, Block 35, University Lands, Ector County, Texas, have been resurveyed, and the number of rods covered differs from the number covered by Easement No. 354, of which this is a renewal, due to installation of additional lines. The full consideration of \$323.10 for the 10-year period has been received.

POWER LINE EASEMENT NO. 1107, TEXAS ELECTRIC SERVICE COMPANY, ANDREWS COUNTY, TEXAS. --This application for a power line easement to Texas Electric Service Company covers 927 rods of line at \$0.05 per rod per year for a period of 10 years beginning June 1, 1958, and ending May 31, 1968, to be located in Sections 15 and 32, Block 4, Section 42, Block 5, Section 16, Block 8, Section 7, Block 9, Section 12, Block 10, Sections 28, 33, 34, 35, Block 11, and Sections 1 and 2, Block 14, University Lands, Andrews County, Texas. The full consideration of \$463.50 for the 10-year period has been received.

POWER LINE EASEMENT NO. 1108, TEXAS ELECTRIC SERVICE COMPANY, WARD COUNTY, TEXAS. --This application for a power line easement to Texas Electric Service Company covers 1401 rods of line at \$0.05 per rod per year for a period of 10 years beginning June 1, 1958, and ending May 31, 1968, to be located in Sections 21 and 40, Block 17, Sections 15 and 16, Block 16, and Section 42, Block 18, University Lands, Ward County, Texas. The full consideration of \$700.50 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1109, PHILLIPS PETROLEUM COMPANY, CRANE AND ECTOR COUNTIES, TEXAS. (RENEWAL OF EASEMENT NO. 353). --This application for a pipe line easement to Phillips Petroleum Company covers 3572.0 rods of 3-1/2 - inch gasoline pipe line at \$0.25 per rod and 681.1 rods of 4-1/2 - inch gasoline pipe line at \$0.50 per rod for the 10-year period beginning July 1, 1958, and ending June 30, 1968, located in Sections 1, 2, 3, 5, 10, 11, Block 35, and Sections 5, 8, 17, 20, 21, 28, 33, 40 and 45, Block 30, University Lands, Crane and Ector Counties, Texas. The number of rods of pipe line covered by this easement is based on a resurvey of lines in place. Easement No. 353, of which this is a renewal, covered 3626.92 rods of 3-inch line and

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in August, 1955, 1057.3 rods of 4-inch line were laid, of which only 681.1 rods are now 4-1/2 - inch lines under Easement No. 1109, the remainder of the additional 4-inch line being in Section 10, Block 35, Crane and Ector Counties, and covered by Easement No. 738. The full consideration of \$1,233.55 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1110, PHILLIPS PETROLEUM COMPANY, REAGAN AND CROCKETT COUNTIES, TEXAS. --This application for a pipe line easement to Phillips Petroleum Company covers 1808.4 rods of 2-3/8 - inch gasoline pipe line at \$0.25 per rod for the 10-year period beginning May 1, 1958, and ending April 30, 1968, to be located in Section 1, Block 47, and Sections 3, 4, 7, 14, 16, 17, and 25, Block 48, University Lands, Reagan and Crockett Counties, Texas. The full consideration of \$452.10 for the 10-year period has been received.

BUSINESS SITE EASEMENT NO. 1111, AARON-BALDWIN WELL SERVICE, INCORPORATED, WARD COUNTY, TEXAS. --This application for a business site easement covers a 1.90-acre tract, 180' by 460', in Section 1, Block 16, University Lands, Ward County, Texas, for use as a well servicing lot for a period of one year beginning June 15, 1958, and ending June 14, 1959, with the option to extend and renew the lease from year to year, not to exceed a total period of 10 years from June 15, 1958, upon payment in advance of annual rental of \$100.00. This 1.90-acre tract is a part of the acreage which has been under Camp Site Easement No. 911 to Humble Oil and Refining Company. That company has executed a release of the 1.90-acre tract so that it could be leased to Aaron-Baldwin Well Service, Inc., copies of which release are a matter of record. Rental of \$100.00 for the first year has been received.

CAMP SITE EASEMENT NO. 1112, PHILLIPS PETROLEUM COMPANY, ECTOR COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 351). --This application for a camp site easement covers a tract of 14.69 acres in Section 1, Block 35, University Lands, Ector County, Texas, for the purpose of operating and maintaining thereon an oil field camp, and building and maintaining on this site necessary buildings and other structures, as well as drilling water wells, laying water, gas and electric lines, etc., which will be necessary in the use of the premises. This easement is for a period of one year beginning August 15, 1958, and ending August 14, 1959, with the option to extend and renew the lease from year to year, not to exceed a total period of 10 years from August 15, 1958, upon payment in advance of annual rental of \$146.90. Rental of \$146.90 for the first year has been received.

PIPE LINE EASEMENT NO. 1113, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to Phillips Petroleum Company covers 186.4 rods of 4-1/2 - inch gas pipe line at \$0.50 per rod, 491.3 rods of 6-5/8 - inch gas pipe line at \$0.75 per rod, and 99.5 rods of 8-5/8 - inch gas pipe line at \$1.00 per rod for the 10-year period beginning July 1, 1958, and ending June 30, 1968, to be located in Sections 5 and 17, Block 4, and Sections 30 and 31, Block 5, University Lands, Andrews County, Texas. The full consideration of \$561.18 for the 10-year period has been received.

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PIPE LINE EASEMENT NO. 1114, PHILLIPS PETROLEUM COMPANY, ANDREWS AND CRANE COUNTIES, TEXAS. --This application for a pipe line easement to Phillips Petroleum Company covers 399.6 rods of 4-1/2 - inch gas pipe line at \$0.50 per rod for the 10-year period beginning July 1, 1958, and ending June 30, 1968, to be located in Section 5, Block 10, and Sections 34 and 35, Block 11, University Lands, Andrews County, Texas, and Sections 8 and 14, Block 30, University Lands, Crane County, Texas. The full consideration of \$199.80 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1115, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 278.182 rods of 6-5/8 - inch gas pipe line at \$0.75 per rod for the 10-year period beginning August 1, 1958, and ending July 31, 1968, to be located in Sections 21 and 22, Block 1, University Lands, Andrews County, Texas. The full consideration of \$208.64 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1116, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 7.152 rods of 4-1/2 - inch gas pipe line at \$0.50 per rod for the 10-year period beginning August 1, 1958, and ending July 31, 1968, to be located in Section 22, Block 1, University Lands, Andrews County, Texas. The full minimum consideration of \$50.00 for the 10-year period has been received.

BUSINESS SITE EASEMENT NO. 1117, WESTERN OIL TRANSPORTATION COMPANY, INC., REAGAN COUNTY, TEXAS. --This application for a business site easement covers a tract 200' by 200' in Section 7, Block 11, University Lands, Reagan County, Texas, for use as a butane storage lot for a period of one year beginning July 1, 1958, and ending June 30, 1959, with the option to extend and renew the lease from year to year, not to exceed a total period of 10 years from July 1, 1958, upon payment in advance of annual rental of \$150.00. Rental of \$150.00 for the first year has been received.

PIPE LINE EASEMENT NO. 1118, EL PASO NATURAL GAS COMPANY, HUDSPETH COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 7). -- This application for renewal of a pipe line easement to El Paso Natural Gas Company covers two 16-inch gas pipe lines, each containing 10,065.52 rods at \$1.50 per rod, and two 2-inch and 4-inch water pipe lines, each containing 431.41 rods at \$0.25 per rod, for a period of 10 years beginning January 1, 1959, and ending December 31, 1968. These lines are located in Blocks G, H, J, K and L, University Lands, Hudspeth County, Texas. (Easement No. 7, of which this is a renewal, was granted for a period of 30 years, beginning January 1, 1929, rather than for a period of ten years for which such leases are now granted; and the number of rods of gas pipe line covered by that easement varies slightly from that specified under this renewal, Easement No. 1118.) The full consideration of \$30,412.26 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1048 - CORRECTION OF LOCATION, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS. --On March 15, 1958, the Board of Regents approved the application of El Paso Natural Gas Company for Pipe Line Easement No. 1048, covering 320.4 rods of 6-5/8 - inch gas pipe line at \$0.75 per rod in Sections 21, 23 and 24, Block 1, University Lands, Andrews County, Texas, for a

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10-year period beginning January 1, 1958, and ending December 31, 1967. El Paso Natural Gas Company has submitted corrected Exhibits A, B and C, whereby Section 24 will be eliminated and Section 22 will be added as the location for this pipe line easement in Block 1, University Lands, Andrews County, Texas. The company requests that these exhibits be substituted for those originally submitted with their application.

MATERIAL SOURCE EASEMENT NO. 1119, TEXAS HIGHWAY DEPARTMENT, CRANE COUNTY, TEXAS. --This application for a material source easement to the Texas Highway Department covers a tract of 16.529 acres in Section 45, Block 31, University Lands, Crane County, Texas, which will provide material for the purpose of reconstructing State Highway No. 329 and F. M. Road No. 1601 in Crane County, as well as for maintenance operations on projects in the vicinity. No consideration is involved in this easement.

PIPE LINE EASEMENT NO. 1120, CABOT CARBON COMPANY, WARD COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 369). --This application for a pipe line easement to Cabot Carbon Company covers 58.8 rods of 6-inch gas pipe line at \$0.50 per rod for the 10-year period beginning December 1, 1958, and ending November 30, 1968. These lines are located in Section 3, Block 16, University Lands, Ward County, Texas. The full minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1121, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 302.976 rods of 4-1/2 - inch gas pipe line at \$0.50 per rod for the 10-year period beginning September 1, 1958, and ending August 31, 1968, to be located in Section 10, Block 1, University Lands, Andrews County, Texas. The full consideration of \$151.49 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1122, PHILLIPS PETROLEUM COMPANY, ECTOR, CRANE AND ANDREWS COUNTIES, TEXAS. --This application for a pipe line easement to Phillips Petroleum Company covers 1118.2 rods of 10-3/4 - inch gas line at \$1.00 per rod, 574.9 rods of 4-1/2 - inch gas line at \$0.50 per rod, and 373.5 rods of 3-1/2 - inch gas line at \$0.25 per rod for the 10-year period beginning August 1, 1958, and ending July 31, 1968. These lines are to be located in Sections 8, 9, 10, 11, and 12, Block 35, University Lands, Ector and Crane Counties, Texas; Section 42, Block 30, and Section 37, Block 31, University Lands, Crane County, Texas; and Sections 16 and 35, Block 10, University Lands, Andrews County, Texas. The full consideration of \$1,499.03 for the 10-year period has been received.

POWER LINE EASEMENT NO. 1123, TEXAS ELECTRIC SERVICE COMPANY, ANDREWS COUNTY, TEXAS. --This application for a power line easement to Texas Electric Service Company covers 378 rods of line at \$0.50 per rod for a period of 10 years beginning August 1, 1958, and ending July 31, 1968. The electric distribution lines covered by this easement are located in Sections 2, 10 and 15, Block 4, Section 6, Block 5, and Sections 5 and 8, Block 9, University Lands, Andrews County, Texas. The full consideration of \$189.00 for the 10-year period has been received.

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POWER LINE EASEMENT NO. 1124, TEXAS ELECTRIC SERVICE COMPANY, LOVING COUNTY, TEXAS. --This application for a power line easement to Texas Electric Service Company covers 174 rods of line at \$0.50 per rod for a period of 10 years beginning August 1, 1958, and ending July 31, 1968. The electric distribution lines covered by this easement are located in Sections 7 and 16, Block 19, University Lands, Loving County, Texas. The full consideration of \$87.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1125, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 507.200 rods of 6-5/8 - inch natural gas line at \$0.75 per rod in Sections 26, 27 and 34, Block 1, University Lands, Andrews County, Texas, for a period of 10 years beginning September 1, 1958, and ending August 31, 1968. The full consideration of \$380.40 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1126, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company covers 63.503 rods of 4-1/2 - inch natural gas line at \$0.50 per rod in Section 10, Block 1, University Lands, Andrews County, Texas, for a period of 10 years beginning September 1, 1958, and ending August 31, 1968. The minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1127, EL PASO NATURAL GAS COMPANY, ANDREWS COUNTY, TEXAS. --This application for a pipe line easement to El Paso Natural Gas Company, covers 468.315 rods of 10-3/4 - inch natural gas line at \$1.00 per rod in Section 27, Block 1, and Section 36, Block 9, University Lands, Andrews County, Texas, for a period of 10 years beginning September 1, 1958, and ending August 31, 1968. The full consideration of \$468.32 for the 10-year period has been received.

POWER LINE EASEMENT NO. 1128, TEXAS ELECTRIC SERVICE COMPANY, CRANE AND WARD COUNTIES, TEXAS (RENEWAL OF EASEMENT NO. 389). --This application for a power line easement to Texas Electric Service Company covers 9,296 rods of line at \$0.50 per rod for a period of 10 years beginning January 1, 1959, and ending December 31, 1968. The distribution, transmission and telephone lines covered by this easement are located in Sections 3, 10, 11, 14, 15, 22, 23, 26, 27, 34, 35, 38, 39, 40, 45, 46 and 47, Block 30, University Lands, Crane County, Texas, and in Sections 1, 11, 12, 19, 20, 26, 27, and 34, Block 16, University Lands, Ward County, Texas. The number of rods of line covered by this easement is based on a resurvey of lines in place and, due to removal of some lines, is 1,720 rods less than the number of rods covered by Easement No. 389, of which this is a renewal. The full consideration of \$4,648.00 for the 10-year period has been received.

GRAZING LEASE NO. 680-A TO DARRELL S. WARREN - ASSIGNMENT OF 500 ACRES OUT OF GRAZING LEASE NO. 680 FROM HARRIS G. EASTHAM, JR., PECOS COUNTY, TEXAS. --This assignment from Harris G. Eastham, Jr., to Darrell Warren, designated as Grazing Lease No. 680-A, covers 500 acres in Sections 2, 3, 10 and 11, Block 18, University Lands, Pecos County, Texas, out of 3,345.4 acres in Blocks 18 and 20, Pecos County, contained in Grazing Lease No. 680,

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which was issued for the purpose of farming, stock raising and grazing for a term of 10 years beginning July 1, 1953, and ending June 30, 1963. Of the 500 acres being assigned there are at the present time between 350 and 400 acres under cultivation. Mr. Warren is to pay Mr. Eastham \$25,000.00 during the remaining 5-year period of the lease; Mr. Eastham has spent an estimated \$60,000.00 thus far in improvement of this acreage. Grazing Lease No. 680, covering 3,345.4 acres, was granted on a basis of a straight annual rental of \$0.35 per acre plus an annual rental of \$2.50 per acre on land in cultivation for the first 5-year period of the lease and an annual rental of \$5.00 per acre on land in cultivation for the second 5-year period of the lease. Rental payments under these terms are to be assumed by Mr. Warren, effective January 1, 1959, for the 500 acres being assigned to him. The standard assignment fee of \$25.00 and the \$1.00 General Land Office filing fee have been received.

GRAZING LEASE NO. 680-B TO L. D. HAREN - ASSIGNMENT OF 245.54 ACRES OUT OF GRAZING LEASE NO. 680 FROM HARRIS G. EASTHAM, JR., PECOS COUNTY, TEXAS. --This assignment from Harris G. Eastham, Jr., to L. D. Haren, designated as Grazing Lease No. 680-B, covers 245.54 acres in Sections 2 and 3, Block 18, University Lands, Pecos County, Texas, contained in Grazing Lease No. 680, which was issued for the purpose of farming, stock raising, and grazing for a term of 10 years beginning July 1, 1953, and ending June 30, 1963. There is no bonus involved in this assignment; however, the following consideration is stipulated: drilling and testing for water, fencing, and surveying, Mr. Eastham retaining a one-half interest in the new fencing during the term of the lease. Grazing Lease No. 680, covering 3,345.4 acres, was granted on a basis of a straight annual rental of \$0.35 per acre plus an annual rental of \$2.50 per acre on land in cultivation for the first 5-year period of the lease and an annual rental of \$5.00 per acre on land in cultivation for the second 5-year period of the lease. Rental payments under these terms are to be assumed by Mr. Haren, effective January 1, 1959, for the 245.54 acres being assigned to him. At the present time this acreage is not under cultivation. The standard assignment fee of \$25.00 and the \$1.00 General Land Office filing fee have been received.

PIPE LINE EASEMENT NO. 1129, TEXAS-NEW MEXICO PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS. (RENEWAL OF EASEMENT NO. 400). --This application for a pipe line easement to Texas-New Mexico Pipe Line Company covers 618.58 rods of 4-1/2 - inch line at \$0.50 per rod and 4,817.30 rods of 8-5/8 - inch line at \$1.00 per rod for the 10-year period beginning February 1, 1959, and ending January 31, 1969, located in Sections 12, 13, 14, 15, 20, 21, 22, 23, 29, 30, 31, Block 12; Sections 25, 34, 35, 36, 39, 40, 41, 43, 44, Block 13; and Section 1, Block 14; University Lands, Andrews County, Texas. Easement No. 400, of which this is a renewal, covered 262.58 rods of 4-1/2 - inch line and 4,817.30 rods of 8-5/8 - inch line; however, an additional 356 rods of 4-1/2 - inch line was added during the course of Easement No. 400 in accordance with provisions of that easement. The full consideration of \$5,126.59 for the 10-year period has been received.

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PIPE LINE EASEMENT NO. 1130, CONTINENTAL OIL COMPANY, REAGAN COUNTY, TEXAS (RENEWAL OF EASEMENT NO. 384). -- This application for a pipe line easement to Continental Oil Company covers 36.36 rods of 2-inch water line at \$0.25 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Section 7, Block 11, University Lands, Reagan County, Texas. The minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1131, TEXAS-NEW MEXICO PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS. (RENEWAL OF EASEMENT NO. 388). -- This application for a pipe line easement to Texas-New Mexico Pipe Line Company covers 1,149 rods of 4-1/2 - inch line at \$0.50 per rod, 1,057 rods of 6-5/8 - inch line at \$0.75 per rod and 311 rods of 8-5/8 - inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968. These lines are located in Sections 13, 24, 25, and 36, Block 13, and Sections 1, 2, 14 and 26, Block 14, University Lands, Andrews County, Texas. The number of rods and the size of lines in Easement No. 1131 differ from those in Easement No. 388, of which it is a renewal, due to removal and change in size of some of the lines during the course of Easement No. 388. The full consideration of \$1,678.25 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1132, HUMBLE PIPE LINE COMPANY, CROCKETT COUNTY, TEXAS. (RENEWAL OF EASEMENT NO. 373). -- This application for a pipe line easement to Humble Pipe Line Company covers 15.15 rods of 4-inch line at \$0.25 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Section 35, Block 7, University Lands, Crockett County, Texas. The minimum consideration of \$50.00 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1133, HUMBLE PIPE LINE COMPANY, REAGAN AND CROCKETT COUNTIES, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 374). -- This application for a pipe line easement to Humble Pipe Line Company covers 3,288.42 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in the following University land: Sections 14, 23, 26, 35, 36, Block 11, Reagan County; Sections 6, 7, 18, 19, 30, Block 12, Reagan and Crockett Counties; and Sections 24 and 35, Block 7, Crockett County, Texas. Pipe line covered by Easement No. 1134, below, is on the same right of way as that of Easement No. 1133. Easement No. 374, which is being renewed by Easements No. 1133 and No. 1134, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$3,288.42 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1134, HUMBLE PIPE LINE COMPANY, REAGAN AND CROCKETT COUNTIES, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 374). -- This application for a pipe line easement to Humble Pipe Line Company covers 3,288.42 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in the following University land: Sections 14, 23, 26, 35, 36, Block 11, Reagan County; Sections 6, 7, 18, 19, 30, Block 12, Reagan and Crockett Counties; and Sections 24 and 35, Block 7, Crockett County, Texas. Pipe line covered by Easement No. 1133, above, is on the same right of way as that of Easement

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No. 1134. Easement No. 374, which is being renewed by Easements No. 1133 and No. 1134, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$3,288.42 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1135, HUMBLE PIPE LINE COMPANY, CRANE COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 375). --This application for a pipe line easement to Humble Pipe Line Company covers 3,163.63 rods of 10-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 17, 18, 20, 21, 26, 27, 28, 35, 36 and 37, Block 31; and Sections 42, 43, and 44, Block 30, University Lands, Crane County, Texas. Pipe line covered by Easements No. 1136 and No. 1137, below, is on the same right of way as that of Easement No. 1135. Easement No. 375, which is being renewed by Easements No. 1135, No. 1136 and No. 1137 covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$3,163.63 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1136, HUMBLE PIPE LINE COMPANY, CRANE COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 375). --This application for a pipe line easement to Humble Pipe Line Company covers 3,163.63 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 17, 18, 20, 21, 26, 27, 28, 35, 36 and 37, Block 31; and Sections 42, 43 and 44, Block 30, University Lands, Crane County, Texas. Pipe line covered by Easement No. 1135, above, and Easement No. 1137, below, is on the same right of way as that of Easement No. 1136. Easement No. 375, which is being renewed by Easements No. 1135, No. 1136 and No. 1137, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$3,163.63 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1137, HUMBLE PIPE LINE COMPANY, CRANE COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 375). --This application for a pipe line easement to Humble Pipe Line Company covers 3,163.63 rods of 10-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 17, 18, 20, 21, 26, 27, 28, 35, 36 and 37, Block 31; and Sections 42, 43 and 44, Block 30, University Lands, Crane County, Texas. Pipe line covered by Easements No. 1135 and No. 1136, above, is on the same right of way as that of Easement No. 1137. Easement No. 375, which is being renewed by Easements No. 1135, No. 1136 and No. 1137, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$3,163.63 for the 10-year period has been received.

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TELEPHONE AND TELEGRAPH EASEMENT NO. 1138, HUMBLE PIPE LINE COMPANY, CRANE AND ECTOR COUNTIES, TEXAS. (RENEWAL OF EASEMENT NO. 376). --This application for a telephone and telegraph easement to Humble Pipe Line Company covers 1,514.24 rods of line at \$0.50 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968. This telephone and telegraph line is located in Sections 3, 4, 7, 8 and 14, Block 35, University Lands, Crane and Ector Counties, Texas. Easement No. 376, of which this is a renewal, covered pipe line as well as telephone and telegraph lines installed as early as 1928 under special agreements. During the course of that easement the pipe line has been removed and easement covering the telephone and telegraph line is now being renewed under the University's current standard contract. The full consideration of \$757.12 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1139, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 377). --This application for a pipe line easement to Humble Pipe Line Company covers 1,674.24 rods of 10-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 10, 15, 16, 20, 21, 29, 30 and 31, Block 11, University Lands, Reagan County, Texas. Pipe line covered by Easement No. 1140, below, is on the same right of way as that of Easement No. 1139. Easement No. 377, which is being renewed by Easements No. 1139, No. 1140, No. 1141 and No. 1142, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,674.24 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1140, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 377). --This application for a pipe line easement to Humble Pipe Line Company covers 1,674.24 rods of 10-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 10, 15, 16, 20, 21, 29, 30 and 31, Block 11, University Lands, Reagan County, Texas. Pipe line covered by Easement No. 1139, above, is on the same right of way as that of Easement No. 1140. Easement No. 377, which is being renewed by Easements No. 1139, No. 1140, No. 1141 and No. 1142, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,674.24 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1141, HUMBLE PIPE LINE COMPANY, REAGAN AND CROCKETT COUNTIES, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 377). --This application for a pipe line easement to Humble Pipe Line Company covers 1,575.94 rods of 10-inch line at \$1.00 per rod and 5,957.39 rods of 12-inch line at \$1.50 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in the following University land: Sections 4, 8, 9, 11, 12, 13, Block 49, Reagan County; Section 25, Block 48, Crockett and Reagan Counties; Sections 1, 2, 3, 7, 8, 14 and 15, Block 47, Sections 11, 19, 20, 22 and 23, Block 44, Sections 2, 3, 9 and 10, Block 45, Section 30, Block 41 and Sections 1, 2, 10, 11, 15, 16, 20 and 21, Block 42,

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Crockett County, Texas. Pipe line covered by Easement No. 1142, below, is on the same right of way as that of Easement No. 1141. Easement No. 377, which is being renewed by Easements No. 1139, No. 1140, No. 1141 and No. 1142, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$10,512.03 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1142, HUMBLE PIPE LINE COMPANY, REAGAN AND CROCKETT COUNTIES, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 377). --This application for a pipe line easement to Humble Pipe Line Company covers 1,575.94 rods of 10-inch line at \$1.00 per rod and 5,957.39 rods of 12-inch line at \$1.50 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in the following University land: Sections 4, 8, 9, 11, 12, 13, Block 49, Reagan County; Section 25, Block 48, Crockett and Reagan Counties; Sections 1, 2, 3, 7, 8, 14 and 15, Block 47, Sections 11, 19, 20, 22 and 23, Block 44, Sections 2, 3, 9 and 10, Block 45, Section 30, Block 41 and Sections 1, 2, 10, 11, 15, 16, 20 and 21, Block 42, Crockett County, Texas. Pipe line covered by Easement No. 1141, above, is on the same right of way as that of Easement No. 1142. Easement No. 377, which is being renewed by Easements No. 1139, No. 1140, No. 1141, and No. 1142, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$10,512.03 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1143, HUMBLE PIPE LINE COMPANY, UPTON COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 378). --This application for a pipe line easement to Humble Pipe Line Company covers 1,038.97 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 10, 13, 14 and 15, Block 15, University Lands, Upton County, Texas. Pipe line covered by Easements No. 1144, No. 1145, and No. 1146, below, is on the same right of way as that of Easement No. 1143. Easement No. 378, which is being renewed by Easements No. 1143, No. 1144, No. 1145, No. 1146, No. 1147 and No. 1148, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,038.97 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1144, HUMBLE PIPE LINE COMPANY, UPTON COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 378). --This application for a pipe line easement to Humble Pipe Line Company covers 1,038.97 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 10, 13, 14 and 15, Block 15, University Lands, Upton County, Texas. Pipe line covered by Easement No. 1143, above, and Easements No. 1145 and No. 1146, below, is on the same right of way as that of Easement No. 1144. Easement No. 378, which is being renewed by Easements No. 1143, No. 1144, No. 1145, No. 1146, No. 1147 and No. 1148, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,038.97 for the 10-year period has been received.

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PIPE LINE EASEMENT NO. 1145, HUMBLE PIPE LINE COMPANY, UPTON COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 378). --This application for a pipe line easement to Humble Pipe Line Company covers 1,038.97 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 10, 13, 14 and 15, Block 15, University Lands, Upton County, Texas. Pipe line covered by Easements No. 1143 and No. 1144, above, and Easement No. 1146, below, is on the same right of way as that of Easement No. 1145. Easement No. 378, which is being renewed by Easements No. 1143, No. 1144, No. 1145, No. 1146, No. 1147 and No. 1148, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,038.97 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1146, HUMBLE PIPE LINE COMPANY, UPTON COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 378). --This application for a pipe line easement to Humble Pipe Line Company covers 1,044.78 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 10, 13, 14 and 15, Block 15, University Lands, Upton County, Texas. Pipe line covered by Easements No. 1143, No. 1144, and No. 1145, above, is on the same right of way as that of Easement No. 1146. Easement No. 378, which is being renewed by Easements No. 1143, No. 1144, No. 1145, No. 1146, No. 1147 and No. 1148, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,044.78 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1147, HUMBLE PIPE LINE COMPANY, UPTON AND REAGAN COUNTIES, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 378). --This application for a pipe line easement to Humble Pipe Line Company covers 6,146.48 rods of 10-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in the following University land: Sections 8 through 12, Block 4, Upton County; Section 7, Block 4, Upton and Reagan Counties; Sections 25 through 30, Block 1, Sections 7 through 12, Block 8, and Section 12, Block 11, Reagan County, Texas. Pipe line covered by Easement No. 1148, below, is on the same right of way as that of Easement No. 1147. Easement No. 378, which is being renewed by Easements No. 1143, No. 1144, No. 1145, No. 1146, No. 1147 and No. 1148, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$6,146.48 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1148, HUMBLE PIPE LINE COMPANY, UPTON AND REAGAN COUNTIES, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 378). --This application for a pipe line easement to Humble Pipe Line Company covers 6,146.48 rods of 10-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in the following University land: Sections 8 through 12, Block 4, Upton County; Section 7, Block 4, Upton and Reagan Counties; Sections 25 through 30, Block 1, Section 7

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through 12, Block 8, and Section 12, Block 11, Reagan County, Texas. Pipe line covered by Easement No. 1147, above, is on the same right of way as that of Easement No. 1148. Easement No. 378, which is being renewed by Easements No. 1143, No. 1144, No. 1145, No. 1146, No. 1147 and No. 1148, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$6,146.48 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1149, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 379). --This application for a pipe line easement to Humble Pipe Line Company covers 1,388.78 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 4, 5, 6, 9, and 10, Block 11, University Lands, Reagan County, Texas. Pipe line covered by Easements No. 1150 and 1151, below, is on the same right of way as that of Easement No. 1149. Easement No. 379, which is being renewed by Easements No. 1149, No. 1150 and No. 1151, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,388.78 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1150, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 379). --This application for a pipe line easement to Humble Pipe Line Company covers 1,388.78 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 4, 5, 6, 9, and 10, Block 11, University Lands, Reagan County, Texas. Pipe line covered by Easement No. 1149, above, and Easement No. 1151, below, is on the same right of way as that of Easement No. 1150. Easement No. 379, which is being renewed by Easements No. 1149, No. 1150 and No. 1151, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,388.78 for the 10-year period has been received.

PIPE LINE EASEMENT NO. 1151, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY, TEXAS. (RENEWAL OF PART OF EASEMENT NO. 379). --This application for a pipe line easement to Humble Pipe Line Company covers 1,388.78 rods of 8-inch line at \$1.00 per rod for the 10-year period beginning January 1, 1959, and ending December 31, 1968, located in Sections 4, 5, 6, 9, and 10, Block 11, University Lands, Reagan County, Texas. Pipe line covered by Easements No. 1149 and No. 1150, above, is on the same right of way as that of Easement No. 1151. Easement No. 379, which is being renewed by Easements No. 1149, No. 1150 and No. 1151, covered lines installed as early as 1928 under special agreements. Easements covering these lines are now being renewed under the University's current standard contract. The full consideration of \$1,388.78 for the 10-year period has been received.

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PIPE LINE EASEMENT NO. 1152, TEXAS-NEW MEXICO PIPE LINE COMPANY, CRANE AND CROCKETT COUNTIES, TEXAS. (RENEWAL OF EASEMENT NO. 363). --This application for a pipe line easement to Texas-New Mexico Pipe Line Company covers 8,074.5 rods of 12-3/4 - inch line at \$1.50 per rod in the following University land: Sections 5, 8, 9, 16, 21, 28, and 33, Block 29, Sections 3, 4, 8, 9, 17, 20, 29 and 32, Block 30, and Sections 5, 7, 8, 18, 19, 30 and 31, Block 31, Crockett County; and Sections 43, 44, 45, 46, 47, and 48, Block 31, and Section 30, Block 43, Crane County, Texas. The number of rods covered by this easement differs from that of Easement No. 363, of which it is a renewal, due to removal of some lines during the course of Easement No. 363. The full consideration of \$12,111.75 for the 10-year period has been received.

PLANT SITE EASEMENT NO. 1153, J. S. PATTESON, JR., ANDREWS COUNTY, TEXAS. (EXTENSION OF TERMINATED PLANT SITE EASEMENT NO. 480 TO CHARLESTON PETROLEUM, INC.). --This application for a plant site easement to Mr. J. S. Patteson, Jr., of Duncan, Oklahoma, covers a tract of 5 acres in Section 8, Block 14, University Lands, Andrews County, Texas, at a rental of \$250.00 for the period beginning July 1, 1957, and ending December 31, 1958. This site has been under Easement No. 480 to Charleston Petroleum, Inc., for use of a gasoline and compressor plant, the assets of this plant having been sold to Empire Southern Producing Company, who in turn sold the buildings upon the site to Patoma Hydrocarbon Company. This easement is to be granted to Mr. J. S. Patteson, Jr., so as to provide the time necessary for removal of the buildings on the site, lease of this site to Charleston Petroleum, Inc., being hereby cancelled effective July 1, 1957. Water Contract No. 59, which was granted to Charleston Petroleum, Inc., in connection with Plant Site Easement No. 480, is consequently also being cancelled, its purpose having been to provide water needed for the cooling tower in the gas and compressor plant in operation under Easement No. 480. The full consideration of \$250.00 covering rental of Easement No. 1153 from July 1, 1957, through December 31, 1958, has been received.

TERMINATION OF WATER CONTRACT NO. 59, CHARLESTON PETROLEUM, INC., ANDREWS COUNTY, TEXAS. --Water Contract No. 59 was issued to Charleston Petroleum, Inc., in connection with Plant Site Easement No. 480 to that company, its purpose having been to provide water needed for the cooling tower in the gas and compressor plant in operation under Easement No. 480. Inasmuch as Easement No. 480 is being terminated and water for operation of the plant on the site is no longer necessary, Water Contract No. 59 is to be terminated in accordance with Section 7 of that contract.

RATIFICATION OF WATER CONTRACT NO. 79, HALL & STEWART DRILLING COMPANY, ANDREWS COUNTY, TEXAS. --This water contract to Hall & Stewart Drilling Company grants the right and privilege of producing water from Section 3, Block 13, University Lands, Andrews County, Texas, for the purpose of drilling one oil well, Logsdon Well No. 1, located in Section 20, Block A-32, Public School Lands, Andrews County, Texas. The full consideration of \$500.00 has been received.

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WATER CONTRACT NO. 80, J. E. HILL, ANDREWS COUNTY, TEXAS. (RENEWAL OF WATER CONTRACT NO. 22.). --This water contract to Mr. J. E. Hill of Midland, Texas, grants the right of producing and selling water as an underground commercial water supply for a period of five years beginning April 1, 1958, and ending March 31, 1963, from Sections 13 and 24, Block 13, and Sections 14 and 26, Block 14, University Lands, Andrews County, Texas. The royalty to be paid is 12-1/2% on the gross amount of water produced and sold for use on University Lands and 25% of the gross amount of water produced and sold for use off University Lands, such royalties being payable monthly not later than the 20th day of the month and shall be accompanied by a sworn statement of lessee showing the gross amount of water produced and sold during the preceding month, together with monthly copies of lessee's meter reading and other memoranda reflecting the amount of water produced and sold. Provision is made in the contract for installation of facilities and equipment for measurement of water at lessee's expense. Royalty payments in default shall bear interest at the rate of 10% per annum from the date when they are due. The lessee is given the right at the termination of the lease to remove all improvements placed on the leased area for the production of water except casing from producing water wells, which wells become the property of the University upon termination of the lease.

CALICHE PERMIT NO. 120, MID-TEX CONSTRUCTION COMPANY, ANDREWS COUNTY, TEXAS. --This application for a caliche permit to Mid-Tex Construction Company provides for the removal of 1,631 cubic yards of caliche from Block 13, University Lands, Andrews County, Texas, at the rate of \$0.25 per cubic yard. The full consideration of \$407.75 has been received.

CALICHE PERMIT NO. 121, FRANK MONTGOMERY, ANDREWS COUNTY, TEXAS. --This application for a caliche permit to Frank Montgomery provides for the removal of 324 cubic yards of caliche from Block 11, University Lands, Andrews County, Texas, at the rate of \$0.25 per cubic yard. The full consideration of \$81.00 has been received.

CALICHE PERMIT NO. 122, HUGH McMILLAN, INC., HUDSPETH COUNTY, TEXAS. --This application for a caliche permit to Hugh McMillan, Inc. provides for the removal of 692 cubic yards of caliche from Block J, Section 13, University Lands, Hudspeth County, Texas, at the rate of \$0.25 per cubic yard. The full consideration of \$173.00 has been received.

PYOTE AIRFIELD LEASE TO U. S. GOVERNMENT (EASEMENT NO. 186) - PROPOSAL FOR RELEASE OF ACREAGE AND AMENDMENT TO LEASE FOR ACREAGE RETAINED. --By original lease dated December 29, 1942 and subsequent amendments, the University has leased to the United States Government approximately 2650 acres of land out of Sections 35, 36, 38 and 39, Block 16, University Lands, Ward County, for the Pyote Army Airfield which has now been closed down. The lease as amended runs to October 29, 1972 with an option for the Government to renew for an additional term of 25 years, with the Government having the right to drop the lease at any time. Rental is \$800 annually, payable at the end of each lease year. See Page 241.

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Over a period of several months the U. S. Army Engineers, Albuquerque, N. M., have been in touch with the University regarding release of all but approximately 195 acres of the leased lands. The Government plans to retain approximately 195 acres for a permanent radar station. It has proposed rental of \$1.00 per year for the retained acreage under a lease for 25 years from date, renewable for another 25 years, and the University has quoted a minimum rental of \$50 annually. See Page 62.

The major problem in the release of the remainder of the acreage now held under lease has been the question of restoration of the premises. The lease as amended carries no provision for restoration of the premises, though giving the Government the right to remove all improvements, and extensive concrete runways, parking areas, reinforced concrete walls, and building foundations can be removed only at expense far out of line with the value of the land covered by such installations. The Government has expressed a willingness to do everything reasonable in the way of restoration, but has recently invited a proposal from the University on the matter of the lease on the retained acreage and release of the remainder, under which arrangement the Government would leave on the released premises for the use or disposition of the University approximately 20 buildings, made up of hangars, warehouses, and miscellaneous buildings, a railroad spur, and below ground water storage facilities. In an effort to expedite settlement of the matter, the Endowment Officer has proposed to the Government, subject to approval by the Board of Regents, the following which it is understood will receive favorable recommendation by the Army Engineers:

1. Release to the University at an early date of all acreage included in subject lease, except for approximately 195 acres to be retained for the Air Force, with certain buildings and improvements now situated on such released acreage to remain on the land and turned over to the University with the land. In turn, the University would release the Government from all remaining obligations regarding restoration of the premises as such obligations pertain to the released acreage.
2. The approximate 195 acres to be retained for the Air Force will be leased to the Government for 25 years, renewable for 25 years, at rental of \$1.00 per annum with a provision relieving the Government from any restoration upon termination of this lease.
3. Arrangements would be made at an early date for easements pertaining to utility lines now extending on or across acreage to be released by the Government and serving the 195 acres to be retained.

It is recommended that the Board of Regents confirm and ratify the proposals set out above and, if such proposals are accepted substantially by the Government, authorize the Chairman to execute appropriate instruments when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

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PROPOSAL FROM DAVID KER FOR BUSINESS SITE EASEMENT OUT OF FORMER PYOTE ARMY AIRFIELD SITE, BLOCK 16, UNIVERSITY LANDS, WARD COUNTY, TEXAS. --Contingent upon conclusion during September of the proposed arrangement with the U. S. Government on the former Pyote Army Airfield site set out above, Mr. David Ker proposes to lease from the University approximately 200 acres out of the former airfield site, on which most of the improvements expected to be released by the Government are located, on the following terms: See Page 241.

1. Lease for term of 20 years for a total cash consideration of \$25,000 to be paid \$10,000 upon execution of the lease, \$5,000 on or before 10 years from date of lease, and the balance of \$10,000 on or before 15 years from date of lease.
2. In the lease agreement, or by separate instrument as may be determined by the University, the University would release or convey to lessee all of its right and title to those improvements now on the leased premises, with full right of removal or disposition by lessee at any time after date of lease.
3. Lessee would assume no obligation to restore the land to its normal state by removal of concrete, structures, or other improvements except to fill underground excavations which are now on the premises or may be made during the term of lease.
4. Lessee expects to use the premises for a bonded cotton warehouse operation but would have the right to use premises for any purpose in any proper and legitimate manner.
5. Lessee would have the right to assign the lease and his rights to improvements on the premises at any time during the term of the lease, but lessee would remain personally liable for payment of total cash consideration.
6. The lease would be subject to the usual full mineral rights in the University for exploring, leasing and developing.
7. All other provisions of the lease would be arrived at by mutual agreement between lessee and the University Staff.

Mr. Ker has resided in El Paso and for several years operated a cotton warehouse at Marfa which he has now sold. He is of good reputation and reasonable financial responsibility.

It is recommended that the proposal be declined and that the Board of Regents make Mr. Ker a counter proposal to lease to him the ten warehouse buildings, with appropriate ground area and surrounding facilities, for ten years at \$1,500 annual rental, payable annually in advance, with the University to retain title to the improvements, subject to acceptance by Mr. Ker on or before October 20.

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PROPOSED CHANGE IN REQUIREMENTS IN PERMIT FOR EXPLORATION FOR OIL AND GAS WITH GEOPHYSICAL INSTRUMENTS ON UNIVERSITY LANDS. --Section (c) of the present form of Permit for Exploration for Oil and Gas with Geophysical Instruments on University Lands is as follows:

"Permittee also agrees to transmit to the Board of Regents, The University of Texas, care of: The Endowment Officer, P. O. Box 7986, Austin 12, Texas, within sixty (60) days after the closing date of this permit, a plat for each horizon investigated under this permit, which plat shall have posted thereon the location of each shot hole and station point used in this survey, together with the corrected or adjusted instrument readings, recorded for each station point, and which plat shall be so contoured as to correctly present Permittee's interpretation of the geological condition considered, as a result of this survey, to exist in the lands covered by this permit. Such plat shall be certified as to correctness by Permittee or his duly authorized representative."

Based on various considerations discussed earlier by the University Staff with the Land and Investment Committee, it is recommended that Section (c) of the Permit form be amended, effective for all permits issued after September 20, 1958, to read as follows:

"Upon written request by the Endowment Officer, after recommendation therefor by the Geologist in Charge, University Lands, within sixty (60) days after the closing date of this permit, Permittee agrees to transmit to the Board of Regents, The University of Texas, care of The Endowment Officer, P. O. Box 7986, Austin 12, Texas, within thirty (30) days after receipt of aforesaid request, a plat for each horizon investigated under this permit. Such plat shall have posted thereon the location of each shot hole and station point used in the survey, together with the corrected or adjusted instrument readings recorded for each station point, and the plat shall be so contoured as to present correctly Permittee's interpretation of the geological conditions considered, as a result of this survey, to exist in the lands covered by this permit. Such plat shall be certified as to correctness by Permittee or his duly authorized representative."

PROPOSAL FROM KERMIT DYCHE FOR FARMING LEASE. --The University has received from Mr. Kermit Dyche of Fort Stockton, Texas, a proposal for a farming lease for a period of 5 years on Sections 9 and 16, Block 28, University Lands, Pecos County, comprising a total of 781.53 acres. This acreage is presently included in Grazing Lease No. 706 to Charles J. Cox and H. W. Harris at rental of \$0.30 per acre annually with the standard provision for removal by the University for farming purposes. Other land in the immediate area not owned by the University is irrigated by wells and is being farmed satisfactorily. The

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nearest irrigation well is approximately one-half mile from the University's line, and it is believed that a satisfactory ground-water supply exists under the acreage on which Mr. Dyche's proposal is made. Mr. Dyche offers rental of \$5.00 per acre annually, payable annually in advance, amounting to \$3,907.55 annually and \$19,537.75 for the five years.

The policy regarding ground-water resources adopted by the Board of Regents on May 4, 1957 reads in part as follows:

"(1) After reasonable reserves for its grazing lessees and mineral lessees, the University, in dealing with the ground-water resources on University Lands, will give first consideration to the present and prospective needs of municipalities in the area."

It is recommended that the Board accept the proposal and authorize the Chairman of the Board to execute the instrument when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

TRUST AND SPECIAL FUNDS--INVESTMENT MATTERS.--

REPORT OF PURCHASES, EXCHANGES, REDEMPTION AND SALES OF SECURITIES. --The following purchases, exchanges, redemption and sales of securities have been made for the Trust and Special Funds since the report of May 30, 1958. We ask that the Board ratify and approve these transactions:

PURCHASES

| <u>Date</u> | | <u>Security</u> | <u>Principal Cost</u> |
|-------------|---------|---|-----------------------|
| 5/29/58 | \$4,000 | par value Southern California Edison Company First & Refunding Mortgage Bonds, 4-7/8% Series J, due September 1, 1982, purchased at 109-1/2 to yield 4.25% to maturity (Will C. Hogg Memorial Scholarships Endowment Fund) | \$ 4,390.00 |
| 6/27/58 | 37 | Shares Pacific Gas and Electric Company Common Stock, purchased at \$52 plus 20 rights per share (10 rights not used) (Hogg Foundation: W. C. Hogg Estate Fund) | 1,924.00 |
| | 15 | Shares Ditto (285 rights held; 10 rights purchased from Hogg Foundation: W. C. Hogg Estate Fund; 5 rights purchased thru transfer agent) (Funds Grouped for Investment) | 783.96 |

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Purchases (Continued)

| <u>Date</u> | | <u>Security</u> | <u>Principal Cost</u> |
|-------------|----------|---|-----------------------|
| 6/27/58 | 5 | Shares Pacific Gas & Electric Company Common Stock at \$52.00 *. (The James W. McLaughlin Fellowship Fund - Reserve for Depletion) | \$ 260.00 |
| 7/14/58 | \$20,000 | par value New York Telephone Company Refunding Mortgage 4-1/8% Bonds, Series K, due July 1, 1993, purchased at 102-1/4 to yield 4.00% to maturity (Hogg Foundation: Varner Properties) | 20,500.00 |
| | \$12,000 | par value Ditto (Funds Grouped for Investment) | 12,300.00 |
| | \$15,000 | par value Ditto | 15,375.00 |
| | \$ 9,000 | par value American Telephone & Telegraph Company Twenty-Six Year Debentures, due November 1, 1983, purchased at 111 to yield 4.28% to maturity | 10,012.50 |
| | \$10,000 | par value Northern States Power Company (a Minnesota Corporation) First Mortgage Bonds 4% Series, due July 1, 1988, at 100-1/4 to yield 3.99% to maturity | 10,050.00 |
| | \$15,000 | par value Florida Power Corporation First Mortgage Bonds 4-1/8% Series, due July 1, 1988, purchased at 100-3/4 to yield 4.08% to maturity (The James W. McLaughlin Fellowship Fund) | 15,150.00 |
| 7/15/58 | \$20,000 | par value United States Steel Corporation 4% SF Debentures, due July 15, 1983, purchased at 100.50 Net to yield 3.97% to maturity (The James W. McLaughlin Fellowship Fund) | 20,100.00 |
| | 200 | Shares C.I.T. Financial Corporation Common Stock, purchased at 50 per share | 10,088.00 |
| | 300 | Shares Corn Products Refining Company Common Stock, purchased at 43-1/4 per share | 13,096.89 |
| | 200 | Shares The First National City Bank of New York Capital Stock, purchased at 66-1/8 Net per share | 13,225.00 |

* plus 20 rights per share

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Purchases (Continued)

| <u>Date</u> | | <u>Security</u> | <u>Principal Cost</u> |
|-------------|-----|--|-----------------------|
| 7/15/58 | 200 | Shares Wisconsin Electric Power Company Common Stock, purchased at 36-3/4 per share (Hogg Foundation: Varner Properties) | \$ 7,424.76 |
| 7/15/58 | 200 | Shares Baltimore Gas & Electric Company Common Stock, purchased at 40-3/4 per share | 8,228.76 |
| | 100 | Shares The Cincinnati Gas & Electric Company Common Stock, purchased at 33-1/2 per share | 3,385.75 |
| | 100 | Shares The First National City Bank of New York Capital Stock, purchased at 66-1/8 Net per share | 6,612.50 |
| | 200 | Shares Wisconsin Electric Power Company Common Stock, purchased at 36-3/4 per share (Funds Grouped for Investment) | 7,424.76 |
| | 100 | Shares Commercial Credit Company Common Stock, purchased at 57 per share (The James W. McLaughlin Fellowship Fund - Reserve for Depletion) | 5,744.70 |
| | 100 | Shares American Home Products Corporation Capital Stock, purchased at 99-1/4 per share | 9,973.93 |
| | 27 | Shares American Telephone & Telegraph Company Capital Stock, purchased at 178-1/8 per share | 4,851.50 |
| | 100 | Shares Baltimore Gas & Electric Company Common Stock, purchased at 40-3/4 per share | 4,114.38 |
| | 200 | Shares Bank of America National Trust & Savings Association (San Francisco, California) Common Stock, purchased at 39-3/4 Net per share | 7,950.00 |
| | 100 | Shares The Chase Manhattan Bank Capital Stock (New York, N. Y.) purchased at 52-1/2 Net per share | 5,250.00 |
| | 200 | Shares National Biscuit Company Common Stock, 100 shares purchased at 48-3/4 and 100 shares purchased at 48-7/8 per share | 9,849.32 |
| | 100 | Shares Pacific Gas & Electric Company Common Stock, purchased at 55-3/4 per share | 5,619.58 |

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Purchases (Continued)

| <u>Date</u> | | <u>Security</u> | <u>Principal Cost</u> |
|-------------|----------|---|-----------------------|
| 7/15/58 | 100 | Shares Standard Oil Company (New Jersey) Capital Stock, pur- chased at 51-3/4 per share | \$ 5,219.18 |
| | 100 | Shares Union Carbide Corpora- tion Capital Stock, purchased at 91-1/4 per share (The James W. McLaughlin Fellow- ship Fund) | 9,173.13 |
| 7/16/58 | \$10,000 | par value United States Steel Cor- poration 4% SF Debentures due 1983, due July 15, 1983, purchased at 100.50 Net to yield 3.97% to maturity (Funds Grouped for Investment) | 10,050.00 |
| | \$20,000 | par value Ditto (Hogg Foundation: Varner Properties) | 20,100.00 |
| | \$ 7,000 | par value Ditto (Will C. Hogg Memorial Scholarships Fund) | 7,035.00 |
| 8/5/58 | \$ 8,000 | par value U. S. 1-1/2% Treasury Notes Series EA-1960, due April 1, 1960, purchased at 99:23 Net (99.71875) to yield 1.67% to maturity (Murray Case Sells Foundation Student Loan Fund) | 7,977.50 |
| 8/11/58 | \$12,000 | par value U. S. 3-7/8% Treasury Bonds of 1974, due November 15, 1974, purchased at 102.21875 Net to yield 3.69% to maturity (Funds Grouped for Investment) | 12,266.25 |
| 8/12/58 | \$ 2,000 | par value Florida Power Corporation First Mortgage Bonds, 4-1/8% Series, due July 1, 1988, purchased at 98-1/2 Net to yield 4.21% to maturity (The James W. McLaughlin Fellowship Fund) | 1,970.00 |
| | \$ 3,000 | par value, Florida Power Corporation First Mortgage Bonds, 4-1/8% Series, due July 1, 1988, purchased at 98-1/2 Net to yield 4.21% to maturity (The James W. McLaughlin Fellowship Fund - Reserve for Depletion) | 2,955.00 |
| 8/13/58 | 100 | Shares Chemical Corn Exchange Bank Capital Stock, purchased at 50-1/4 Net per share (Funds Grouped for Investment) | 5,025.00 |

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Purchases (Continued)

| <u>Date</u> | | <u>Security</u> | <u>Principal Cost</u> |
|-------------|-----------|---|-----------------------|
| 8/13/58 | 100 | Shares Consumers Power Company Common Stock, purchased at 51-1/2 per share (Funds Grouped for Investment) | \$ 5,194.15 |
| | 50 | Shares First National City Bank of New York Capital Stock, purchased at 66-1/4 Net per share (The William Orville Bullington Memorial Fund) | 3,312.50 |
| 8/15/58 | \$ 13,000 | par value United States 3-7/8% Treasury Bonds, due November 15, 1975, purchased at 102-8/32nds (102.25) Net to yield 3.69% to maturity (Student Property Deposit Scholarship Fund) | 13,292.50 |
| 8/18/58 | 38 | Shares Otis Elevator Company Common Stock, purchased at 54-1/8 per share (The William Orville Bullington Memorial Fund) | 2,083.50 |

PURCHASES MADE BY TEXAS WESTERN COLLEGE

| <u>Date</u> | | <u>Security</u> | <u>Principal Cost</u> |
|-------------|-----------|--|-----------------------|
| 5/15/58 | \$ 34,000 | maturity value U.S. Treasury Bills, dated 5/15/58, due 8/14/58, purchased to yield 1.11% to maturity (Student Union Building Fee Account) | \$ 33,904.46 |

PURCHASES MADE BY THE SEALY & SMITH FOUNDATION
FOR THE JOHN SEALY HOSPITAL

| <u>Date</u> | | <u>Security</u> | <u>Principal Cost</u> |
|-------------|-----------|---|-----------------------|
| 6/24/58 | \$ 10,000 | par value Baltimore Gas & Electric Company First Refunding 4% Bonds, due March 1, 1993, purchased at 102-3/4 to yield 3.86% to maturity | \$ 10,302.50 |
| | \$ 10,000 | par value Columbia Gas System, Inc., Debentures, 4-3/8% Series J, due March 1, 1983, purchased at 102-5/8 to yield 4.20% to maturity | 10,291.50 |

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Purchases (Continued)

| <u>Date</u> | <u>Security</u> | <u>Principal Cost</u> |
|-------------|---|-----------------------|
| 6/24/58 | \$ 10,000 par value Gulf States Utilities Company First Mortgage 4% Bonds, due May 1, 1988, purchased at 102-3/4 Net to yield 3.84% to maturity | \$ 10,275.00 |
| | \$ 10,000 par value New Jersey Bell Telephone Company 3-7/8% Debentures, due April 1, 1993, purchased at 100-3/4 to yield 3.84% to maturity | 10,100.00 |

EXCHANGES

| <u>Date</u> | <u>Security</u> | <u>Principal Cost</u> |
|-------------|---|-----------------------|
| 6/4/58 | \$321,000 par value U. S. 2-7/8% Treasury Notes, Series A-1958, due June 15, 1958, into \$321,000 par value U. S. 1-1/4% Treasury Certificates of Indebtedness, Series B-1959, due May 15, 1959 (Archer M. Huntington Museum Fund) | No Cash |
| | \$ 40,000 par value U. S. 2-7/8% Treasury Notes, Series A-1958, due June 15, 1958, into \$40,000 par value U. S. 1-1/4% Treasury Certificates of Indebtedness, Series B-1959, due May 15, 1959 (Ford Foundation Grant for School of Law) | No Cash |
| | \$ 40,000 par value U. S. 2-7/8% Treasury Notes, Series A-1958, due June 15, 1958, into \$40,000 par value U. S. 2-5/8% Treasury Bonds of 1965, due February 15, 1965 (Interscholastic League Funds - Football Account) | No Cash |
| | \$100,000 par value U. S. 2-7/8% Treasury Notes, Series A-1958, due June 15, 1958, into \$100,000 par value U. S. 2-5/8% Treasury Bonds of 1965, due February 15, 1965 (Hogg Foundation: Varner Properties - Unappropriated Income) | No Cash |
| | \$240,000 par value U. S. 2-3/8% Treasury Bonds of 1958, due June 15, 1958, into \$20,000 par value U. S. 1-1/4% Treasury Certificates of Indebtedness, Series B-1959, due May 15, 1959, and \$220,000 par value U. S. 2-5/8% Treasury Bonds of 1965, due February 15, 1965 (Estate of Lila Belle Etter) | No Cash |

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REDEMPTION

| <u>Date</u> | | <u>Security</u> | <u>Net Proceeds</u> |
|-------------|---------|---|---------------------|
| 6/30/58 | \$5,000 | Investment Share Account (50 fully paid shares) of the Guardian Savings and Loan Association, Dallas, Texas (Will C. Hogg Memorial Scholarships Endowment Fund) | \$ 5,000.00 |

SALES

| <u>Date</u> | | <u>Security</u> | <u>Net Proceeds</u> |
|-------------|-----------|---|---------------------|
| 6/2/58 | 24/100ths | fractional share Monsanto Chemical Company Common Stock (Rehabilitation Clinic Endowment Fund - Medical Branch) | \$ 8.30 |
| 6/27/58 | 10 | rights to subscribe for Pacific Gas & Electric Company Common Stock (Hogg Foundation: W. C. Hogg Estate Fund) | 2.64 |
| 7/2/58 | 100 | Shares Reed Roller Bit Company Common Stock, sold at 19-1/8 per share and 65 shares Reed Roller Bit Company Common Stock, sold at 19 per share (Sharp Fund - Pioneers in Texas Oil) | 3,088.75 |
| 7/9/58 | 100 | Shares Allied Kid Company Capital Stock, sold at 29-1/2 per share (The William Orville Bullington Memorial Fund) | 2,911.89 |
| | 400 | Shares Radio Corporation of America Common Stock, sold at 35-5/8 per share (Funds Grouped for Investment) | 14,062.46 |
| | 6 | Shares Inland Steel Company Capital Stock, sold at 89-3/4 per share | 528.88 |
| | 6 | Shares Square D Company Common Stock, sold at 21-1/4 per share | 121.19 |
| | 6. | Shares The Standard Oil Company (Ohio) Common Stock, sold at 51-1/4 per share (La Verne Noyes Foundation) | 299.04 |
| | 15 | Shares P. Lorillard Company Common Stock, sold at 71 per share (Jack G. Taylor Endowment Fund) | 1,047.60 |
| | 10 | Shares United States Tobacco Company Common Stock, sold at 29 per share (John Charles Townes Foundation: Carl Abramson Fund) | 281.19 |

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Sales (Continued)

| <u>Date</u> | | <u>Security</u> | <u>Net Proceeds</u> |
|-------------|-----|--|---------------------|
| 7/9/58 | 10 | Shares Worthington Pump & Machinery Corporation Cumulative Prior Preferred Stock, 4-1/2% Series, sold at 91-3/4 per share | \$ 901.48 |
| | 20 | Shares Pan American Sulphur Company Capital Stock, sold at 18-1/2 per share | 358.55 |
| | 108 | Shares Rockwell Manufacturing Company Common Stock, sold at 37-3/4 per share (John Charles Townes Foundation: Wright Chalfant Morrow Fund) | 4,028.90 |
| | 17 | Shares General Motors Corporation Preferred Stock, \$3.75 Series, sold at 89-3/4 per share | 1,502.75 |
| | 17 | Shares Houston Lighting & Power Company \$4 Preferred Stock, sold at 91 per share | 1,522.51 |
| | 144 | Shares American General Insurance Company Capital Stock, sold at 36-3/4 per share less transfer taxes | 5,291.76 |
| | 290 | Shares Anderson, Clayton & Co., Common Stock, sold 200 shares at 37-1/2 and 90 shares at 37-3/8 per share (John Charles Townes Foundation: Garwood-Clayton Fund) | 10,738.77 |
| 7/9/58 | 96 | Shares Tennessee Gas Transmission Company Common Stock, sold at 28-5/8 per share (Cabot Educational Grant in Journalism) | 2,713.06 |
| 7/10/58 | 336 | Shares Tennessee Gas Transmission Company Common Stock, sold at 28-5/8 per share (Cabot Educational Grant in Journalism) | 6,779.60 |
| | 360 | Shares Ditto (Alfred & Nellie King Graduate Fellowship - College of Engineering) | 10,169.39 |
| | 113 | Shares Northern Illinois Gas Company Common Stock, sold 100 Shares at 22-7/8 and 13 shares at 22-3/4 per share (Hogg Foundation: W.C. Hogg Estate Fund) | 2,544.47 |
| | 200 | Shares Baldwin Rubber Company Common Capital Stock, sold at 13-7/8 per share (The William Orville Bullington Memorial Fund) | 2,732.90 |

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Sales (Continued)

| <u>Date</u> | | <u>Security</u> | <u>Net Proceeds</u> |
|--------------|-----|---|---------------------|
| 7/11/58 | 15 | Shares Creole Petroleum Corporation Certificate of Stock, sold at 76 per share (Geology Foundation: Carolyn G. and George M. Knebel Fund) | \$ 1,134.29 |
| | 15 | Shares Ditto (Geology Foundation: Hal P. Bybee Memorial Fund) | 1,134.29 |
| 7/14/58 | 30 | Shares Aermotor Company Common Capital Stock, sold at 1257.89533 per share (La Verne Noyes Foundation) | 37,736.86 |
| 7/16/58 | 861 | Shares Massachusetts Investors Trust Certificates of Beneficial Interest, sold at 11.15 per share less transfer taxes (Funds Grouped for Investment) | 9,599.81 |
| 7/16 & 17/58 | 395 | Shares General Dynamics Corporation Common Stock, all sold at 59 per share (Hogg Foundation: Ima Hogg Scholarship in Mental Hygiene) | 23,111.17 |
| 8/14/58 | 110 | Shares Halliburton Oil Well & Cementing Company Common Stock, sold 100 shares at 68 per share and 10 shares at 67-3/4 per share (Geology Foundation: Various Donors) | 7,414.00 |

W. A. JAMES SCHOLARSHIP FUND - RECOMMENDATION RE SALE OF PEDEN IRON AND STEEL COMPANY COMMON STOCK. --The W. A. James Scholarship Fund consists entirely of 590 shares Peden Iron and Steel Company Common Stock, bequeathed to the University by Paragraph 10 of the Will of W. A. James, deceased, which reads as follows, the Board of Regents having accepted the bequest on October 29, 1954:

"I give, devise and bequeath to The University of Texas five hundred ninety (590) shares of stock of the Peden Iron and Steel Company, Houston, Texas, to be held by the said University, and the income therefrom to be paid into a revolving scholarship fund for the use and benefit of any of my blood relatives. In the event none of my blood relatives shall use the said scholarship fund, then after a reasonable lapse of time the proper scholarship committee of the said University shall use the said scholarship fund for the benefit of some other worthy person or persons."

The University's Attorney has given an opinion to the effect that the Peden Iron and Steel Company stock can be sold and the proceeds placed in the Funds Grouped for Investment endowment account where a better yield

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and broad diversification could be obtained for the fund. Further, the Endowment Officer has checked the possibility of any family connections of Mr. James with the company, and the Executor of the Estate of Mr. James has advised that the only interest of the family in the company was that of a stockholder.

Accordingly, it is recommended that the Endowment Officer be authorized to sell the 590 shares of Peden Iron and Steel Company Common Stock and to place the proceeds therefrom in Funds Grouped for Investment for the W. A. James Scholarship Fund, the timing of the sale to be subject to the approval of the Staff Investment Committee.

HOGG FOUNDATION: W. C. HOGG ESTATE FUND; OLGA KEITH WEISS FUND - RECOMMENDATION RE EXCHANGE OF HUMBLE OIL & REFINING COMPANY CAPITAL STOCK FOR STANDARD OIL COMPANY (NEW JERSEY) CAPITAL STOCK. --The Standard Oil Company (New Jersey) has offered 1-1/4 shares of its capital stock in exchange for each share of capital stock of the Humble Oil & Refining Company. The offer will terminate October 14, 1958. About 88% of the 71.8 million shares of Humble stock outstanding is held by Standard Oil Company (New Jersey). The latest estimates for 1958 earnings for Humble range from \$2.00 to \$2.25 per share as compared to an estimated \$3.25 for Jersey. Dividends of Humble are on a \$1.40 annual basis as compared with \$2.25 disbursed by Jersey last year and a possibly somewhat smaller amount to be paid in 1958. Current prices, close for September 4, 1958, are 55-3/4 for Jersey as compared to 69-3/4 for Humble. Price-wise, the exchange, despite the recent sharp advance in Humble, would be at approximate parity; whereas, dividend-wise, the exchange would be advantageous. Also, from the standpoint of marketability of the stock, the exchange would be favorable. Accordingly, it is recommended that the Endowment Officer be authorized to exchange the 400 shares of Humble stock held by the Hogg Foundation: W. C. Hogg Estate Fund and the 3600 shares held by gift by the Olga Keith Weiss Fund for the Standard Oil Company (New Jersey) Capital Stock.

GEOLOGY FOUNDATION: HAL P. BYBEE MEMORIAL FUND - RECOMMENDATION RE SALE OF REED ROLLER BIT COMPANY COMMON STOCK. --Subject to acceptance by the Board of Regents at the current meeting, the Hal P. Bybee Memorial Fund under the Geology Foundation will hold 100 shares Reed Roller Bit Company Common Stock, donated in July, 1958, by Mr. Wallace E. Pratt of Carlsbad, New Mexico. In making the gift, Mr. Pratt did not stipulate whether or not the stock should be retained or sold. Accordingly, it is recommended that the Endowment Officer be authorized to sell the stock and to place the proceeds from the sale to the Hal P. Bybee Memorial Fund now carried in Funds Grouped for Investment, the timing of the sale to be subject to the approval of the Staff Investment Committee.

TRUST AND SPECIAL FUNDS--GIFTS, BEQUEST AND ESTATE MATTERS. --

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - REPORT OF BEQUEST FROM MRS. ESTHER SLEVIN STADTLER, DECEASED. --
M. D. Anderson Hospital and Tumor Institute has been advised by Houston Bank and Trust Company, Independent Executor, of the following bequest

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under the will of Mrs. Esther Slevin Stadtler (Mrs. Robert C. H. Stadtler) of Houston who died on March 26, 1958:

"S E C O N D

I give, devise and bequeath to University of Texas M. D. Anderson Hospital and Tumor Institute, 6723 Bertner Street, Houston, Texas, the sum of Twelve Thousand Five Hundred (\$12,500.00) Dollars for the following uses and purposes to wit: Such sum is to be invested and reinvested and the interest therefrom is to be used exclusively within the State of Texas to provide a lecture each year on some subject related to cancer research by a speaker to be chosen by the Director of the M. D. Anderson Hospital, such series of lectures to be known as 'The Robert and Esther Stadtler Lectures.' If the interest derived from the bequest should be insufficient to provide a lecture each year by an eminent authority on the subject, such lectures may, in the discretion of the said Director, be provided at longer intervals. If on the other hand, any surplus should remain after the provision of an annual lecture, such surplus may be used at the discretion of the Director of the Hospital to supply any need of the said Hospital."

It is recommended that the Board of Regents accept this bequest, payment of which is expected in the next few months.

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - REPORT OF BEQUEST FROM MRS. DOROTHY CALVERT McLEOD, DECEASED. -- M. D. Anderson Hospital and Tumor Institute has been furnished a copy of the Will of Mrs. Dorothy Calvert McLeod, deceased, a former employee of that institution, providing a bequest to the Social Service Patient Welfare Fund of the Hospital as follows:

"V.

I, Dorothy Calvert McLeod, hereby give and bequeath all the rest, residue and remainder of my estate, real, personal and mixed, and wherever situated, owned or claimed by me at the time of my death, to the Social Service Patient Welfare Fund of M. D. Anderson Hospital, which is managed by the Business Office of the M. D. Anderson Hospital, to be disbursed as may be deemed most appropriate and expedient by the Business Office of said Hospital."

The estimate received of the possible value of the bequest is \$20,000 to \$25,000. The Will is being contested by a cousin of Mrs. McLeod. The First City National Bank of Houston has qualified as Temporary Administrator of the Estate. Mr. W. Scott Red of Houston is the Attorney for the Estate. The University Attorney is working with the office of the Attorney General and the contest probably will be heard in October. This report is for the information of the Board of Regents.

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ESTATE OF MRS. HATTIE E. GAINES, DECEASED - REPORT ON PRESENT STATUS. --At the March 15, 1958 meeting of the Board of Regents, the bequest to the University from the Estate of Mrs. Hattie E. Gaines, deceased, was reported. Since that time a contest of the Will has been filed on behalf of the grandchildren of Mrs. Gaines in which the University was not joined. However, in the answer filed by the Executor, The Austin National Bank, it was urged that The University of Texas be made a party to the suit by reason of our interest in the Estate. The suit is now pending in the District Court of Travis County for determination.

ESTATE OF MR. ROBERT MAXEY, DECEASED - REPORT OF BEQUEST TO THE UNIVERSITY OF TEXAS. --The Austin National Bank, Independent Executor and Trustee of the Estate of Robert Maxey, deceased, has furnished the University a copy of Mr. Maxey's Will which provides in part as follows:

"Sixteenth: (c) After the death of all the individuals named in the preceding subdivision of this paragraph, the trust herein created shall cease and the trust property then in the hands of the trustee shall descend to and vest in the following manner: . . . to the Board of Regents of The University of Texas, Austin, Texas, as trustees, the sum of Thirty Thousand Dollars (\$30,000.00) in cash or its equivalent, plus an undivided one-half (1/2) interest in Survey No. Eighty-two (82), the East one-half (1/2) of Survey No. Sixty-two (62) and the Southeast One-fourth (S. E. 1/4) of Survey No. Forty-eight (48) all in Block "G", W. T. Ry. Co., Original Grantee, Public School Land, in Gaines County, Texas. . .

. . .

Eighteenth: The portion of my estate devised and bequeathed to the Board of Regents of The University of Texas as trustees in Paragraph Sixteenth (c) hereof, shall constitute a part of the funds and property of the John Charles Townes Foundation in such a way, however, as not to lose its identity, and shall be used for the establishment of the Thomas Shelton Maxey Professorship in the School of Law of The University of Texas; and I direct that all of said property and funds shall be kept invested and that the current income and the accumulated income, if any, therefrom be used to supplement the salary of such full professor in the School of Law as shall be selected from time to time by the Board of Regents upon the recommendation of the Dean and faculty of the School of Law and the President of the University to hold the Thomas Shelton Maxey Professorship. I direct that no professor shall be selected except one who from and after the time of his selection shall receive at least the highest salary then fixed as the compensation for an ordinary professorship in said school and the supplement herein provided for shall be added to such salary.

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It is to be understood, however, that the Dean of said school may be eligible to hold said professorship.

It is my purpose in establishing the said professorship to honor my father, the late Judge Thomas Shelton Maxey, and to further the interests of legal education in Texas, and I request that in making their recommendation the faculty of the School of Law confer with such person as may be at the time of such recommendation the President of the State Bar of Texas, whose advice, however, as to the person to be selected shall be directory and not mandatory."

The two surviving persons who have the income for life referred to above are advanced in years, but no funds are expected to be received by the University for some time.

TRUST AND SPECIAL FUNDS--REAL ESTATE MATTERS. --

TEXAS WESTERN COLLEGE - COTTON ESTATE - CANCELLATION OF GRAZING LEASE TO MR. L. MOODY BENNETT. --At the May, 1957 meeting of the Board of Regents, approval was given for the renewal of a grazing lease to Mr. L. Moody Bennett of 16,911 acres of Cotton Estate Lands in Hudspeth County for a one year period beginning June 1, 1957 and ending May 31, 1958, at the rate of five cents (\$0.05) per acre, payable in advance. After several inquiries it has developed that Mr. Bennett was unable to continue his operations because of drought conditions and did not use the property after June 1, 1957. It is recommended that the matter be dropped.

TEXAS WESTERN COLLEGE - COTTON ESTATE - RENEWAL OF GRAZING LEASE TO MR. J. A. NEAL. --The President and Business Manager of Texas Western College have recommended the renewal of the grazing lease on 6,100.95 acres of Cotton Estate Property in Culberson County, Texas, to Mr. J. A. Neal for a five-year period beginning August 1, 1958 and ending July 31, 1963, at the rate of seven cents (\$0.07) per acre per year, payable annually in advance, with option to renew for an additional five-year period at a mutually agreeable rental. All other terms of the lease are in accordance with the standard provisions for University grazing leases. It is recommended that the grazing lease be renewed and that the Chairman of the Board be authorized to execute the lease instrument upon approval as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

HOGG FOUNDATION: VARNER PROPERTIES - REPORT ON ROOFING WORK ON MITCHELL BUILDING (BETTES BUILDING), HOUSTON, TEXAS. --At the May 30, 1958 meeting of the Board of Regents, authority was given for contract with A. M. Bowles Company for repairs to the roof of the Bettes Building at a price of \$5,485 and for additional work, if needed, to put the roof in satisfactory condition, the total expenditures not to exceed \$6,000. The repairs have now been made, and payment has been made to the A. M. Bowles Company in the amount of the contract, \$5,485.

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E. D. FARMER INTERNATIONAL SCHOLARSHIP FUND - RATIFICATION OF SALE OF JENNINGS AVENUE PROPERTY, FORT WORTH, TO JOHN R. DIAL, RUBY G. REID, AND R. W. DIAL AND REPORT OF CLOSING. --At the May 30, 1958 meeting of the Board of Regents, the offer of John R. Dial, Ruby G. Reid, and R. W. Dial was accepted for the purchase of the Jennings Avenue Property of the E. D. Farmer International Scholarship Fund, described as the East 60 feet of Lots 1 through 8, Block 3, Jennings East Addition, City of Fort Worth, at a total price of \$57,500. Total consideration was to be paid, \$25,000 in cash and the remainder in monthly installments over 6-1/2 years with interest at 5% and full pre-payment privileges without penalty. However, shortly after the sale was closed on August 1, the purchasers were able to pay the note in full, with interest from August 1 to August 9. The interest of \$40.68 plus the refund on insurance premiums previously paid in the amount of \$665.45 have been credited to the Income Account of the Scholarship Fund, No. 68660. The total sales price of \$57,500, less expenses covering filing fees, title guaranty policy and escrow fee of \$216.25, have been credited to the Endowment Account No. 77420 in the net amount of \$57,283.75.

The City of Fort Worth had assessed taxes for 1956 and 1957 in the total amount of \$2,687.86 against the property, though exemptions had been allowed for earlier years. The taxes were waived after the Land and Trust Attorney's correspondence and conferences with the Fort Worth tax attorney.

It is recommended that the Board of Regents ratify these actions and adopt the following Resolution concerning this sale:

WHEREAS, by deed dated March 17, 1934, and by deed dated December 30, 1938, George Beggs, as Executor and Trustee of the Will of Edward Disney Farmer, deceased, conveyed to the State of Texas for the use and benefit of The University of Texas a certain tract of land known as the Jennings Avenue Property, being the East 60 feet of Lots 1-8, Block 3, Jennings East Addition, City of Fort Worth, Texas, for the establishment of the E. D. Farmer International Scholarship Fund, the deed dated March 17, 1934, being recorded in Book 1212, page 75, and the deed dated December 30, 1938, being recorded in Book 1392, page 281 of the Deed Records of Tarrant County, Texas; and

WHEREAS, by deed dated July 28, 1958, pursuant to an offer to purchase the above-described property, the Board of Regents of The University of Texas, as Trustee of the E. D. Farmer International Scholarship Fund, conveyed to John R. Dial, Ruby G. Reid, a widow, and R. W. Dial of the City of Fort Worth, Tarrant County, Texas, the above-described property in consideration of the sum of \$57,500.00 payable as follows: \$25,000.00 in cash and the execution of a certain note in an amount of \$32,500.00 payable in equal monthly installments over a period of approximately six and one-half years with interest at the rate of 5% per annum and with prepayment privileges without penalty; and

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WHEREAS, the note has been paid in full and a release of the Vendor's Lien and Deed of Trust Lien has been executed by the Chairman:

NOW, THEREFORE, BE IT RESOLVED, That all of the acts of the Chairman of the Board of Regents of The University of Texas, acting as Trustee of the E. D. Farmer International Scholarship Fund, in the execution of a certain deed dated July 28, 1958, and the conveyance of the above-described property, together with the execution of the instrument releasing the Vendor's Lien and Deed of Trust Lien, be and the same are in all things hereby ratified.

MURRAY CASE SELLS ESTATE - RATIFICATION OF SIGNATURE ON RELEASE OF OVERRIDING ROYALTY ON TWO LEASES IN SCURRY COUNTY, TEXAS. --Instruments have been circulated by Sells Petroleum, Incorporated and the Trustees representing the beneficiary schools for execution by the presidents of the schools whereby a release was approved of the overriding royalty held by the institutions on shallow undeveloped portion of the following leases: Lease No. 2578 - J. N. Bynum Estate, NW/4 Sec. 178, Block 97, H&TC Ry. Co. Survey, Scurry County, Texas, and Lease No. 2579 - C. C. Marr, W/2 SW/4 Section 178, Block 97, H&TC Ry. Co. Survey, Scurry County, Texas. The release was signed on behalf of The University of Texas by President Logan Wilson on June 10, 1958, after approval by the Land and Trust Attorney and the Endowment Officer. Ratification of this action is recommended.

W. J. MCDONALD OBSERVATORY FUND - OFFER BY MRS. JENNIE P. NOBLES TO PURCHASE TRACT OF 50 ACRES, N. C. PARKS SURVEY, LAMAR COUNTY, TEXAS. --Mrs. Jennie P. Nobles of Deport, Texas, has offered to pay \$1,425.00 cash for the tract of approximately 50 acres in the N. C. Parks Survey, Lamar County, near the Hoover-town community. The University would retain a fully participating one-half mineral interest but with full leasing rights in the purchaser. This tract is on the University's books at approximately \$50 per acre, going back to the inventory on Mr. McDonald's Estate about 1928. However, it is unimproved, uncultivated, brings in no income, and was given a value of approximately \$30.00 per acre in a recent appraisal from one of the banks in the area. It is recommended that the offer of Mrs. Nobles be accepted, and that the Board of Regents adopt the following Resolution:

WHEREAS, the Board of Regents of The University of Texas, as Trustee of the W. J. McDonald Observatory Fund under the will of W. J. McDonald, deceased, is the owner of a tract of land comprising 50 acres, more or less, being a part of a 154 acre tract of land in the N. C. Parks Survey in the Hovertown Community, Lamar County, Texas; and

WHEREAS, Mrs. Jennie P. Nobles of Deport, Texas, has made an offer to purchase the above-described tract of land for the sum of Fourteen Hundred Twenty Five Dollars (\$1,425.00) cash, reserving unto the Board of Regents one-half interest in the minerals, participating and with leasing rights in the grantee; and it is the opinion of the Board of Regents that such sale would be advantageous to the W. J.

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McDonald Trust Fund, and that the same should be accepted:

NOW, THEREFORE, BE IT RESOLVED, that upon receipt of the consideration the Chairman of the Board of Regents of The University of Texas for and on behalf of the Board of Regents of The University of Texas, as Trustee of the W. J. McDonald Observatory Fund under the will of W. J. McDonald, deceased, be and he is hereby authorized and directed to execute and deliver a proper deed conveying the above-described property to Mrs. Jennie P. Nobles, and that the Secretary of the Board attest the deed and affix the common seal.

DR. WALTER JUNIUS HILDEBRAND SCHOLARSHIP FUND - OFFER BY MALCOLM GESCHEIDLE FOR PURCHASE OF 299-ACRE TRACT IN GONZALES COUNTY, TEXAS. --Mr. Malcolm Gescheidle, tenant on the property for several years, has offered to buy the tract of approximately 299 acres in the Jonathan Cottle and E. Kelley Surveys, Gonzales County, received by the University under the Will of Mrs. Edith Fly Hildebrand, deceased, as part of her estate left for the establishment of the Dr. Walter Junius Hildebrand Scholarship Fund for the benefit of the Medical Branch. Mr. Gescheidle offers to pay \$60 per acre cash with the University to retain one-half of the minerals, fully participating as to bonuses, rentals, and royalties, but with full leasing rights to be exercised by the owner of the land. As an alternate proposal, Mr. Gescheidle offers \$65 per acre cash with the University to retain only a one-half royalty interest.

In October, 1955, Mr. Gescheidle offered \$55 per acre cash with the University to retain a one-half non-participating mineral interest. The Board of Regents made him a counter-offer of \$70 per acre with a fully participating one-half mineral interest to be retained. Mr. Gescheidle declined to accept the counter-offer.

The tract is on the University's books at \$80 per acre, or a total of \$23,920, which was the value given in the Inventory and Appraisalment for Mrs. Hildebrand's Estate in 1953.

Mr. Gescheidle has had the tract under year-to-year farming leases for several years and now pays \$600 cash annual rental. He and his relatives own the acreage which adjoins this tract on all sides except for a few hundred feet on one side, and it is believed that it will not be possible to obtain a better offer than Mr. Gescheidle's on the present market. Mr. W. E. Bouldin and Mr. W. L. Greer of Gonzales appraised the property in 1955 at \$65 per acre if a small mineral interest should be retained and at \$60 per acre if a one-half non-participating interest should be retained. They have recently reported to the University, that in their opinion, the present value is practically the same as at the time of their appraisal.

The tract is under a five-year oil and gas lease now held by Gulf Coast Leaseholds, Inc., dated November 7, 1956, made by the University with bonus of \$2.00 per acre and annual rental of \$1.00 per acre. Annual rental due in November, 1957 was paid. There is no activity in the area which would indicate mineral value other than strictly speculative value.

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It is recommended that the Board of Regents accept Mr. Gescheidle's offer to buy the property for \$60 per acre cash, with the University to retain a participating interest of one-half of the minerals, and that it adopt the following Resolution:

WHEREAS, the Board of Regents of The University of Texas, as Trustee of the Hildebrand Scholarship Fund under the will of Edith Fly Hildebrand, deceased, is the owner of a tract of land comprising 299 acres, more or less, out of the Jonathan Cottle League Survey and E. Kelley Survey situated in Gonzales County, Texas, being the same tract described in a deed from W. S. Fly to W. J. Hildebrand, dated April 12, 1911, recorded in Volume 91, pages 78-79 of the Deed Records of Gonzales County, Texas, to which deed and the record thereof reference is hereby made; and

WHEREAS, Malcolm Gescheidle of Gonzales, Gonzales County, Texas, has made an offer to purchase the above-described tract of land at the rate of Sixty Dollars (\$60.00) per acre in cash with a reservation in the Board of Regents of one-half of the minerals, participating and with leasing rights in the grantee, and it is the opinion of the Board of Regents that such sale would be advantageous to the Hildebrand Scholarship Fund, and that the same should be accepted:

NOW, THEREFORE, BE IT RESOLVED, That upon receipt of the consideration the Chairman of the Board of Regents of The University of Texas for and on behalf of the Board of Regents of The University of Texas, as Trustee of the Hildebrand Scholarship Fund under the will of Edith Fly Hildebrand, deceased, be and he is hereby authorized and directed to execute and deliver a proper deed conveying the above-described property to Malcolm Gescheidle, and that the Secretary of the Board attest the deed and affix the common seal.

HOGG FOUNDATION: VARNER PROPERTIES - AUTHORITY TO FILE SUPPLEMENT U FEDERAL INCOME TAX RETURN FOR FISCAL YEAR ENDED JULY 31, 1958. --It is recommended that the Comptroller and Endowment Officer be authorized to sign and file Supplement U Federal Income Tax Return for the fiscal year ended July 31, 1958 on the Varner Properties, being prepared by the Branch College Auditor, with authority to check the return and any legal questions pertaining to it with Mr. Ben Bird with the firm of Weeks, Bird, Cannon & Appleman.

PERMANENT UNIVERSITY FUND - LAND MATTER. --

PROPOSAL FROM STRUCTURE-LITE, INC., FOR BUSINESS SITE EASEMENT OUT OF FORMER PYOTE AIRFIELD SITE, BLOCK 16, UNIVERSITY LANDS, WARD COUNTY, TEXAS. --Structure-Lite, Inc., of San Angelo, engaged in the building material business, has proposed to lease from the University five hangars on the former Pyote Airfield Site, contingent upon expected release of the ground and the hangars by the Federal Government, for a period of 10 years at rental of \$2,400 for the first year, payable in advance, and \$2,000 for each year thereafter payable 2 years in advance beginning with the second year of the 10-year term until payment of the final annual rental at the beginning of

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the tenth year. The lease would cover ground immediately surrounding the hangars as reasonable for operation of the business, exact boundaries and area to be determined by survey at the expense of the lessee.

It is recommended that the Board of Regents accept the proposal and authorize the execution of the agreement by its Chairman upon approval as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

Adoption of Report. --The foregoing report was unanimously adopted upon motion of Vice-Chairman Sorrell, seconded by Mr. Johnson.

REQUEST FOR RECONSIDERATION OF ATTORNEY GENERAL'S OPINION NO. W-484. --The Committee of the Whole considered a request for a reconsideration of Attorney General's Opinion No. W-484, dated August 5, 1958, relating to the Investment Program of the Permanent University Fund. The request for the original opinion was authorized by the Regents at its meeting October 10, 1955. (Permanent Minutes, Volume V, Page 36)

After careful consideration, the Committee of the Whole, upon motion of Vice-Chairman Sorrell, seconded by Mr. Bryan, voted in favor of the request for reconsideration and authorized the Chairman to forward the proper instrument to the Attorney General for his consideration. Mr. Thompson voted "No." (A copy of the Attorney General's Opinion No. W-484 is in the Secretary's Files, Volume VI, Page 29.)

CENTRAL ADMINISTRATION

SCHEDULED MEETINGS OF THE BOARD. --The Board of Regents revised its schedule of meetings to read as follows:

October 18, 1958, at 11:00 a. m., Austin, Joint Meeting with Legislative Budget Board.

October 24-25, 1958, Houston.

November 27, 1958, Austin, Dedication, Saint Rita.

December 6, 1958, at 10:30 a. m., Austin, Joint Meeting with Committee of 75 to Receive Report of Committee of 75.

December 12-13, 1958, El Paso.

January 10, 1959, Austin (This meeting was originally scheduled for Dallas, but at the request of several Regents has been changed to Austin.)

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APPROVAL OF MINUTES: JUNE 21, JULY 23, AND AUGUST 17, 1958. --Upon motion of Vice-Chairman Sorrell, seconded by Doctor Minter, the minutes of the meeting of the Board of Regents as listed below were unanimously approved in the form as circulated by the Secretary:

- June 21, 1958: Regular Meeting, Austin. Since the preliminary draft was mailed, the Secretary circulated a correction of line 3, paragraph entitled Texas Western College Museum, Page 11, to read "amount of \$20,870 was adequate."
- July 23, 1958: Joint Meeting with the Board of Directors of the Agricultural and Mechanical College System and a brief meeting of the Regents following the Joint Meeting, Austin.
- August 17, 1958: Joint Meeting with Directors of The Sealy and Smith Foundation followed by a Special Meeting of the Regents, Galveston.

APPOINTMENT OF MURRAY KYGER, UNIVERSITY DEVELOPMENT BOARD: FULL MEMBERSHIP UNIVERSITY DEVELOPMENT BOARD, 1958-59. --Mr. Johnson nominated Mr. Murray Kyger, President of the First National Bank of Fort Worth, as a member of the University Development Board for the period beginning September 1, 1958, and ending August 31, 1964, to succeed Mr. George A. Hill whose term expired August 31, 1958. Upon motion of Vice-Chairman Sorrell, seconded by Doctor Minter, nominations ceased and Mr. Murray Kyger was elected by acclamation.

Since the full membership of the University Development Board was reported on January 11, 1958, there have been the following re-appointments or replacements:

Appointed by Ex-Students' Executive Council
Mr. J. M. Odom (Term expired August 31, 1958, but has been re-appointed by the Ex-Students' Executive Council.)

General J. M. Bennett, Jr. (Term expired August 31, 1958) L. L. Colbert appointed for six-year term.

Mr. C. R. Smith (Resigned) Replaced by Mr. Charles N. Prothro to finish term.

Elected by General Faculty, Main University
Doctor Harry H. Ransom (Resigned) Replaced by Doctor W. S. Livingston to finish term.

Doctor Roger J. Williams (Term expired August 31, 1958). Mr. Page Keeton elected for six-year term.

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Appointed by Board of Regents
Mr. George P. Hill (Term expired August 31, 1959.)

The membership of the University Development Board as of September 1, 1958, is as follows:

MEMBERS OF UNIVERSITY DEVELOPMENT BOARD
SEPTEMBER 1, 1958

| <u>Name</u> | <u>Term Expires</u> |
|--|---------------------|
| Appointed by Ex-Students' Executive Council: | |
| Mr. J. M. Odom, Chairman | August 31, 1964 |
| Mr. Hines H. Baker | August 31, 1962 |
| Mr. L. L. Colbert | August 31, 1964 |
| Mr. L. H. Collins | August 31, 1960 |
| Mr. Charles N. Prothro | August 31, 1962 |
| Elected by General Faculty, Main University: | |
| Doctor William S. Livingston | August 31, 1960 |
| Mr. Page Keeton | August 31, 1964 |
| Appointed by Board of Regents: | |
| Mr. J. A. Gooch | August 31, 1962 |
| Mr. A. G. McNeese | August 31, 1960 |
| Mrs. Ben F. Vaughan, Jr. | August 31, 1960 |
| Mr. Dan C. Williams | August 31, 1962 |
| Mr. Murray Kyger | August 31, 1964 |
| Ex Officio Member: | |
| President Logan Wilson | |

APPROVAL OF DOCKET, SEPTEMBER 10, 1958 (INCLUDING SUPPLEMENTAL DOCKET OF SEPTEMBER 19, 1958, OF MAIN UNIVERSITY).--
It was moved by Vice-Chairman Sorrell, seconded by Mr. Johnson, and unanimously adopted that the docket for Central Administration dated September 10, 1958, and Supplemental Docket for Main University dated September 19, 1958, be approved.

President Wilson had attached and incorporated as a part of the Central Administration docket a docket from each of the component units of The University of Texas. This docket was furnished to each Regent by the President's Office ten days prior to the meeting. At the meeting a Supplemental Docket dated September 19, 1958, for Main University listing out-of-state trips and two items other than travel (Page 139) was distributed.

The docket and the supplemental docket are attached to and made a part of these minutes. (See Page 93.)

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MISCELLANEOUS REPORTS OR ANNOUNCEMENTS. --Among the comments, reports and/or announcements made, there were the following:

Investment Advisory Committee Meeting, September 6, 1958. --Doctor Minter reported that he attended the quarterly meeting of the Investment Advisory Committee on September 6, 1958, and was very pleased with the program and its operation.

Travel Survey; Reduction of Course Offerings, Registration, British Visitors, Annual Oklahoma-Texas Football Game, Main University. --President Wilson reported that (1) a Travel Survey for The University of Texas system is under study and a report will be ready prior to the October 1958 meeting of the Board; (2) a report will soon be presented on the substantial reduction of course offerings at the Main University; (3) at the close of September 19, 1958, registration at the Main University was 16,450 compared to 15,812 at the same time in 1957-58; (4) some thirty British educators, including their wives, were recent visitors of the Main University; and (5) a statement of general information on the annual Oklahoma-Texas football game at Dallas prepared by Ed Olle, Director of Intercollegiate Athletics, had just been received from Dean McCown.

H. A. Krebs, Visitor, Medical Branch. --At this point, Doctor Truslow reported that Doctor H. A. Krebs of Oxford University is expected in Galveston for about eight days. Doctor Krebs is the first Kempner Lecturer and will stay at the Student Faculty Housing.

MAIN UNIVERSITY

SMALL CLASS REPORT, FIRST AND SECOND TERMS, SUMMER SCHOOL (HOUSE BILL NO. 133, 55TH LEGISLATURE, R. S., ARTICLE V, SECTION 6), MAIN UNIVERSITY. --The small class report as of the fourth class day for the first and second terms, summer session, 1958, of Main University was furnished to each Regent in the Material Supporting the Agenda.

This report had been prepared in accordance with House Bill No. 133, 55th Legislature, R. S. Article V, Section 6, of the Special Provisions and listed the classes in the following categories:

1. Required course for graduation in one or more baccalaureate degree programs. The course is not offered each semester or term, and if cancelled, may affect date of graduation of those enrolled.
2. Required course for graduating seniors in one or more degree programs.
3. Required course for majors in this field and should be completed this semester (or term) to keep proper sequence in courses.

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4. Course for which students pay a supplementary fee, and the usual requirements of class size are not considered applicable. (Example: Class Instruction in Applied Music or Applied Art.)
5.
 - a. Course in a small department which offers the minimum number of courses consistent with the maintenance of a balanced departmental program.
 - b. Courses in a large department necessary to maintain a well-balanced departmental program.
6. Graduate course that is required for completion of an advanced degree.
7.
 - a. Interdepartmental course meeting with same course in another department.
 - b. Intradepartmental course meeting with another course in the same department.
8.
 - a. Adds, drops, and transfers in transit between departments and the Registrar's Office as of the fourth class day.
 - b. Scheduled for organized class in catalog, but taught as conference course summer, 1958.

The foregoing report was unanimously adopted upon motion of Mrs. Devall, seconded by Mr. Bryan. A copy is in the Secretary's Files, Volume VI, Page 34.

OUT-OF-STATE TRIP. --The Board upon motion of Mr. Thompson, seconded by Mr. Lockwood, unanimously authorized any three out of four individuals listed below to go to Washington, D. C., October 6-10, 1958, to conduct negotiations in regard to overhead rates on government contracts with the Air Research and Development Command representing the U. S. Air Force and with representatives of the Army and Navy:

1. Mr. C. H. Sparenberg, Comptroller, representing Central Administration, and Mr. Halbert G. St. Clair, Branch College Auditor, representing major branches outside of Austin, expenses to be charged to the account of Clerical Assistants, and Office and Travel of the Office of the Comptroller. Mr. Sparenberg will also discuss with Washington officials HHFA matters relating to insurance on Kinsolving, Andrews and Carothers and other matters regarding Project TEX 41-CH-26.
2. Either Mr. Graves Landrum, Business Manager of the Main University, or Grady Starnes, Auditor of the Main University, representing Main University, expenses to be charged to the Office and Traveling Expenses of the Business Manager's Office or of the Auditor's Office, respectively.

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FREDERICK WILLIAMS' LIBRARY COLLECTION. --Vice-President Ransom reported a communication from Frederick Williams of New York City regarding a gift to The University of Texas of his library collection of the Southwest and Mexico.

At the request of Vice-President Ransom, it was moved by Mr. Thompson, seconded by Mrs. Devall, and unanimously adopted that the Chairman be authorized to sign the necessary papers to receive this gift for the University subject, of course, to there being no outstanding encumbrances. It was further authorized by the Board that the firm of Baxter Holland, an attorney in New York City, prepare an appropriate deed of gift of this collection to The University of Texas and assist in negotiating this transaction.

VICE-PRESIDENT RANSOM COMMENDED. --Chairman Jeffers, on behalf of the Board, paid tribute to Vice-President and Provost Ransom for "the imagination and enthusiasm he has exhibited in the acquisition of libraries and for his splendid work in interesting private sources to make contribution for the acquisition of these library collections."

TEXAS WESTERN COLLEGE

SMALL CLASS REPORT, FIRST AND SECOND TERMS, SUMMER SCHOOL (HOUSE BILL NO. 133, 55th LEGISLATURE, R. S., ARTICLE V, SECTION 6) TEXAS WESTERN COLLEGE. --The small class report as of the fourth day for the first and second terms, summer session, 1958 of Texas Western College was furnished to each Regent in the Material Supporting the Agenda.

This report had been prepared in accordance with House Bill No. 133, 55th Legislature, R. S., Article V, Section 6, of the Special Provisions and listed the classes in the following categories:

1. Required course for graduation in one or more baccalaureate degree programs. The course is not offered each semester or term, and if cancelled, may affect date of graduation of those enrolled.
2. Required course for graduating seniors in one or more degree programs.
3. Required course for majors in this field and should be completed this semester (or term) to keep proper sequence in courses.
4. Course for which students pay a supplementary fee, and the usual requirements of class size are not considered applicable. (Example: Class Instruction in Applied Music or Applied Art.)
5. Course in a small department which offers the minimum number of courses consistent with the maintenance of a balanced departmental program.

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6. Graduate course that is required for completion of an advanced degree.
7. Interdepartmental course meeting with same course in another department.

The foregoing report was unanimously adopted upon motion of Mrs. Devall, seconded by Mr. Bryan. A copy is in the Secretary's Files, Volume VI, Page 43.

REPORT OF EXECUTIVE COMMITTEE - INTERIM ACTIONS. --In the Material Supporting the Agenda was included the following report of the interim actions of the Executive Committee:

The Executive Committee during the period May 15 through September 10, 1958, approved the following by individual vote by mail ballot:

Budgetary Items, Main University. --One budgetary item for the Main University upon recommendation of Doctor Ransom, concurred in by President Wilson. This item is No. 84, Page M-15 in the Main University portion of the docket dated September 5, 1958.

Budgetary Items, Medical Branch. --Two budgetary items for The University of Texas Medical Branch upon recommendation of Doctor Truslow, concurred in by President Wilson. These items are Nos. 5 and 10, Pages G-1 and G-2, respectively, in the Medical Branch portion of the docket dated September 5, 1958.

Budgetary Items, Southwestern Medical School. --One budgetary item for The University of Texas Southwestern Medical School upon recommendation of Doctor Gill, concurred in by President Wilson. This item is No. 14, Page S-3 in the Southwestern Medical School portion of the docket dated September 5, 1958.

MEDICAL BRANCH

RATIFICATION, RENEWAL OF LEASE FOR BARBER SHOP AND BEAUTY PARLOR IN JOHN SEALY HOSPITAL, MEDICAL BRANCH. -- Upon a motion duly made and seconded, the Board unanimously approved the following recommendation that was included in the Material Supporting the Agenda mailed to each Regent ten days prior to the meeting:

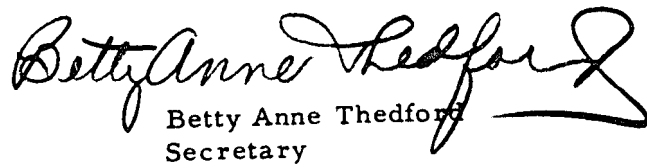
The lease of Mr. Lazaro Garza, Jr. of Rooms 118, 119, 119a, and 121 in the new John Sealy Hospital for the operation of a barber shop and beauty parlor at a monthly rental of \$235.00 expired August 31, 1958. This lease has been renewed for the five-year period beginning September 1, 1958, at a monthly rental of \$310.00 per month. The agreement has been executed by the Chairman of the Board. It is recommended that this agreement and the signature of the Chairman be ratified.

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CENTRAL ADMINISTRATION

OFFICIAL RECOGNITION, DOCTOR FRED C. COLE. --Chairman Jeffers took official recognition of the presence of Doctor Fred C. Cole, Vice-President of Tulane University, who was a most confident and sympathetic host at the Sugar Bowl game in January, 1958. The Board was happy to have Doctor Cole present at its meeting.

ADJOURNMENT. --The Board adjourned at 12:15 p. m.



Betty Anne Thedford
Secretary

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TABULATION OF BIDS
EXPERIMENTAL SCIENCE BUILDING
COMPLETION OF THIRD AND FOURTH FLOORS - WEST END
MAIN UNIVERSITY, AUSTIN, TEXAS

Time:
2:00 p. m.

Opened:
June 19, 1958
Office of Comptroller

| <u>General Contractors</u> | <u>Bond</u> | <u>Bid No. 1 General</u> | <u>Alt. 1-G Toil. Rm.</u> | <u>Alt. 2-G Shelves</u> | <u>Alt. 3-G Ven. Bl.</u> |
|---|-------------|------------------------------|-------------------------------|-----------------------------|------------------------------|
| 1. W. D. Anderson Co. Austin, Texas | 5% | \$ 68,789.00 | \$ 1,500.00 | \$ 750.00 | \$1,325.00 |
| 2. John Broad Const. Co. Austin, Texas | 5% | 86,718.00 | 1,706.00 | 2,466.00 | 1,349.00 |
| 3. Eitze-Kitchens Const. Co. Austin, Texas | 5% | 72,248.00 | 1,400.00 | 700.00 | 1,300.00 |
| 4. J. C. Evans Const. Co. Austin, Texas | 5% | 77,300.00 | 1,700.00 | 2,080.00 | 1,350.00 |
| 5. Rex D. Kitchens Austin, Texas | 5% | 71,300.00 | 1,375.00 | 824.00 | 1,278.00 |
| 6. Frank R. Rundell Austin, Texas | \$ 3600 | 71,730.00 | 1,424.00 | 724.00 | 1,350.00 |
| 7. Richard Schmidt Austin, Texas | 5% | 105,209.00 | 1,000.00 | 2,000.00 | 1,350.00 |

| <u>Laboratory Equipment</u> | <u>Bond</u> | <u>Bid No. 5 Lab. Eq.</u> | <u>Deductive Alt. 1-E Lab. Eq.</u> | <u>Alternate Lab. Eq.</u> | <u>Steel Lab. Eq.</u> |
|---|-------------|-------------------------------|--|-------------------------------|---------------------------|
| 1. American Desk Mfg. Co. Temple, Texas | \$4,000 | \$76,855.00 | \$40,796.00 | \$ | \$ |
| 2. Hamilton Mfg. Co. Two Rivers, Wisc. | 4,500 | 89,170.00 | 48,987.00 | | |
| 3. W. C. Hixson Dallas, Texas | 5% | 82,295.00 | 45,813.00 | | |
| 4. Laboratory Furn. Co. Inc. Mineola, New York | 7,500 | 94,835.00 | 45,227.00 | 39,852.00 | 83,564.00 |
| 5. Metalab Equip. Co. Hicksville, New York | 7,500 | 71,888.00 | 38,683.00 | | |
| 6. E. H. Sheldon & Co. Houston, Texas | 4,600* | 91,250.00 | 4,702.00 | | |
| 7. Hoover Brothers, Inc. Temple, Texas | 4,000 | 79,992.00 | 44,525.00 | | |

*Check

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| | Bid No. 2 Plmg. | D E D U C T I V E | | Bid No. 3 Hacv. | Deductive Alt. 1- Hacv. |
|--|--------------------|-----------------------|----------------------|--------------------|-------------------------------|
| | | Alt. 1-P Toil. Rm. | Alt. 2-P Lab. Eq. | | |
| <u>Mechanical Contractors*</u> | \$31,330.00 | \$730.00 | \$1,700.00 | \$ | \$ |
| 1. Fox-Schmidt Austin, Texas | 29,860.00 | 650.00 | 1,633.00 | | |
| 2. C. G. Puryear Austin, Texas | 30,600.00 | 700.00 | 1,542.00 | | |
| 3. V. R. Wattinger Austin, Texas | | 724.00 | 1,730.00 | | 693.00 |
| 4. J. M. Boyer Austin, Texas | | 820.00 | 1,652.00 | | 730.00 |
| 5. Natkin & Company Austin, Texas | | | | 81,478.00 | 582.00 |
| 6. Strandtmann Air Cond. Austin, Texas | | | | 84,466.00 | 450.00 |
| 7. Way Engineering Co. Austin, Texas | | | | 79,200.00 | 520.00 |
| 8. Young & Pratt Austin, Texas | | | | | |
| 9. A. A. Electric Co. Austin, Texas | | | | | |
| 10. O. H. Cummins Austin, Texas | | | | | |
| 11. Grimes Electric Co. Austin, Texas | | | | | |
| 12. W. K. Jennings Austin, Texas | | | | | |
| 13. Dean Johnson Austin, Texas | | | | | |
| 14. Seco Smith Electric Co. Austin, Texas | | | | | |
| 15. Walter Tew Austin, Texas | | | | | |

| <u>Mechanical Contractors*</u> | <u>Combined No. 2 & 3</u> | <u>Bid No. 4 Electrical</u> | <u>Deductive Alt. 1-E Electrical</u> |
|--------------------------------|-----------------------------------|---------------------------------|--|
| | | \$ 23,529.00 | \$ 570.00 |
| 1. Fox-Schmidt | | | |
| 2. C. G. Puryear | | | |
| 3. V. R. Wattinger | \$ 105,329.00 | | |
| 4. J. M. Boyer | 109,600.00 | | |
| 5. Natkin & Company | | | |
| 6. Strandtmann Air Cond. | | | |
| 7. Way Engineering Co. | | | |
| 8. Young & Pratt | | 25,252.00 | 100.00 |
| 9. A. A. Electric Co. | | 22,880.00 | 675.00 |
| 10. O. H. Cummins | | 25,963.00 | 525.00 |
| 11. Grimes Electric Co. | | 19,318.00 | 350.00 |
| 12. W. K. Jennings | | 27,900.00 | 673.00 |
| 13. Dean Johnson | | 24,927.00 | 1,080.00 |
| 14. Seco Smith Electric Co. | | 25,381.00 | 625.00 |
| 15. Walter Tew | | | |

*Bidder's Bond: All 5%

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TABULATION OF BIDS
CHEMISTRY BUILDING
REPLACEMENT OF FLOORS
MAIN UNIVERSITY, AUSTIN, TEXAS

Time:
2:00 p.m.

Opened:
July 29, 1958
Office of Comptroller

| <u>Contractor</u> | <u>Bond</u> | <u>Base Bid</u> | <u>Alternate No. 1 Deduct</u> | <u>Alternate No. 2 Deduct</u> | <u>No. of Working Days</u> |
|--------------------------------------|-------------|-----------------|---------------------------------------|---------------------------------------|------------------------------------|
| Floorcraft Austin, Texas | 5% | \$23,995.00 | \$2,600.00 | \$1,675.00 | 45 |
| Modern Floors, Inc. Austin, Texas | \$1,815.00 | 36,300.00 | 3,142.20 | 1,500.00 | 120 |
| C. A. Rundell Austin, Texas | 900.00 | 17,250.00 | 2,500.00 | 1,450.00 | 40 |
| W. M. Wright Austin, Texas | 5% | 32,700.00 | 4,793.00 | 2,790.00 | 75 |

TABULATION OF BIDS
CHEMISTRY BUILDING
REPLACEMENT OF AN ELEVATOR
MAIN UNIVERSITY, AUSTIN, TEXAS

Time:
2:30 p.m.

Opened:
August 19, 1958
Office of Comptroller

| <u>Contractor</u> | <u>Bond</u> | <u>Amount of Bid</u> | <u>Time of</u> | |
|---|-------------|----------------------|------------------|-------------------|
| | | | <u>Beginning</u> | <u>Completion</u> |
| Hunter-Hayes Elevator Co. Austin, Texas | 5% of Amt. | \$ 30,536.00 | 1-2-59 | 4-2-59 |
| B. F. Johnson Elevator Co. Austin, Texas | \$1,500.00 | 28,600.00 | 11-15-58 | 1-31-59 |
| Otis Elevator Co. Austin, Texas | 5% of Amt. | 33,684.00 | 3-4-59 | 5-26-59 |

9-20-58

TABULATION OF BIDS
BOOKSTORE CASEWORK AT TEXAS WESTERN COLLEGE
THE UNIVERSITY OF TEXAS, EL PASO, TEXAS

Opened:
June 5, 1958
Office of Comptroller

Time:
10:30 a. m.

| <u>Bidder</u> | <u>Cashier's or Certified Ck. or Bid. Bond</u> | <u>Amount of Check or Bond</u> | <u>Base Bid</u> | <u>Alternate Bid</u> |
|--|--|--|-----------------|--------------------------|
| 1. American Furniture Company El Paso, Texas | Cashier's Check | \$217.88 | \$2,397.68* | \$1,459.99* |
| 2. Crawford Sash and Door Company El Paso, Texas | Certified Checks | (25.00 (464.07 | 9,781.47 | 9,007.45 |
| 3. Industrial Woodwork Company El Paso, Texas | Bidder's Bond | 900.00 | --- | 7,055.00 |

* Bid based on unit prices rather than total cost of work; therefore, not an acceptable bid.