

OMISSION

Pages 57-206, 222-342,
375-463, 555-661

A. Ruth Baker

SIGNATURE OF OPERATOR

We, the undersigned Members of the Board of Regents of The University of Texas, hereby ratify and approve all actions taken at this meeting to be reflected in the Minutes.

Signed this the 30th day of September, 1961, A. D.

Thornton Hardie
Chairman

W. W. Heath
W. W. Heath
Vice-Chairman

Walter P. Brennan
Walter P. Brennan, Member

L. P. Bryan
L. P. Bryan, Member

H. F. Connally, Jr.
H. F. Connally, Jr., M. D.
Member

Wales H. Madden, Jr.
Wales H. Madden, Jr., Member

A. G. McNeese, Jr.
A. G. McNeese, Jr., Member

John S. Redditt
John S. Redditt, Member

Chairman Hardie was present for the meeting of the Committee of the Whole but was excused from the regular meeting of the Board.

Betty Anne Thedford

9-30-61

MEETING NO. 602

SEPTEMBER 30, 1961. -- The Board of Regents of The University of Texas convened in regular session at 9:20 a. m. on Saturday, September 30, 1961, in the Regents' Room (Main Building 209), Austin, Texas.

ATTENDANCE. --

Present	Absent
Vice-Chairman Heath, presiding	Chairman Hardie* - excused
Regent Brenan	
Regent Bryan	
Regent Connally	
Regent Madden	
Regent McNeese (See Page <u>3</u> .)	
Regent Redditt	

(Vacancy)

Chancellor Ransom
Secretary Thedford

Also among those present were the following University officials and representatives:

Mr. Lanier Cox, Vice-Chancellor (Administrative Services)
 Doctor J. C. Dolley, Vice-Chancellor (Fiscal Affairs)
 Doctor L. D. Haskew, Vice-Chancellor (Developmental Services)
 Mr. W. E. Keys, Director, University News and Information Service
 Mr. C. H. Sparenberg, Comptroller
 Mr. W. W. Stewart, Endowment Officer
 Mr. Burnell Waldrep, Land and Trust Attorney

Mr. Joe Boyd, Administrator, representing R. Lee Clark, Jr., M. D., Director, M. D. Anderson Hospital and Tumor Institute
 A. J. Gill, M. D., Dean of Southwestern Medical School
 John V. Olson, D. D. S., Dean of the Dental Branch
 Doctor Joseph M. Ray, President of Texas Western College
 Doctor Joseph R. Smiley, President of Main University
 Grant Taylor, M. D., Dean of the Postgraduate School of Medicine
 John Truslow, M. D., Executive Director and Dean of the Medical Branch

* Chairman Hardie was in attendance on Friday at the meetings of the Standing Committees and the Committee of the Whole. Just before adjournment of the Committee of the Whole, he asked permission to be excused from the regular meeting of the Board on Saturday morning, September 30. However, he did attend the luncheon-conference with the Ex-Students' Executive Committee from 12:00 noon until 2:00 p. m.

9-30-61

2

INVOCATION. --Acting Chairman Heath, presiding in the absence of Chairman Hardie, called the meeting to order and asked Regent Redditt to offer the invocation.

GUESTS. --Acting Chairman Heath then recognized, and welcomed to the meeting, the following guests:

Doctor Frank Harrison, Associate Dean, Southwestern
Medical School
Doctor F. Carter Pannill, Assistant Dean for Grants in
Sponsored Research, Southwestern Medical School
Mrs. Anita Brewer, representing the American-Statesman
Mr. Jess Gibson, representing the Houston Chronicle
Mr. Hoyt Purvis, Editor of the Daily Texan
Mr. David Lopez, also representing the Daily Texan

Before the meeting adjourned, Acting Chairman Heath recognized the following guests who came into the meeting after the order of business had started:

Mr. Ed Statts, representing the Associated Press
Mr. Winston Bode, representing the Houston Chronicle

APPROVAL OF MINUTES (1) JULY 22, 1961 AND (2) AUGUST 19, 1961. --It was moved by Regent Brenan, seconded by Regent McNeese, and unanimously adopted that (1) the minutes of the regular meeting of the Board of Regents held in Austin on July 22, 1961, and (2) the minutes of the special called meeting held in San Antonio on August 19, 1961, be approved as circulated by the Secretary and as entered in the Official Record, Volume VIII, Pages 977-1235.

COMMITTEE OF THE WHOLE

On Friday, September 29, 1961, the five standing committees and the Committee of the Whole met. Acting Chairman Heath presented the following report of the Committee of the Whole:

STUDENTS' PETITION RE INTEGRATION, MAIN UNIVERSITY. --The Committee of the Whole received from Chancellor Ransom a "Petition by Students of The University of Texas to their Board of Regents September 29, 1961, for Immediate Integration of Athletics," which read as follows:

"We the undersigned students of The University of Texas advocate immediate integration of the athletic program at the University. We feel that all facilities of the tax-supported institutions of a free democracy should be open to any qualified student."

This petition had been delivered to the Chancellor's office by Houston Wade on September 29, 1961.

9-30-61

APPROPRIATION OF \$125,000 FROM AVAILABLE UNIVERSITY FUND-UNAPPROPRIATED BALANCE TO UNIVERSITY RESEARCH INSTITUTE. --

The Committee of the Whole recommends that \$125,000 be appropriated from the Available University Fund - Unappropriated Balance to the University Research Institute for the purpose of supporting research programs having special significance to research development such as the Graduate Research Center (Dallas) and the National Aeronautics and Space Administration (NASA, Houston).

(ATTENDANCE. -- Regent McNeese came into the meeting.)

DORMITORY ACCOMMODATIONS, MAIN UNIVERSITY. -- The Committee of the Whole received a report from Chancellor Ransom to the effect that applications for dormitory space at the Main University increasingly exceed the rooms available. The Division of Housing must make many decisions regarding actual assignments to rooms which are at variance with the original requests made by students. It would be wise perhaps to provide parents and students with an opportunity to appeal from such decisions. In this connection, the Committee of the Whole recommends the following policy:

"Any student dissatisfied with any ruling pertaining to his or her assignment to accommodations in a particular space shall have the right to appeal to the President of the Main University, then to the Chancellor, and then to the Board of Regents."

LETTER OF THANKS FROM THE FAMILY OF THE LATE JOE C. THOMPSON. -- Chairman Hardie read at the meeting of the Committee of the Whole a letter of thanks from the family of the late Joe C. Thompson in response to a resolution of the Board concerning Regent Thompson's life and his services to the University.

RESIGNATION OF REGENT HEATH, LAND AND INVESTMENT COMMITTEE; APPOINTMENT OF REGENT HEATH, ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE. -- The Committee of the Whole accepted the resignation of Regent Heath as a member of the Land and Investment Committee and approved his appointment by Chairman Hardie as a member of the Academic and Developmental Affairs Committee.

HURRICANE CARLA, APPROPRIATION OF \$150,000 TO COVER COSTS OF REPAIRS, ETC. -- The Committee of the Whole received a report from Comptroller Sparenberg on the damages caused by Hurricane "Carla" at the Medical Branch in Galveston, the component institutions in Houston, and the Institute of Marine Science in Port Aransas. The major damage, it was reported, was primarily to motors, equipment, and the like in the basement of one of the buildings at the Medical Branch, estimated at \$100,000. It is estimated that the total damage will not exceed \$150,000 of which approximately \$15,000 will be needed for repairs at the M. D. Anderson Hospital and Tumor Institute and \$35,000 at the Institute of Marine Science.

The Committee of the Whole recommends that an appropriation not to exceed \$150,000 from the Available University Fund - Unallocated Balance be authorized to cover the costs of repairs and replacements as a

See
November
Minutes
for
Correction

9-30-61

result of Hurricane "Carla" with authority to Comptroller Sparenberg subject to approval of the Chancellor's office to make whatever repair arrangements are necessary with the physical plant staff in Austin and at the respective institutions affected.

INSTALLATION OF PRESIDENT SMILEY AND CHANCELLOR RANSOM: DISPENSED WITH. --(At the meeting of the Board on July 22, 1961, the Board appointed a committee to arrange for a formal installation of Doctor Harry H. Ransom as Chancellor of The University of Texas system and of Doctor Joseph R. Smiley as President of Main University.)

At the meeting of the Committee of the Whole Chancellor Ransom and President Smiley expressed gratitude at the Board's willingness to sponsor a ceremony for their formal installation as Chancellor and President, respectively. However, they recommended that formal installation ceremonies be dispensed with as previously authorized. They feel that it would take a great deal of the faculty's and the staff's time and instead prefer to send out an official announcement of the administrative organization. The Committee of the Whole voted to recommend to the Board that the proposal of the Chancellor and President, as presented by Chancellor Ransom, be followed.

APPROVAL OF SCHEDULE OF CHARGES TO BE PAID FOR ALUMNI RECORDS, INFORMATION, AND SERVICES PROVIDED BY THE EX-STUDENTS' ASSOCIATION. -- The Committee of the Whole recommends that the schedule of charges (as set out below) submitted by the Ex-Students' Association be used as the basis of monthly billing for alumni records, information and other services provided to the University during 1961-62 by the Ex-Students' Association. This recommendation of the Committee of the Whole is made with the knowledge that these rates are lower than those paid for similar services by other institutions comparable to the University and are lower than charges made by commercial concerns.

**SCHEDULE OF CHARGES FOR
ALUMNI RECORDS, INFORMATION AND OTHER
SERVICES PROVIDED BY THE EX-STUDENTS' ASSOCIATION**

Group I

Maintaining Basic List of Alumni Records

- a. Active list on IBM cards - current addresses (approximately 80,000 @ \$0.021 per name per month.)
- b. Active list - Permanent records cards for which current addresses being sought (approximately 95,000 @ \$0.008 per name per month.)
- c. Adding new active names to file - (Estimated 8,000 annually @ \$0.60 per name.)
- d. Address changes - (Estimated 2,500 per month @ \$0.25 per name.)

Note: Above charges include furnishing to the Administration and Development Board

9-30-61

information requested that is contained on the IBM card or shown on the permanent record card. Also included is the furnishing of lists on IBM tape and the necessary finder and file back time in handling.

Group II

Addressing, Mailing and Other Charges

- a. Addressing charges
 1. On IBM cards, using bill feed - \$7.00 per thousand names.
 2. On envelopes or material requiring hand feeding by machine operator - \$9.00 per thousand names.
- b. Handling of mailings
 1. Assembling (in mailings in which more than a single sheet of paper or a single brochure is involved) - \$1.00 per thousand for each piece.
 2. Folding and inserting in envelopes (by machine) - \$1.50 per thousand.
 3. Folding and inserting in envelopes (manually) - \$3.00 per thousand per piece.
 4. Inserting only (by machine) - \$1.50 per thousand.
 5. Inserting only (manually) - \$2.50 per thousand per piece.
 6. Machine routing and typing mail, sacking it for post office, etc. - \$1.50 per thousand pieces.
 7. Manual routing of mail - \$2.50 per hour.
 8. Delivering to Main Post Office in Association car - \$1.00 per sack - Minimum charge - \$3.00
 9. Machine sealing of mail - \$1.00 per thousand.
 10. Hand sealing of mail - \$2.00 per hour.

9-30-61

c. Use of files

Occasionally schools, departments, etc., send their own personnel to examine and use the permanent record files. In such cases, when permission is granted, the charge shall be \$1.00 per hour.

Note: The charges in Group II are applicable to the University Administration, Development Board, schools, colleges, departments and internal foundations, etc. Billings will be made to the respective agencies requesting the services.

Group IIIProviding Lists of Alumni and Furnishing Address Changes to Schools, Departments, Etc.

- a. Straight listing on IBM tape - \$6.00 per thousand names.
- b. Finder and file back time - \$3.25 per hour.
- c. When individual schools, departments and internal foundations provide the Association with address changes, no charge will be made to such school, department or internal foundation for an IBM card containing the new, correct address. Neither shall any charge be made for furnishing address changes initiated by the Association to such schools, etc., when there is a mutual exchange of information. In cases where any school, department, internal foundation, etc., does not normally furnish the Association with address changes it develops, then the Association shall charge the school, etc., 10¢ per address change furnished.

Note: Above charges will be made to schools, colleges, departments and internal foundations for the respective service requested.

AMENDMENT TO (1) VENDING MACHINE CONTRACTS AND (2) FIELD CONCESSIONS CONTRACT, MAIN UNIVERSITY. -- Under the terms of the contract between The University of Texas and the Ex-Students' Association, which has been assigned by the Ex-Students' Association to Campus Services, Inc., any contracts or changes in contracts made by Campus Services, Inc., for vending operations on the Main University campus must have the approval of the Board of Regents. (Permanent Minutes, Volume VII, Page 417.)

The Committee of the Whole recommends that Campus Services, Inc., be authorized to amend its contracts with Coca Cola Bottling Company, Dr. Pepper Bottling Company, Sandahl Beverages, and Automatic Canteen Company of America to absorb the impact of the sales tax

under House Bill 120, 57th Legislature, Third Called Session. (The sales tax was not in effect at the time the contracts were entered into.)

In order that all contracts of this nature will be consistent, the Committee of the Whole further recommends that the Field Concessions Contract with Texas Concession Company, Rockdale, Texas, be amended likewise to absorb the sales tax by increasing the charges of the following products listed in Section 6 to the figures below:

coffee	15¢
cotton candy	15¢
snow cones	15¢

REPORT OF LEGISLATION, 57th LEGISLATURE. -- The Committee of the Whole received the following report by Vice-Chancellor Cox on legislation introduced in behalf of The University of Texas in the 57th Legislature, R. S., First Called Session, and Second Called Session, 1961:

Senate Bill 12. -- Authorizing the conveyance of land by The University of Texas on the campus of Texas Western College to the County of El Paso for the purpose of erecting a stadium. Passed - Immediate Effect

Senate Bill 237. -- Authorizing The University of Texas Board of Regents to exchange land with the Dallas County Hospital District to be conveyed to the Children's Medical Center. Passed - Immediate Effect

House Bill 219. -- Authorizing The University of Texas Board of Regents to acquire land on behalf of Texas Western College contiguous or adjacent to the campus. Passed - Immediate Effect

S. C. R. 11. -- Authorizing The University of Texas Board of Regents to accept donations, grants, and gifts for the purpose of adding additions to the buildings at M. D. Anderson. Passed

S. C. R. 23. -- Authorizing The University of Texas Board of Regents to accept land from The Sealy and Smith Foundation in Galveston. Passed

S. J. R. 12. -- Amending the Constitution to permit state employees to serve in certain capacities where there is no conflict of interest. Specific provision as follows: "It is further provided, that state employees may serve in an advisory capacity or be appointed to serve as a consultant or on an advisory committee, or as a member of a Public School Board provided they are not members of the teaching profession, and may receive reimbursement of expenses, with other agencies of this state, or any political subdivision thereof, and of the Federal Government, with the approval of the administrative head of the state department or agency or the governing board of the institution in which such employee is employed and provided there is no conflict of interest." Passed - Election November, 1962

S. C. R. 1.--Providing the same exemption from the provisions restricting employment of aliens for longer than 90 days for research personnel at The University of Texas as provided for such personnel at the A & M College. Passed

Vice-Chancellor Cox stated that all of the various matters which the Board authorized presented to the Legislature met with the Legislature's approval without exception.

ACCEPTANCE OF GIFT FROM THE FAMILY OF JOHN GILLETT BURNS, M.D., THE SOUTH TEXAS MEDICAL SCHOOL, AND AUTHORIZATION FOR APPRAISAL. -- The Committee of the Whole recommends that the Board accept from the family of John Gillett Burns, M.D., the first gift--and one that is thought to be a valuable and thoughtful gift--to The South Texas Medical School library. The committee further recommends that the following report of the gift as included in the Material Supporting the Agenda be received and the recommendations therein be approved:

A medical library consisting of journals and books assembled by John Gillett Burns, M.D., deceased, has been offered to The University of Texas as a gift for The South Texas Medical School by the heirs of Dr. Burns subject to the following conditions:

1. The gift is to be known as "The Burns Memorial Library," given in honor of John Gillett Burns, M.D., his father John W. Burns, M.D., and his uncle Arthur Burns, M.D.
2. An inventory of the library is to be made by the University, an appraisal secured, and copies of both furnished John Arthur Burns, executor of the estate of John Gillett Burns, M. D.
3. An annual progress report on the development of The South Texas Medical School is to be made to the executor until such time as the library building is completed and the books are in place, or until The South Texas Medical School project is abandoned.
4. The Burns family is to be permitted to place a plaque commemorating the three Doctors Burns in the library building.
5. If within 10 years from June 21, 1961, the library building has not been completed and the books deposited there, or if The South Texas Medical School does not materialize, the Burns Memorial Library is to be placed in the library of the Medical Branch in Galveston, provided the name of the library be retained (condition 1) and the plaque be accepted (condition 4).

Since these conditions are not unduly restrictive and the material described in the letter of June 23, 1961, from John Arthur Burns, would form a nucleus of a library for The South Texas Medical School, acceptance of the gift and notification to the three donors, John Arthur Burns, Joseph Henry Burns, and Mrs. J. Gillett Burns, are recommended.

It is also recommended, subject to Board acceptance, that authorization be given the Chancellor to have an appraisal of the value of the library made, and that a copy of the appraisal be sent to the executor of the estate, John Arthur Burns.

RATIFICATION OF BANK DEPOSITORY AGREEMENTS FOR THE BIENNIUM 1961-63-- The Committee of the Whole received the following report from the Administration in the Material Supporting the Agenda and recommends that the Board ratify the actions set out. (The ratification of each agreement by the Committee of the Whole was adopted by separate motion and those Regents who were directors of the banks concerned were recorded as present and "not voting"):

In accordance with authorization granted by the Board at the meeting held July 22, 1961, Comptroller Sparenberg, with the assistance of the Executive Heads and Business Managers of the Branches outside of Austin, has negotiated bank depository agreements as listed below. All of these agreements are renewals and all are for a two-year period beginning September 1, 1961 and ending August 31, 1963. The tabulation given below shows some of the terms of the agreements which have just expired and of the new agreements. In all of the agreements which require interest on time deposits, the interest rate on time deposits in each case is in the maximum allowed, at any given time, by the Federal Reserve Board, according to the time required for notice of withdrawal of money from the Time Deposit.

	1959-1961		1961-1963	
	Int. Rate on Time Deps. Per Current Regs. of Fed. Res. Board	Maximum Amount Of Time Deposits	Int. Rate on Time Deps. Per Current Regs. of Fed. Res. Board	Maximum Amount Of Time Deposits
<u>Main University and Central Administration, Austin</u>				
The American National Bank of Austin	2-1/2%	\$1,800,000	2-1/2%	\$1,800,000
The Austin National Bank, Austin	2-1/2%	2,000,000	2-1/2%	2,200,000
The Capital National Bank in Austin	2-1/2%	1,800,000	2-1/2%	1,800,000
City National Bank of Austin	3%	400,000	3%	450,000
Texas State Bank of Austin	3%	325,000	3%	400,000
<u>Southwestern Medical School, Dallas</u>				
First National Bank in Dallas	2-1/2%	325,000	3%	600,000
Mercantile National Bank at Dallas	2-1/2%	325,000	2-1/2%	550,000
Republic National Bank of Dallas	2-1/2%	325,000	2-1/2%	550,000
<u>Texas Western College, El Paso</u>				
El Paso National Bank, El Paso	2-1/2%	400,000	2-1/2%	400,000
Southwest National Bank of El Paso	2-1/2%	150,000	2-1/2%	150,000
The State National Bank of El Paso	2-1/2%	200,000	2-1/2%	400,000

9-30-61

	1959-1961		1961-1963	
	Int. Rate on Time Deps. Per Current Regs. of Fed. Res. Board	Maximum Amount Of Time Deposits	Int. Rate on Time Deps. Per Current Regs. of Fed. Res. Board	Maximum Amount Of Time Deposits
<u>Medical Branch, Galveston</u>				
First Hutchings-Sealy National Bank of Galveston	3%	\$2,000,000	3%	\$2,500,000
<u>M. D. Anderson Hospital and Tumor Institute, Houston</u>				
Fannin State Bank, Houston	None	None	None	None
First City National Bank of Houston	2-1/2%	375,000	2-1/2% 3%	375,000 150,000
Bank of the Southwest National Association, Houston	2-1/2%	375,000	2-1/2% 3%	375,000 150,000
<u>Dental Branch, Houston</u>				
First City National Bank of Houston	2-1/2%	400,000	2-1/2% 3%	400,000 150,000
Bank of the Southwest National Association, Houston	2-1/2%	400,000	2-1/2% 3%	400,000 150,000
<u>Postgraduate School of Medicine, Houston</u>				
First City National Bank of Houston	2-1/2%	40,000	2-1/2%	70,000

On Time Deposits-Open Account, required notices of withdrawal range from ninety days to six months in accordance with Federal Reserve Board regulations.

All of the agreements have now been signed by the banks involved and by the Chairman of the Board and have been delivered to the banks.

It is recommended that the Board of Regents ratify the actions taken and reported above.

EXCELLENCE PROGRAM REVIEW AND RATIFICATION OF 1961-62 BUDGET, MAIN UNIVERSITY. -- The Committee of the Whole, as did each Regent, received in the Material Supporting the Agenda a review of the Excellence Program, past and present, by Doctor Ransom.

It is recommended by the committee that the 1961-62 Excellence Budget by elements of institutional costs be ratified and be appended to the minutes in the attachment entitled "Amendments to the 1961-62 Budget for The University of Texas System." (All pages of this attachment are to be numbered with the prefix "B".)

9-30-61

ADDITIONAL APPROPRIATION OF \$750.00 FROM ETTER FUND OR OTHER CURRENT RESTRICTED FUNDS, FURNITURE AND FURNISHINGS FOR THE PRESIDENT'S HOME, MAIN UNIVERSITY. -- The Committee of the Whole recommends that an additional appropriation of \$750.00 from the Etter Fund or other current restricted funds be appropriated for furniture and furnishings for the President's home, Main University.

ACCEPTANCE OF H. L. DAVIS MEMORIAL COLLECTION, MAIN UNIVERSITY. -- The Committee of the Whole received a report from Chancellor Ransom requesting that the H. L. Davis memorial collection for the Main University be accepted.

ATHLETIC COUNCIL MEMBERSHIP, MAIN UNIVERSITY. -- Following the meeting of the Board on July 22, 1961, Chancellor Ransom polled the Regents by telephone for approval to add an additional faculty member to the Athletic Council, changing the membership of the Council from eight to nine. All Regents voted "yes."

The request for this additional faculty member was based on the requirement of the Southwest Conference Constitution that each University council have a faculty majority.

The Committee of the Whole recommends that the telephone poll of the Regents be ratified and thus that the action of the Board on July 22 be so amended. (Permanent Minutes, Volume VIII, Page 982.) See Page E-5 for 1961-62 membership of Athletic Council which reflects the additional faculty member.

1961-70 DEVELOPMENT PLAN, SOUTHWESTERN MEDICAL SCHOOL. -- The Committee of the Whole, upon recommendation of Dean Gill, concurred in by Chancellor Ransom, recommends that the 1961-70 Development Plan for the Southwestern Medical School be adopted as recommended by the Medical Affairs Committee at its meeting in May, 1961. A copy of this plan is in the Secretary's Files, Volume IX, Page 1.

(The 1961-70 Development Plan for Southwestern Medical School was approved by the Medical Affairs Committee at the May 1961 meeting of the Board "with the understanding that the salary ranges set out therein be used as guiding principles only and that no budgetary commitments be involved." The Committee of the Whole at the May meeting took no action on the plan other than to acquiesce in the Medical Affairs Committee's recommendation that the salary ranges be used as "guiding principles.")

After the meeting on May 13, the Secretary of the Board furnished each Regent with a complete copy of the 1961-70 Development Plan for The University of Texas Southwestern Medical School.)

PARKING CONTRACT AUTHORIZED, TEXAS MEDICAL CENTER, DENTAL BRANCH, M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE, AND POSTGRADUATE SCHOOL OF MEDICINE. -- The Committee of the Whole recommends that the Board approve the proposed parking contract between each of the component institutions in Houston (the Dental Branch, M. D. Anderson Hospital and Tumor Institute, Postgraduate School of Medicine) and the Texas Medical Center, for

9-30-61

the establishment and maintenance of parking and traffic facilities and controls within the Texas Medical Center; and further recommends that Doctor John V. Olson or Mrs. Elna Birath be authorized to execute the contract for the Dental Branch, that Doctor R. Lee Clark, Jr. or Mr. Joe Boyd be authorized to execute the contract for the M. D. Anderson Hospital and Tumor Institute, and that Doctor Grant Taylor be authorized to execute the contract for the Postgraduate School of Medicine. The purpose of this contract is to attempt to alleviate the badly crowded parking conditions so far as is possible at the Texas Medical Center.

(A copy of this contract was furnished to each Regent prior to the meeting, and a copy is in the Secretary's Files, Volume IX, Pages

25.)

For the record, the contract authorized at the meeting on December 10, 1960 (Permanent Minutes, Volume VIII, Page 378), subject to certain prescribed conditions, was never executed. The foregoing contract referred to is a culmination of negotiations which followed the authorization at the December, 1960, meeting.

RULES OF PROCEDURE, BOARD OF REGENTS. --The Committee of the Whole recommends that the following rules of procedure relating most particularly to polling the Board and the Executive Committee between meetings, copies of which were furnished both to the Regents and the Administration in the Material Supporting the Agenda, be approved:

1. When members of the Board are to be polled on any matter between meetings, the poll will be taken by the Chairman, or at his direction by the Secretary of the Board, by letter, telegram or telephone as he may think advisable. As soon as the results are known they will be announced by the Chairman to the members of the Board and the Chancellor. In case of the absence or disability of the Chairman, the Vice-Chairman may act in his place.
2. When members of the Executive Committee are to be polled, the poll shall be taken by or under the direction of the Chairman of the Executive Committee, who will advise the Chairman of the Board of the result, and he will in turn advise the members of the Board of Regents and the Chancellor.
3. Ordinarily the administration will on matters of business communicate through the Chancellor with the Chairman of the Board with copies to the members of the Board.
4. Ordinarily the Board of Regents will on business matters communicate with the Chancellor through the Chairman with copies to each of the members of the Board.

9-30-61

5. An individual member of the Board will, when he deems it advisable, communicate directly with the Chancellor on business matters, with copies to other members of the Board.
6. Any member of the Board may at his option and when he deems it advisable communicate directly with any official or employee of the University system or any of its branches, keeping in mind the best interests of the University and the advisability of using the greatest discretion in such matters to avoid dissension and confusion.

AUTHORIZATION TO EMPLOY LEGAL COUNSEL SUBJECT TO ATTORNEY GENERAL'S APPROVAL, BRACKENRIDGE SUIT IN SAN ANTONIO. -- The Land and Investment Committee reported that it had discussed the University's participation in the litigation of Brackenridge Park in San Antonio wherein the University has a reversionary interest. It was the Committee's recommendation that the Court construe the deed of Colonel George W. Brackenridge, et al, and that the Board leave the matter to judicial interpretation of the Court without waiving any of the rights of The University of Texas. However, it was further referred to the Committee of the Whole for discussion.

After a thorough discussion had ensued in the Committee of the Whole and upon the suggestion of Mr. Hardie, it is recommended by the Committee of the Whole that the Board authorize that local legal counsel be employed, subject to the approval of the Attorney General, to represent the Board of Regents in this litigation. It is further recommended by the Committee of the Whole, upon the suggestion of Regent Brennan, that Attorney Charles W. Trueheart be appointed subject to the foregoing.

Adoption of Report. -- It was moved by Regent Brennan, seconded by Regent Madden, and unanimously adopted that the foregoing report of the Committee of the Whole as presented by Action Chairman Heath be adopted and that all actions therein be approved and ratified.

REPORTS OF STANDING COMMITTEES

Following the report of the Committee of the Whole, the Acting Chairman (Vice-Chairman Heath) called for the reports of the standing committees which met on Friday, September 29.

(ATTENDANCE. -- Doctor A. J. Gill, Dean, Doctor Frank Harrison, Associate Dean, and Doctor F. Carter Pannill, Assistant Dean for Grants and Sponsored Research, all of The University of Texas Southwestern Medical School retired from the meeting.)

9-30-61

REPORT OF EXECUTIVE COMMITTEE (See Pages E-1 through E-9 following Page 47 of the minutes.) -- Every item in the original report of the Executive Committee (Interim Actions) that was furnished each member of the Board in the Material Supporting the Agenda and likewise each item submitted to the Executive Committee at its meeting on Friday, September 29, were commented on in detail including justifications for the requests. It was pointed out that the items considered at the committee meeting on Friday were received after the Material Supporting the Agenda was compiled.

The System Personnel Adviser, Mr. Jack Holland, appeared before the committee to answer any questions that might be raised regarding Item 8-C1 (Page E-6).

Adoption of Report. -- The foregoing report was unanimously adopted upon a motion duly made and seconded, and the report is made a part of the minutes and appended hereto (Pages E-1 through E-9) following Page 47.

REPORT OF BUILDINGS AND GROUNDS COMMITTEE (See Page 25 for adoption.) -- The following report of the Buildings and Grounds Committee was presented by Committee Chairman Redditt:

Your Committee on Buildings and Grounds submits the following recommendations for your consideration. (In the following report the Administration's recommendations distributed in the Material Supporting the Agenda are on Pages 14 - 21. At the meeting of the Buildings and Grounds Committee, recommendations on the following were distributed:

1. The South Texas Medical School: Appointment of Consulting Architects to Prepare Master Plan for South Texas Medical Center, and The University of Texas' Contribution Toward the Cost Thereof, Page 21.
2. Texas Western College: Authority to Issue Change Orders to Construction Contract for Liberal Arts Building, Page 24.
3. Medical Branch: Award of Contract for New Central Water Chilling Station, Page 24. The bids were not opened for the New Central Water Chilling Station until September 19, 1961. Hence, the Administration's recommendations could not be included in the Material Supporting the Agenda that was mailed on September 20.)

Main University: Sale of University Club Property. -- Pursuant to action taken by the Board of Regents (Meeting No. 588, Permanent Minutes, Volume VII, Page 741) the Main University Business Manager was authorized to conduct negotiations for the sale of the University Club Property at 2304 San Antonio Street,

19-30-61

Austin, Texas. This authorization was for a negotiated price of not less than the appraised value of \$41,300. The original appraisal was made by Mr. Harold Legge in April of 1960.

This property has 70' fronting on San Antonio Street and extends 120' in depth to an alley. This is an inside lot and could best serve the interest of adjacent property owners. The Pi Beta Phi Sorority has indicated an interest in this property for several years, and we therefore approached the Pi Beta Phi Sorority and offered the property to them. Our original asking price was \$50,000. After several negotiation conferences, the property was offered to the Pi Beta Phi Sorority for \$41,300 which was our appraisal figure. Mr. Frank Knight and Mr. Ted Wendlandt submitted appraisals to Pi Beta Phi, their appraisal figures being \$32,500 and \$34,000 respectively. Subsequently, we received an offer of \$34,000 from Pi Beta Phi for the property.

We have now received a cash offer from the Pi Beta Phi Sorority of \$37,000 for the property. It is now recommended by Main University Business Manager Landrum, President Smiley, Vice-Chancellor Dolley, and Chancellor Ransom that the offer of \$37,000 be accepted by The University of Texas, and that the Business Manager of the Main University be authorized to close the sale and convey to the Pi Beta Phi Sorority a deed to the property in exchange for a cash payment of \$37,000. It is understood that the selling price of \$37,000 is to include the necessary incidental expenses such as abstract fees, revenue stamps, filing fees, etc. Therefore, the necessary closing costs would be paid from the proceeds of the sale.

This recommendation is made after giving consideration to the possible uses of this property to an individual investor, zoning restrictions, size of lot, the condition of the building, which is basically a 75 year old building, and the fact that the highest and best use of the property is considered to be either institutional or for fraternity or sorority use. The present improvements would require major remodeling and repair efforts and it is doubtful if the building will serve any useful purpose to the Pi Beta Phi Sorority. In Mr. Legge's appraisal the land was valued at \$18,000 and the improvements at \$23,339 or a rounded figure of \$41,300 for land and improvements. Mr. Legge has advised us that his original appraisal could be off 10% from the actual market value, and that the actual market value could be determined only if the property was placed on the market for at least a year. It can be seen that the Pi Beta Phi Sorority is offering a price for the University Club Property that for their intended use represents a high price for the land.

Since the Pi Beta Phi Sorority is offering and does furnish housing to University students, and since there is a shortage of University housing facilities for girls, we recommend that this sale be closed in the best interest of the University.

Main University: Allocation of Appropriation for Major Repair and Rehabilitation Projects. -- The budget for 1961-62 provides an appropriation of \$250,000.00 from the Available University Fund for Major Repair and Rehabilitation Projects at the Main University. It is recommended that this \$250,000.00 be allocated to projects as indicated below:

Appropriations to be Carried in Central Administration Accounts, to be Handled by Comptroller Through Chancellor and Regents' Buildings and Grounds Committee

1. Garrison Hall - Installation of elevator	\$ 40,000
2. Utilities Distribution System - Replacement of conduit from Power Plant to Waller Creek with tunnel	50,000
Subtotal	<u>\$ 90,000</u>

Appropriations to be Carried in Main University Accounts to be Handled by Main University Director of Physical Plant and Business Manager

3. Waggener Hall - Replacement of floors	\$ 10,500
4. Garrison Hall - Replacement of floors	8,500
5. Various Buildings - Replacement of transformers and secondary switchboards in existing buildings as a result of remodeling and air conditioning	16,000
6. Chemical Engineering Building - Refinishing attic	15,000
7. Installation of detection equipment to guard against vandals	15,000
8. Women's Gymnasium - Replacement of drapes, rugs and tile floors	15,000
9. Women's Gymnasium - Replacement of furniture and refinishing and reupholstering existing furniture	15,000
10. Various Buildings - Replacement of worn out classroom and office furniture	15,000
11. Photogrammetric survey of campus area	12,500
12. Establishment of boundary monuments and benchmarks	12,500
13. Repair of sidewalks	5,000
14. Improvement of grounds	10,000
15. Repair of eroded creek areas	10,000
Subtotal	<u>\$160,000</u>
Total	<u><u>\$250,000</u></u>

Itemized projects totaling \$250,000.00 were included in The University of Texas Available University Fund Budget Submission for this biennium for Major Repair and Rehabilitation at the Main University for 1961-62. Two items included in this submission are not included in the preceding recommended projects, as follows:

1. Old Library Building - Removal of existing heating system and replacement with new system designed for immediate heating and ultimate air conditioning	\$ 75,000
2. Gregory Gymnasium - Rearrangement of building to provide better and more adequate exits	<u>40,000</u>
Total	<u>\$115,000</u>

These items were removed from this list of projects because the Old Library Building is scheduled for air conditioning, and therefore, the combined heating system and air conditioning system can be provided at the time this building is air conditioned. The Gregory Gymnasium modifications were eliminated, since plans for an addition to the Gymnasium and some remodeling of the present building are now being prepared, and it will be possible in these plans to provide for the improvements originally contemplated in the above item.

Items Nos. 1, 3, 4, 5, 7, 11, and 12 totaling \$115,000.00 replace the items which have been eliminated. Items 1, 3, 4, and 5 are items directly connected with air conditioning and remodeling of existing buildings. These improvements are also required in addition to the air conditioning and remodeling work previously authorized. Item 7 is for security measures to protect better the equipment and property of the University. These will be placed at strategic locations where equipment of high value is housed. Items 8 and 9 represent refurbishing of Women's Gymnasium and will be timed to coincide with the air conditioning and remodeling work which has been authorized for this building, and funds have been provided by the Regents for that work. Items 11 and 12 are projects long overdue at this campus. Separate surveys have been made for various buildings on the campus, but the University does not have one survey of the entire campus area. This has caused some problems in dealing with other agencies. This item has been discussed at the Faculty Building Committee and various Administrative meetings. It is felt by all concerned that this is necessary for the University to establish its boundaries as well as contour surveys of the entire campus area.

These recommendations were made by Mr. Eckhardt and Mr. Landrum, and have been approved by President Smiley, Vice-Chancellor Dolley, and Comptroller

Sparenberg. It is understood that the Comptroller's approval must be secured on the engaging of any outside surveyors or engineers needed on any of these projects.

Main University: Ratification of Award of Contracts for Furniture and Furnishings for Computation Center. --At the Regents' Meeting held July 22, 1961, authority was given for a Committee, consisting of Regent W. W. Heath, Chancellor Ransom, Comptroller Sparenberg, and President Smiley, to award contracts for the furniture and furnishings for the Computation Center at the Main University after receipt of bids. These bids were received, opened, and tabulated on August 15, 1961, as shown on Page 26. After consideration of the bids, the Committee made contract awards as follows:

Base Proposal No. I (Auditorium Tablet Arm Chairs):	
American Seating Company of Texas, Dallas, Texas	\$ 2,911.92
Base Proposal No. II (Furniture and Furnishings):	
Capital City Office Outfitters, Austin, Texas	<u>11,440.62</u>
Total Contract Awards	<u>\$14,352.54</u>

The award on Base Proposal No. I was made on the basis of the low bid submitted, and the award on Base Proposal No. II was made on the basis of the lowest bid, which, in the opinion of the Comptroller's Office, met the specifications.

It is recommended that the Board ratify the action taken by the Committee as set out above.

Main University: Approval of Change Orders to Contract for Research Facilities and Headquarters Building at Institute of Marine Science. --Shortly after the award of the construction contract for the Research Facilities and Headquarters Building at the Institute of Marine Science, an application was made to National Science Foundation in the amount of \$17,100.00 to cover additional built-in equipment for this building, and approval of this grant has now been received (NSF-G19128). In order that the equipment needed may be secured, it is recommended that Comptroller Sparenberg be authorized to issue such change orders to the General Contract and/or requisitions as are necessary, in a total amount not to exceed \$17,100.00 all to cover items listed in the application (as amended) to National Science Foundation for this grant.

Medical Branch: Authorization to File Application Through State Board of Health for Matching Funds for Remodeling of Psycho II and III Building and to Request Other Funds for This Project from Sealy and Smith Foundation. --It is considered highly desirable by Dr. Truslow to renovate an existing building at the Medical Branch, known as Psycho II and III, to be used for a Child Psychiatry Unit. It is contemplated that an inter-agency contract between The University of Texas Board of Regents and the Board of State Hospitals and Special Schools will be consummated which will in part finance the maintenance and operation of this unit (Permanent Minutes, Volume VII, Page 935).

An estimate has been made that the total cost of this project will be \$285,740.00, and it is believed that \$105,000.00 of this will be eligible for matching Hill-Burton Funds, this amount representing 50% of items which are judged to be new or additional to the existing building. Since the deadline for filing this application fell before the September Regents' meeting, approval was given by the Chancellor for this application to be filed subject to approval by the Regents at this meeting. The preliminary sketches and cost estimates accompanying this application were prepared by the Physical Plant staff of the Medical Branch and were approved by the Comptroller's Office and the Consulting Architect.

It is recommended that the filing of this application be approved by the Board of Regents and that authorization be given to request the additional money needed for this project from The Sealy and Smith Foundation.

Medical Branch: Approval of Specifications for Furniture and Furnishings for R. Waverley Smith Pavilion and Ward 4-C of John Sealy Hospital. --At the Regents' Meeting held October 22, 1960, the Board approved the use of certain funds which had been given by The Sealy and Smith Foundation for the purchase of furniture and furnishings for the R. Waverley Smith Pavilion of John Sealy Hospital, with the balance to be used for furniture and furnishings for the remodeled Galveston State Psychopathic Hospital. Since that time, authorization has been given for the remodeling of Ward 4-C of John Sealy Hospital, and new furniture will be required when that remodeling is completed. Since it is believed that there will be sufficient money in the funds referred to above (which amount at the present time is approximately \$128,000.00), for furniture and furnishings for the R. Waverley Smith Pavilion, the Galveston State Psychopathic Hospital, and Ward 4-C, it is recommended that approval be given for whatever portion of this money is needed to be used for furniture and furnishings for Ward 4-C.

Specifications have been prepared in the Office of the Comptroller for Furniture and Furnishings for the R. Waverley Smith Pavilion and Ward 4-C of John Sealy Hospital, and have been approved by Dr. Truslow, Comptroller Sparenberg, and Chancellor Ransom. It is recommended that these specifications be approved by the Board and that Comptroller Sparenberg be authorized to advertise for bids to be considered by the Board at a later meeting.

Specifications covering furniture and furnishings for the remodeled Galveston State Psychopathic Hospital will be presented to the Board for approval at a later meeting.

Texas Western College: Authority to Issue Change Orders to Furniture and Furnishings Contracts for Liberal Arts Building. --At the time the specifications were prepared for Furniture and Furnishings for the Liberal Arts Building at Texas Western College, a reduction was made in the quantity of furniture which had been requested by the officials of Texas Western College, because it was believed that the bids received might be above the allocation for furniture and furnishings. The contract awards, however, were considerably under the amount allocated for this purpose. It is now desired by Texas Western College to restore a part of this furniture to the Group No. II contract, which can be done on the basis of unit prices submitted with the original bid of the Contractor. Also, it is believed desirable to make a slight change in the specifications for classroom seating which will result in a small additional charge for each tablet arm chair. In order to effect these changes, it will be necessary that change orders be issued to the furniture and furnishings contracts, which will exceed the amounts in the contingency allowances.

It is, therefore, recommended that Comptroller Sparenberg be authorized to issue additive change orders to the contracts for Group No. I and Group No. II, Furniture and Furnishings, Liberal Arts Building at Texas Western College, in amounts not to exceed \$500.00 and \$5,000.00 respectively, the amounts needed to come from the Allotment Account for this project. With the addition of these amounts, the total cost of the furniture and furnishings for this project is still well below the original amount of \$150,000.00 allocated for this purpose.

Texas Western College: Approval of Specifications for Furniture and Furnishings for Memorial Gymnasium. --The Memorial Gymnasium under construction at Texas Western College is nearing completion, and specifications have been prepared in the Office of the Comptroller for furniture and furnishings for this building. The

estimated cost of the furniture and furnishings called for in these specifications is within the amount of \$18,000.00 allocated for this purpose. These specifications have been approved by President Ray, Comptroller Sparenberg, and Chancellor Ransom, and it is recommended that they be approved by the Board and that Comptroller Sparenberg be given authority to advertise for bids to be considered at a later meeting of the Board.

Texas Western College: Authorization to Grant Easement to Mountain States Telephone and Telegraph Company and El Paso Electric Company (Portions of Blocks 122a and 190, Alexander Addition). --A short time ago the City of El Paso was asked by the Board of Regents, on behalf of Texas Western College, to close officially several short blocks of streets and alleys on the Campus of Texas Western College, which had never actually been opened but which existed on maps only. This was necessary in connection with the proposed construction of the married students' housing project at the College. When the utility companies were notified of this request, the Mountain States Telephone and Telegraph Company and the El Paso Electric Company requested an easement from the University in order that proper service could continue to be given to the Campus.

The easement requested covers rights-of-way for telephone, telegraph and electric power lines across the closed portion of certain alleys as set out in the easement. This easement has been approved as to form by the University Attorney, and it is recommended that it receive the approval of the Board, with authority to the Chairman of the Board to sign it on behalf of the Board of Regents. (This easement covers property in Blocks 122a and 190 of the Alexander Addition as indicated on the map attached to the document.)

Your Committee and the other Regents had received the documentation of the foregoing items in the Material Supporting the Agenda.

The following recommendations (3) were distributed at the meeting on yesterday, Friday, September 29. Vice-Chairman Heath raised the point of order that the proposal immediately following relating to The South Texas Medical School was not presented to the Regents in accordance with the Rules and Regulations of the Board of Regents, Part One, Chapter I, Section 7.65, Page 7 (ten-day rule). It is recommended by the Committee that the rule referred to be waived and that the following item relating to The South Texas Medical School be approved:

The South Texas Medical School: Appointment of Consulting Architects to Prepare Master Plan for South Texas Medical Center, and The University of Texas' Contribution Toward the Cost Thereof. --Implementing the agreement between the Board of Regents and the

San Antonio Medical Foundation (Permanent Minutes, Vol. VIII, p. 808), a Special Committee on the Master Plan for the South Texas Medical Center was appointed, with membership drawn from each of the four agencies concerned, to interview and consider various firms of architects and/or engineers and/or consultants in connection with the Master Plan for the new South Texas Medical Center. It has had a number of meetings in San Antonio, and has interviewed representatives of a total of 15 firms of architects and/or engineers and/or consultants. The list of firms whose representatives were interviewed, most of whom were architectural firms, included 9 firms from San Antonio, 2 firms from Austin, 1 from Dallas, 1 from Fort Worth, Dallas, and Houston, 1 from Chicago, 1 from St. Paul, Minnesota, and 2 from New York City. The Committee has also considered other matters relating to the Master Plan for the Medical Center, and, of course, will continue to do so until discharged.

Members of the Master Plan Committee are Mr. Leslie R. Neal, Chairman, Mr. Melrose Holmgreen, and Mr. Victor H. Braunig, these three representing the San Antonio Medical Foundation, Dr. Walter Walthall, representing the Bexar County Hospital District, Mr. W. D. Hamrick, representing the Southwest Texas Methodist Hospital, and Mr. Charles H. Sparenberg, representing The University of Texas.

The various firms, and combinations of firms, which made requests to be heard by, and make proposals to, this Master Plan Committee, were instructed to make their proposals for the Master Plan work on the basis of items or specifications, which are listed below:

- (a) A projection of site use and site zoning covering the land now owned by the Southwest Texas Methodist Hospital, The South Texas Medical School tract, the land now owned by the Foundation, and the land now under purchase contract or option to purchase agreements held by the Foundation. Recommendation of a specific tract and layout for the Bexar County teaching hospital is to be included.
- (b) Establishment of traffic flow patterns and designation of traffic-carriers, including intercommunication between component units.
- (c) Studies of parking for a ten-year period, with designation of immediate and later parking areas.
- (d) Location of physical plant facilities, both institutional and auxiliary. For presently-known facility needs, exact locations are to

be recommended; for longer-range projections, tentative locations and configurations are to be shown.

- (e) Establishment of basic schemes for utilities, driveway lighting, intra-center transportation, and other needed services.
- (f) Suggestion of distinctive, compatible styles of architecture.
- (g) Suggestions for both horizontal and vertical configurations for structures, and of overriding architectural and engineering requirements which should be met by all buildings.
- (h) Recommendation of guiding principles and criteria for location of buildings in relationship and communication with each other.
- (i) Recommendations for grading, landscaping, surface-water control; storm sewer and sanitary sewer requirements both on-site and off-site; external services required for water, power, and other utilities.
- (j) Specific recommendation of restrictive language to be incorporated in deeds or admission agreements to govern site use and physical plant development.

It is understood that the Master Plan for site use and physical plant development is not to include details of buildings, but that it should include a contemplated, and hoped for, eventual area of approximately 550 acres. The list of items to be included in the Master Plan shown above was actually prepared by Dr. Haskew, after consultation with the Comptroller's Office, the Chancellor's Office, and our Consulting Architects.

The proposals received from the various firms involved ranged from a low maximum fee of \$3,600.00 to a high maximum fee of \$153,400.00. After considerable discussion, the Master Plan Committee eventually agreed to recommend to the governing boards involved, including the Board of Regents, that Proposal No. 2 of the combined firms of Ellerbe and Company, St. Paul, Minnesota, Bartlett Cocke, San Antonio, Texas, and Phelps and Dewees and Simmons, San Antonio, Texas, be accepted. The proposal of these combined firms to accomplish a general Master Plan for the future development of the South Texas Medical Center included a fee of 2-1/2 times their direct payroll costs, plus traveling expenses, with the total not to exceed \$25,000.00. Their proposal indicated that "direct payroll cost" is the time of all technical personnel directly and actively engaged in the project at their regular rates of pay, but that it does not include such personnel as typists, bookkeepers, stenographers, etc.

The Master Plan Committee for the South Texas Medical Center further recommends that one-half of the maximum \$25,000 fee, i. e., \$12,500, be paid by the Board of Regents of The University of Texas out of the Legislative Appropriation of \$100,000 for 1961-1962 entitled "Planning for South Texas Medical School Educational Program and Facilities (Including Salaries, Wages, and other General Operating Expenses)". Since this recommendation was made by the Committee, Comptroller Sparenberg has received official notice from the San Antonio Medical Foundation that their Board of Trustees has voted unanimously to underwrite one-half of the cost of the Master Plan, the total not to exceed \$12,500.00.

Information given to the Comptroller and the Chancellor's Office indicates that the recommendations of the Master Plan Committee have now been approved by the governing boards of the other three agencies involved: The San Antonio Medical Foundation, the Bexar County Hospital District, and the Southwest Texas Methodist Hospital. It is the recommendation of the Comptroller and the Chancellor's Office that these recommendations also be approved by the Board of Regents of The University of Texas.

The Committee approves the following recommendations for your consideration:

Texas Western College: Authority to Issue Change Orders to Construction Contract for Liberal Arts Building. -- During the construction of the Liberal Arts Building at Texas Western College, greater depths and lengths were found necessary in some areas for the footings for the building and adjacent retaining walls than were anticipated by the plans, specifications, and test holes, and this has resulted in a need for an addition to the amount of the contract, since a sizable portion of the Contingency Allowance has been used for other changes, the need for which became apparent while the building was under construction. Most of the additional amounts needed for these various footings have been calculated on the basis of unit prices included in the original bid of the Contractor.

In order to take care of this additive change order and one other which involves a small amount for two small additional retaining walls, it is recommended that the Comptroller be authorized to sign additive change orders to the Robert E. McKee contract for the construction of the Liberal Arts Building at Texas Western College, in an amount not to exceed \$10,623.00, and that approval be given to take the money needed to cover these change orders, together with Architects' Fees thereon, from the Allotment Account for the Liberal Arts Building. There is a balance in this account at this time of over \$24,000.00.

Medical Branch: Award of Contract for New Central Water Chilling Station. -- In accordance with authorization granted at the Regents' Meeting held July 22, 1961, bids on the New Central Water Chilling Station at the

Medical Branch in Galveston were called for, and were opened and tabulated on September 26, 1961, as shown on Page 27. After the bids had been opened, an urgent request was received from Mr. P. G. Bell, Jr., President of P. G. Bell Company, that they be allowed to withdraw their low bid; he claimed that it had been discovered that substantial errors had been made in computing the bid, and that the bid should have been approximately \$68,000.00 higher than it was. Since the situation has apparently been honestly reported by Mr. Bell, it is recommended by the Comptroller's Office, the University Attorney, the Engineer on the project, and the Medical Branch representatives that P. G. Bell Company be allowed to withdraw their bid without forfeiture of their bid bond.

After consideration of the other bids, it is further recommended that award of a contract be made as follows:

S. I. P., Inc., Houston, Texas:

Base Bid	\$790,000.00
Add Alternate No. 1	32,000.00
Add Alternate No. 2	6,000.00
Add Alternate No. 3	900.00
Total Recommended Contract Award	<u>\$828,900.00</u>

S. I. P., Inc., is the next lowest bidder, including these three alternates.

Alternate No. 1 involves work which must be performed before the New Outpatient-Clinical Diagnostic Building is constructed (moving of piping, etc.), and has been included in this building, because it was believed that a lower cost could be obtained in this way. It is, therefore, recommended that the amount of \$32,000.00 plus Engineers' Fees thereon be appropriated from the Allotment Account for the New Outpatient-Clinical Diagnostic Building to cover the cost of this alternate. With this appropriation the contract award recommended will come within the amount of money available for the project.

(In connection with the award of the contract above for the new central water chilling station at the Medical Branch, Committee Chairman Redditt called especial attention to the recommendation by the Comptroller's Office, the Attorney, and the Engineer on the project that due to an honest mistake a bid was allowed to be withdrawn without forfeiture of the bidder's bid bond.)

Adoption of Report. -- The foregoing report of the Buildings and Grounds Committee was unanimously adopted upon motion of Regent Redditt, seconded by Regent Brenan.

9-30-61

BIDS ON FURNITURE AND FURNISHINGS
 THE COMPUTATION CENTER
 MAIN UNIVERSITY OF THE UNIVERSITY OF TEXAS
 AUSTIN, TEXAS

Bids Opened: 10:30 A. M., Tuesday, August 15, 1961

<u>Contractor</u>	<u>Base Proposal No. I</u>	<u>Base Proposal No. II</u>	<u>Alternate Proposal No. I Deduct</u>
The Abel Stationers Austin, Texas			
Base Proposal	\$2,939.20	\$12,050.00	\$443.66
Alt. Bid No. 1	2,939.20	11,393.88	422.32
Alt. Bid No. 2	2,939.20	10,696.61	375.92
American Seating Company of Texas Dallas, Texas	2,911.92	--	--
Capital City Office Outfitters Austin, Texas	--	11,440.62	408.92
Herwood-Wakefield Company Menominee, Michigan	3,071.20	--	--

All bidders submitted with their bids a bidder's bond in the amount of 5% of the total bid.

BIDS ON CENTRAL WATER CHILLING STATION - THE UNIVERSITY OF TEXAS MEDICAL BRANCH, GALVESTON, TEXAS
 Bids Opened: 2:30 P. M., Tuesday, September 26, 1961, in Austin, Texas

9-30-61

Contractor	Base Bid	Calendar Days	Alternate No. 1		Alter- nate No. 2	Alter- nate No. 3	Alternate No. 4		Alter- nate No. 5
			Amount	Calendar Days			Amount	Calendar Days	
Baxter Construction Company, Inc., Houston, Texas	\$792,000	270	+\$49,000	+ 30	+\$7,000	+\$2,900	+\$139,000	+60	+\$1,600
P. G. Bell Company, Houston, Texas	705,600	300	+ 51,000	+ 30	± 5,800	± 2,700	+ 126,000	+30	± 1,600
Manhattan Construction Co. of Texas, Houston, Texas	806,000	--	+ 58,500	+ 30	+ 6,200	+ 1,000	+ 126,000	+30	+ 1,700
O'Rourke Construction Company, Houston, Texas	788,000	425	+ 48,300	None	+ 6,526	+ 1,025	+ 136,400	None	+ 1,740
Security Construction Company and Assoc., Dallas, Texas	837,600	360	+ 55,000	None	+ 500	+ 1,000	+ 126,000	None	+ 1,500
S. I. P., Inc., Houston, Texas	790,000	270	+ 32,000	+ 10	+ 6,000	+ 900	+ 133,000	+ 25	+ 1,500
Southwestern Construction Company, Houston, Texas	829,000	365	+ 57,000	+ 10	+ 5,800	+ 2,700	+ 129,000	+30	+ 1,700
Texas Gulf Construction Company, Inc., Galveston, Texas	838,900	300	+ 54,000	+ 10	+ 6,200	+ 1,000	+ 132,700	None	+ 1,675
Contractor	Alternate No. 6		Alter- nate No. 7	Alter- nate No. 8	Alternate No. 9		Alter- nate No. 10	Alter- nate No. 11	File Load Test
	Amount	Calendar Days			Amount	Calendar Days			
Baxter Construction Company, Inc., Houston, Texas	+\$45,300	+ 30	No Bid	+\$1,000	+\$42,200	+ 15	+\$ 8,500	+\$2,100	+\$1,100
P. G. Bell Company, Houston, Texas	+ 37,500	+ 30	No Change	+ 950	+ 34,000	+ 30	± 17,000	± 1,300	+ 1,700
Manhattan Construction Co. of Texas, Houston, Texas	+ 55,000	+ 50	No Bid	+ 2,000	+ 54,000	+ 30	± 15,900	+ 1,700	+ 1,700
O'Rourke Construction Company, Houston, Texas	+ 43,200	None	No Change	+ 1,040	+ 36,500	None	+ 10,380	+ 1,740	+ 1,500
Security Construction Company and Assoc., Dallas, Texas	+ 43,000	None	No Bid	+ 900	+ 35,000	None	+ 8,000	+ 1,300	+ 1,500
S. I. P., Inc., Houston, Texas	+ 36,500	+ 30	No Change	+ 1,800	+ 33,600	+ 30	+ 17,500	+ 1,250	+ 1,500
Southwestern Construction Company, Houston, Texas	+ 47,000	+ 15	No Bid	+ 1,400	+ 43,000	+ 15	+ 16,900	+ 1,300	+ 1,500
Texas Gulf Construction Company, Inc., Galveston, Texas	+ 50,000	+ 15	No Change	+ 900	+ 45,000	+ 15	+ 10,000	+ 1,700	+ 1,300

All bidders submitted with their bids a bidder's bond in the amount of 5% of the total bid.

9-30-61

REPORT OF THE ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE (See Page 35 for adoption). -- Committee Chairman McNeese presented the following report of the Academic and Developmental Affairs Committee:

Approval of Docket (Attachment No. 2), as Amended. -- The Academic and Developmental Affairs Committee recommends (1) that the Board approve the docket of Chancellor Ransom, September 12, 1961 (Attachment No. 2), in the form as circulated to the Regents with the following amendment:

On Page M-39 hold in abeyance Item 12 and any other contracts* that include the new nondiscrimination employment clause until additional information can be procured and

(2) that a committee composed of Vice-Chancellor Cox, Comptroller Sparenberg, and Attorney Waldrep be appointed to make recommendations to the Board regarding these contracts.

University Development Board: (1) Resignation of Murray Kyger, (2) Appointment of Tom Sealy, (3) Membership of University Development Board. -- The Academic and Developmental Affairs Committee received a report from Chancellor Ransom of the meeting of the University Development Board on September 20 at which time Mr. Dan C. Williams, President of the Southland Life Insurance Company, Dallas, Texas, was elected as Chairman. Also at that meeting there was a reorganization of the committees.

Chancellor Ransom also reported the resignation of Murray Kyger as a member of the Development Board. The Academic and Developmental Affairs Committee recommends that the Board of Regents accept with regret the resignation of Mr. Kyger and request Chancellor Ransom to express on behalf of the Board commendation and sincere appreciation for the service Mr. Kyger has rendered the University as a member of the Development Board as well as service in many other areas.

The Academic and Developmental Affairs Committee recommends that Tom Sealy of Midland, Texas, be appointed to fill out the unexpired term of Mr. Murray Kyger for the period October 1, 1961, through August 31, 1964.

(As of October 1, 1961, the membership of the Development Board is as listed on the following page.)

* These contracts will be listed in the minutes of the subsequent meeting.

9-30-61

University Development Board

Appointed by Board of Regents:

Mr. Dan C. Williams, Chairman	August 31, 1962
Mr. Ernest Cockrell, Jr.	August 31, 1964
Mr. J. A. Gooch	August 31, 1962
Mr. J. Francis Morgan	August 31, 1966
Mr. J. L. Patton	August 31, 1966
Mr. Tom Sealy	August 31, 1964
Mr. Preston Shirley	August 31, 1966

Appointed by Ex-Students' Executive Council:

Mr. Hines H. Baker	August 31, 1962
Mr. Edward Clark	August 31, 1966
Mr. Charles S. Coates	August 31, 1966
Mr. L. L. Colbert	August 31, 1964
Mr. J. M. Odom	August 31, 1964
Mr. Charles N. Prothro	August 31, 1962

Appointed by Chairman of Board of Regents:

Regent Wales H. Madden, Jr.	August 31, 1962
-----------------------------	-----------------

Chancellor:

Doctor Harry H. Ransom	Continuing Membership)
------------------------	---------------------------

Amendment No. 2, Rules and Regulations, Part Two, Chapter III, Section 13. -- In order to conform to Section 34, Article V, Senate Bill No. 1, of the First Called Session of the 57th Legislature, 1961, the Academic and Developmental Affairs Committee recommends that the Rules and Regulations of the Board of Regents for the Government of The University of Texas, Part Two, Chapter III, Section 13 be amended to include the Vice-President and Provost of the Main University and be approved as amended as a part of the fiscal regulations for the 1961-63 biennium to read as follows:

Sec. 13. Absence from Usual and Regular Duties, Authorization for Absence, Including Travel, and Travel Expense Reimbursement.

13.1 Absence from Usual and Regular Duties

13.11 Authorization for any member of a faculty or staff of the University to be absent from his usual and regular duties will be granted only under the following conditions:

13.111 When such absence is on state business, which

shall include, among other purposes, the formal presentation of original researches by an employee before a national, regional, or state learned society, and

- 13.112 When appropriate provisions are made to carry on the duties of the absent person without additional expense to the University.

13.2 Authorization for Absence for Staff Members Whose Regular Duty Does Not Require Travel.

Authorization for absence from usual and regular duties, including travel from the city or town where the University officer or employee is regularly stationed, will be granted by the Board of Regents, or by the Administrative Officer to whom the Board may delegate authority, only by advance permission obtained as follows:

- 13.21 Request for permission to be absent for a period not in excess of one week (7 calendar days) shall be transmitted through the proper administrative channels to the executive head of the component institution for approval. At the Main University, request for such absence, including travel on official business without expense to the University, shall be transmitted, with reasons therefor, through the departmental chairman or administrative superior to the appropriate dean or equivalent administrative officer for approval; but if reimbursement for travel is involved, the approval of the President is required.

- 13.22 Request for permission to be absent for a period in excess of one week but not in excess of two weeks, including travel on official business, shall be transmitted through proper administrative channels to the Chancellor of the University for approval prior to such absence.

- 13.23 Request for permission to be absent for a period in excess of two weeks (excluding holidays approved by the Board), including travel on official business, shall be transmitted through proper administrative channels to the Chancellor of the University and to the Board of Regents or the Executive Committee of the Board for approval prior to such absence.
- 13.24 Request for permission to be absent by the administrative officers and staff of Central Administration shall be approved by the Chancellor.
- 13.25 Any travel which contemplates reimbursement from funds appropriated by the Legislature for travel expenses incurred outside the continental limits of the United States must have the written approval of the Chancellor of the University and the Governor prior to the travel, in addition to the authorizations required in the appropriate preceding subdivisions.
- 13.26 In lieu of any of the delegations of authority to approve absence from usual and regular duties, including official travel, specified in the above subdivisions, the Chancellor of the University may exercise such authority.
- 13.27 The chief administrative officers of the component institutions shall keep records of all approved absences and shall submit detailed summaries periodically to the Chancellor for distribution to the Board of Regents.
- 13.28 Approvals of travel shall not be routine or perfunctory, but shall be made only after the executive head, or his authorized representatives, have carefully examined the purpose and need for each trip with a view to the economic and effective utilization of all travel funds.

9-30-61

13.3 Approval of Travel Expense Reimbursements

13.31 Travel Expenses shall be reimbursed only from funds appropriated or authorized for travel. Heads of component institutions shall plan the travel of all employees under their authority to achieve maximum economy and efficiency.

13.32 Travel vouchers for reimbursement of all official travel authorized pursuant to the foregoing provisions shall be approved and signed as follows:

13.321 Central Administration - Reimbursement for all travel shall be approved either by the Chancellor of The University of Texas or by the Auditor or Assistant Auditor of the Main University.

13.322 Component Institutions - Reimbursement for all travel by employees of the component institutions shall be approved either by the Chancellor of The University of Texas or by the administrative officers designated below:

Main University - the President, the Vice-President and Provost, the Auditor, or Assistant Auditor.

Texas Western College - the President of Texas Western College or the Business Manager.

Medical Branch, Galveston - the Executive Dean and Director or the Business Manager and Comptroller of Hospitals.

Southwestern Medical School - the Dean or the Business Manager.

9-30-61

33

Dental Branch - the
Dean or the Business
Manager.

M. D. Anderson Hos-
pital and Tumor Insti-
tute - the Director,
the Administrator, or
the Business Manager.

Postgraduate School
of Medicine - the Dean
or the Business Manager.

Complimentary Tickets to Athletic Contests, Main University. -- The Academic and Developmental Affairs Committee reviewed the "Master List General Complimentary Cards--1961-62 Season," a copy of which had been furnished each Regent pursuant to the request of the Board at its July 22, 1961, meeting. It is the hope of the committee that this list can be reduced, and it is recommended by the committee that the Administration hold the list at the present level and that the list be reviewed yearly by the full Board.

Ratification of Chancellor's Authorization of Profits of Campus Services, Inc., Main University. -- The Academic and Developmental Affairs Committee recommends that the Board ratify Chancellor Ransom's authorization to Campus Services, Inc., to expend \$1,750.00 from its profits for support of Facts Digest. The Facts Digest is an eight-page tabloid newspaper designed to inform alumni, whether members of the Ex-Students' Association or not, about the activities and programs of The University of Texas. The figure \$1,750.00 will cover the cost of printing and mailing the issue for the spring of 1962.

(As soon as the profits of Campus Services, Inc., for 1960-61 are known, a report of the profits will be presented to the Board. In accordance with the contract, the Chancellor will present proposals for the expenditure of the profits by Campus Services, Inc.)

Approval of Small Class Reports, Main University and Texas Western College, 1961 Summer School. -- The Academic and Developmental Affairs Committee reviewed the report of small classes for the summer of 1961 at the Main University and Texas Western College in light of the analytical summaries prepared by the office of the Chancellor. These were distributed in the Material Supporting the Agenda.

It is recommended that these reports be approved for submission to and filing with the Texas Commission on Higher Education in compliance with Section 15, Special Provisions of Article IV, House Bill No. 4, 56th Legislature, Third Called Session, 1959. The justification code used in preparing these reports is:

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.

9-30-61

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. Limited laboratory facilities make it necessary to establish an additional section of this course.
6.
 - 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.
7. Graduate course that is required for completion of an advanced degree.
8.
 - a. Interdepartmental course meeting with the same course in another department.
 - b. Intradepartmental course meeting with another course in same department.
9. Others:
 - a. Adds, drops, and transfers in transit between departments and the Registrar's Office as of the twelfth class day.
 - b. Courses offered through Summer Linguistics Institute; count includes only degree-credit students.

Main University. -- The small classes in the report for Main University are listed in categories 1-4 and 6-9 inclusive, as set out above.

Texas Western College. -- The small classes in the report for Texas Western College are listed in the categories 1-4, 6, and 8, as set out above.

(Copies of these reports are in the Secretary's Files, Volume IX, Page 38.)

9-30-61

35

Rental of Space at 2228 Guadalupe for Department of Drama from a University Employee, Main University. -- In the supplementary material distributed at the meeting is a recommendation that the Board authorize the Main University to enter into a rental agreement with Mr. Roger W. Shattuck, Professor of Romance Languages, to provide space at 2228 Guadalupe for the use of the Department of Drama in conducting its regularly scheduled dance classes.

The Academic and Developmental Affairs Committee recommends that such contract be entered into. This space has been rented for the last several years, since the fire in the Drama Building, and the Board's approval is necessitated because the property has been acquired by Mr. Shattuck, an employee of the University, and this approval is required to comply with the Rules and Regulations of the Board of Regents for the Government of The University of Texas, Part Two, Chapter IV, Section 10.

Texas Student Publications, Main University. -- The Academic and Developmental Affairs Committee recommends that the Director of the School of Journalism be asked to appear before the Board at its meeting in November to discuss and to present firm academic recommendations as to effective student publications.

Reservation of Dormitory Rooms, Outstanding Freshman Students, Main University. -- Though the question had been raised that a certain number of dormitory rooms in both girls' and boys' dormitories -- air-conditioned and nonair-conditioned -- be reserved for assignment to outstanding freshman students, this item was held in abeyance.

Adoption of Report. -- A motion was made by Regent McNeese, seconded by Regent Madden, and unanimously prevailed that the foregoing report of the Academic and Developmental Affairs Committee as reported by its Committee Chairman McNeese be adopted.

REPORT OF LAND AND INVESTMENT COMMITTEE (See Page 43 for adoption.) -- Committee Chairman Madden reported that the Land and Investment Committee presents for approval by the Board the Administration's recommendations (Attachment No. 1) to the Committee with the amendments thereto and the additional items distributed at the meeting as set out below:

A. Amendments to Administration's Recommendations

1. Hogg Foundation: Varner Properties - Proposal from Texas Eastern Transmission Corporation for Purchase of Walker Avenue (Rossonian) Property, Houston, Texas. (Page L-16). -- (This item was presented to the Committee of the Whole for discussion.) The Administration recommends that the last three sentences on Page L-16 of Attachment No. 1 relating to the proposal from Texas Eastern Transmission Corporation for purchase of the Walker Avenue (Rossonian) Property, Houston, Texas, be deleted, and that the following be substituted in lieu thereof:

On September 20, the University received from Texas Eastern a renewal of its offer

of \$1,000,000 cash for the property. This offer is presented to the Committee without further staff recommendation.

The Land and Investment Committee recommends that the Board accept the offer of Texas Eastern Transmission Corporation of \$1,000,000.00 with the understanding that all costs relating to abstracts, and the like, are to be borne by Texas Eastern Transmission Corporation and further recommends that the following resolution be adopted:

WHEREAS, on July 31, 1952, the Varner Company, a private corporation, conveyed to the Board of Regents of The University of Texas, in trust, certain lands in Harris County, Texas, including the tract mentioned herein, for the use and benefit of the Hogg Foundation--W. C. Hogg Memorial Fund, said deed being recorded in Volume 2478, page 269 of the Deed Records of Harris County, Texas, to which reference is made for all purposes; and

WHEREAS, the Texas Eastern Transmission Corporation has made an offer to purchase the following described premises situated in Houston, Harris County, Texas:

That certain rectangular tract of land located in the City of Houston, Harris County, Texas, fronting one hundred feet (100') on Fannin Street, two hundred fifty feet (250') on Walker Avenue and one hundred feet (100') on San Jacinto Street, being all of Lots Six (6), Seven (7), Eight (8), Nine (9) and Ten (10), in Block One Hundred Thirty-four (134), S. S. B. B., City of Houston, Harris County, Texas;

and

WHEREAS, this offer is duly accepted by the Board of Regents of The University of Texas, as Trustee of the Hogg Foundation--W. C. Hogg Memorial Fund, such sale being advantageous to The University of Texas:

NOW, THEREFORE, BE IT RESOLVED, That the Chairman of the Board of Regents of The University of Texas be and he is hereby authorized and directed, upon receipt of the consideration, to execute, acknowledge and deliver a proper deed conveying the above-described property to the Texas Eastern Transmission Corporation for and on behalf of the Board of Regents of The University of Texas, as Trustee of the Hogg Foundation--W. C. Hogg Memorial Fund, and to perform all other acts necessary to complete the transaction, and the Secretary of the Board is authorized and directed to attest the deed and affix the common seal of the Board of Regents of The University of Texas.

9-30-61

37

2. Brackenridge Park, San Antonio, Texas, Litigation Re Reverter Provisions in Deed (Page L-16). -- In addition to the report on Page L-16, Attachment No. 1, see Page 13 for the action of the Board relating to the Brackenridge Park, San Antonio, Texas, litigation re reverter provisions in deed, since this item was referred to the Committee of the Whole.

3. Main University - Bequest under the Will of Hadley Alva Stiles for the J. V. and H. A. Stiles Foundation (Page L-14.). -- The Land and Investment Committee recommends that the resolution set out below be adopted and thereby the bequest under the will of Hadley Alva Stiles for the J. V. and H. A. Stiles Foundation be accepted with the understanding that preferential treatment as to use of funds will not be given to any department in the University:

WHEREAS, under the will of Mr. Hadley Alva Stiles of Taylor, Williamson County, Texas, dated July 16, 1960, the residuary estate was devised to the Board of Regents of The University of Texas, as Trustee; and

WHEREAS, in said will Mr. Stiles created "The J. V. and H. A. Stiles Foundation" for the purpose of supplementing salaries of faculty who have full professorial rank, the establishment of chairs of instruction, the support of publishing programs of The University of Texas Press, scholarships and fellowships for outstanding students, and for other purposes which in the judgment of the Trustee may best assist The University of Texas in discharging its trust as the capstone of the public education system of the State; and

WHEREAS, the Board of Regents of The University of Texas is willing to accept this generous gift in furtherance of the aims and purposes of The University of Texas:

NOW, THEREFORE, BE IT RESOLVED, That the Board of Regents of The University of Texas does hereby gratefully accept said gift under the will of Mr. H. A. Stiles to be held and administered for the purposes set forth in said will, and hereby grants full power and authority to the Chairman of the Board of Regents to execute all instruments and do everything necessary in accepting this gift as fully to all intents and purposes as the Board could or might do in its own behalf.

(In order that the provisions of the will and other facts relating thereto may be a part of the record, such information follows:

Mr. Hadley Alva Stiles, an ex-student of the University and a resident of Taylor, died on May 19 leaving a Will, now probated in Williamson County, under which his residue estate is devised to the Board of Regents as Trustees for "The J. V. and H. A. Stiles Foundation." The provisions of the Will which relate to the University, except for some provisions as to powers of the trustees, etc., which are in satisfactory form, are as follows:

SIXTH

All the rest and residue of my estate, whether real, personal or mixed, of which I may die seized and possessed and not disposed of under some other section of this will I hereby will, devise and bequeath to those persons who at the time of my death constitute the Board of Regents of the University of Texas, and their successors in office, as Trustees, the same to be held by the Board of Regents of the University of Texas for the uses and purposes and subject to the terms and conditions hereinafter set out:

Article I.

Name

The Trust hereby created shall be known as "THE J. V. AND H. A. STILES FOUNDATION."

Article II.

Object and Purpose of the Trust

1. Realizing the value to the youth of Texas of the educational opportunities which are available and may be made available at The University of Texas, and realizing the value to all of the citizens of the State of Texas of the activities of teaching, research, and statewide services constantly rendered by The University of Texas, I suggest, but do not direct, that the income from The J. V. and H. A. Stiles Foundation shall be applied, in the discretion of the Trustees, to one or more of the following purposes:

- a. The supplementation of salaries of members of the faculty of The University of Texas who have full professorial rank and who would receive within \$500.00 of the maximum salary for that rank; this provision being made in order that distinguished and outstanding teachers and scholars may be from time to time added to or retained upon the faculty, whose services might not otherwise be available.
- b. The establishment of one or more chairs of instruction in the University for the purpose of improving undergraduate or graduate teaching to the end that the sons and daughters of Texas who attend The University of Texas shall be better prepared and equipped to meet the problems which they will confront after leaving the University.
- c. The support of a publishing program through and by The University of Texas Press which may include books, scholarly journals and other worthwhile publications. In case of the application of funds from the Foundation to this purpose, I suggest that such funds shall not be used for the paying of salaries or for other ordinary operating expenses of The University of Texas Press, but for actual costs of the publishing program.
- d. To provide scholarships or fellowships, either undergraduate or graduate, for students, either men or women, who, in the judgment of the Trustees, as advised by the Administration and the Faculty, show particular promise of outstanding intellectual, moral and cultural development.
- e. For other purposes which, in the judgment of the Trustees, may best assist The University of Texas in discharging its trust as the capstone of the public education system of the State.

9-30-61

Article IV.

General

1. If the Board of Regents of The University of Texas should not accept the devise herein made for the establishment of The J. V. and H. A. Stiles Foundation within one year after my death, then this devise herein made to the Board of Regents of The University of Texas, as Trustees, is hereby cancelled and terminated and I hereby direct that my Executor establish an incorporated non-profit educational corporation to be known as "The J. V. and H. A. Stiles Foundation" for the purpose of carrying out the purposes of this Trust and thereupon all property herein devised to the Board of Regents of The University of Texas, as Trustees, shall vest in said corporation.

.....

Mr. Harris A. Melasky (University of Texas LL. B. 1914) is Independent Executor of the estate and is keeping in close touch with the University.

Mr. Stiles made sizable specific bequests of cash and real estate, and it appears that the residue estate coming to the University will consist of the remainder of approximately 1730 acres of land in Nueces County, or the remainder of the proceeds from sale of that land, after sale of part of it by the Independent Executor in order to pay cash bequests, taxes, costs of administration and the like. There is some cash and liquid assets in the estate but not in sufficient amount to meet the cash requirements.

Practically all of the Nueces County land is in cultivation, and there are some tenant houses and similar improvements. Most of it is considered first-class farm land at an estimated present fair market value of \$300 to \$350 per acre. It is farmed by share tenants who have rented from Mr. Stiles for several years. Based on information available to date, the bequest to the University should amount to somewhere around \$200,000 to \$300,000.

Mr. Stiles majored in English at the University, and there is at least an indication that though he wished the Board of Regents to have broad discretion as set out in his Will, he would have been pleased to know that the Department of English would be given priority as to the use of the income from The J. V. and H. A. Stiles Foundation.)

B. Additional Recommendations Distributed at the Meeting

Permanent University Fund - Land Matters. --

1. Mineral Lease No. 3, W. M. Clayton, Crane County. --
Mr. W. M. Clayton of Crane, Texas, has requested a lease for the purpose of brine production on approximately three acres out of the NW/4 of the NE/4, Section 43, Block 30, University Lands, Crane County. The area to be leased surrounds a plugged producing oil well known as the Kay Kimbell, Kewanee, University Well #K-1. The oil and gas lease has expired. Royalty to the University will be at the rate of 2 cents per barrel of brine or 12-1/2% of sale price of the brine at lessee's loading dock, whichever is greater, with minimum royalty of \$100 per month to be paid during the term of the lease. Payment of \$300 is being made by the lessee to cover minimum royalty, or to apply on total royalty due, for the first three months of the lease. The lease will remain in effect for 1 year without right of relinquishment by the lessee, thus providing for payment of at least \$1,200 to the University before lessee has the right to drop it. Thereafter, the lease will remain in full force and effect so long as production of brine is at a rate sufficient for the University's royalty to amount to a minimum of \$100, or until the lease is relinquished by the lessee. Effective date of the lease will be October 1, 1961.

The lessee will not have the right to use fresh water from the leased premises, no adequate supply being available. He plans to obtain his water from the City of Crane. The City's supply is from a lease on University land and royalty will be received from the City on water sold to Mr. Clayton.

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

2. Water Exploration Permit No. 89 - Horizon Land Company - Extension of Permit. -- At the October 21, 1960 meeting of the Board of Regents, approval was given to Horizon Land Company for a water exploration permit covering approximately 11,520 acres in Block L, University Lands, El Paso County. The permit was granted for a 2-year period beginning October 1, 1960 for the sum of \$1,000. Horizon Land requests an extension of the permit for an additional year. It is recommended that the request be approved, thereby extending the date through September 30, 1963, for the sum of \$500.

9-30-61

3. Water Contract No. 72 - El Paso Natural Gas Company - Amendment to Contract. -- At the March 16, 1957 meeting of the Board of Regents, approval was given to El Paso Natural Gas Company for water contract on a 10-acre tract, the NW/4 of the NW/4 of the NE/4 of Section 23, Block 9, Andrews County, for a 25-year period beginning May 1, 1956, and ending April 30, 1981, with royalty payable monthly of ten cents per thousand gallons of gross amount of water produced. El Paso Natural Gas Company has requested amendment of the contract to include the W/2 of Section 23, Block 9, University Lands, Andrews County, on which Atlantic Refining Company was granted Water Contract No. 88 to drill water wells to depths below the top of the Santa Rosa formation for production of non-potable water. It is recommended that Water Contract No. 72 to El Paso Natural Gas Company be amended to include water from wells located on the W/2 of Section 23, Block 9, University Lands, Andrews County, down to the top of the Santa Rosa formation only, the period and royalty rate to be the same as in Water Contract No. 72.
4. Water Contract No. 92 - Helmerich & Payne, Inc. -- At the July 22, 1961 meeting of the Board of Regents, approval was given to Helmerich & Payne, Inc., for water contract to the Trinity Sand in Section 24, Block 16, University Lands, Pecos County, free of charge, for water flood secondary recovery operations on leases on University Lands in Sections 13, 14 and 24, Block 16, Pecos County, effective August 1, 1961, for so long as secondary recovery is secured. Helmerich & Payne, Inc., has requested amendment of the contract to include use of water for secondary flood recovery operations on a University lease covering the SE/4 of Section 13, Block 16, Pecos County, since they have entered into a cooperative water flood agreement with Dr. James L. Cooper for that lease. It is recommended that the request be approved under the same terms as the original contract.

Trust and Special Funds - Real Estate Matters. --

5. Hogg Foundation: Thomas E. Hogg Estate - Proposed Oil, Gas, and Mineral Lease to Joe W. Ferguson, Jr., on Mealy-Bedford Tract, Brazoria County, Texas. -- Miss Ima Hogg, Mrs. Alice N. Hanszen, and Mrs. Margaret Wells Hogg, as Life Tenant under the Will of Thos. E. Hogg, expect to execute in the near future an oil, gas, and mineral lease to Joe W. Ferguson, Jr., on the Mealy-Bedford tract of approximately 222.24 acres in the Josiah H. Bell Grant, Brazoria County, for a primary term of 5 years, base royalty of 1/6th, cash bonus of \$52.50 per acre, and annual delay rental of \$5 per acre. The Thos. E. Hogg Estate owns 1/3rd of the minerals under this tract subject to royalty reserved by former owners, which reserved royalty will amount

to 3/48th of production under this lease, leaving royalty of 5/48th owned 1/3rd by each of the three lessors. Several years ago Mrs. Margaret Hogg and the Board of Regents entered into an agreement under which Mrs. Hogg is entitled to receive all bonuses, royalties, and rentals from the Thos. E. Hogg Estate interests.

The execution of this lease by the Board of Regents as remainderman under the Will of Thos. E. Hogg is required, and it is recommended that the Board authorize such execution by its Chairman when the instrument has been approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

Following the presentation of the recommendations of the Land and Investment Committee, Committee Chairman Madden stated that the Committee received a report from Doctor Dolley on the common stocks of the Permanent University Fund held through August 31, 1961. It was noted that the yield was 3.8% on cost basis.

Adoption of Report. -- It was moved by Regent Madden, seconded by Regent Brennan, and unanimously approved that the foregoing report of the Land and Investment Committee be adopted. This report includes the recommendations of the Administration (Attachment No. 1) as amended and the five additional items set out above. Following Page E-9 of the minutes, Attachment No. 1 (Pages L-1 through L-19) is appended thereto and made a part of the official record.

REPORT OF MEDICAL AFFAIRS COMMITTEE (See Page 45 for adoption.). -- Committee Chairman Bryan reporting for the Medical Affairs Committee stated that none of the actions recommended requires any expenditures. The following report was presented:

Subject to Approval of Texas Commission on Higher Education, Establishment of a Division of Plastic Surgery, within the Department of Surgery, Southwestern Medical School. -- The Medical Affairs Committee recommends that the Board approve for submission to the Texas Commission on Higher Education for its approval the request of Dean Gill, concurred in by Chancellor Ransom, to establish a division of Plastic Surgery within the Department of Surgery of the Southwestern Medical School. Doctor Gill wishes to establish this division along the lines of other surgical specialties but does not plan to appoint full-time salaried personnel in the immediate foreseeable future.

The Medical Affairs Committee further recommends that the Board approve Dean Gill's request to change the title of members of the surgical faculty to the following:

Doctor James T. Mills as Clinical Professor and
Chairman of the Division of Plastic Surgery
Doctor Willard Sellman as Clinical Instructor of
Plastic Surgery
Doctor Dean Kipp as Clinical Instructor of Plastic
Surgery

Doctor Mark Lemmon as Clinical Instructor of
Plastic Surgery
Doctor Frank Dunton as Clinical Instructor of
Plastic Surgery

Medical Units, Status of Building Proposals. -- The agenda of the Medical Affairs Committee listed "a review by each institutional head of the current status of building proposals at the medical units."

Doctor Truslow reviewed an outline he had prepared of the status of building proposals at the Medical Branch. Reports on the building programs at M. D. Anderson Hospital and Tumor Institute and at the Southwestern Medical School were filed with the Committee, and copies of all three are in the Secretary's Files, Volume IX, Page 50.

Report on Activities at the Medical Branch During Hurricane Carla. -- The Medical Affairs Committee received a report on the activities at the Medical Branch in Galveston during hurricane "Carla". A copy was distributed to each of the other Regents and a copy is in the Secretary's Files, Volume IX, Page 53. Previously Vice-Chairman Heath had opportunity to be in Galveston shortly after the hurricane and had reported to the Regents in a letter the very excellent manner in which the Medical Branch conducted itself during this disastrous experience. He reported that the students, the faculty, and the staff at the Medical Branch worked day and night under the most trying circumstances. (See Pages 3,45.)

Authorization to Apply to Sealy and Smith Foundation for \$30,000, Medical Branch. -- The Medical Affairs Committee recommends that Doctor Truslow be authorized to make formal application to The Sealy and Smith Foundation for a grant to cover the cost of the following:

1. The John Sealy Memorial Laboratory for Clinical Research

a. Additional Technical Equipment	\$11,000.00
b. Maintenance, Equipment, and Supplies	6,500.00
	<u>\$17,500.00</u>

2. The Artificial Kidney and Laboratory for the Study of Kidney Disease

a. An additional Artificial Kidney of the so-called "Twin Coil Type"	\$ 5,000.00
b. Extensive expansion of technical equipment in the laboratory	5,000.00
c. Maintenance, Equipment, and Supplies	2,500.00
	<u>\$12,500.00</u>

The South Texas Medical School: Comprehensive Report on Activities by Doctor Haskew and Report by Dean Gill on Committee for Selection of a Dean. -- The Medical Affairs Committee received from Doctor Haskew a rather comprehensive review of activity and issues connected with activating The South Texas Medical School and the progress being made toward the South Texas Medical Center. The report related particularly to timing and construction with emphasis that the basic policy be to start the institution with top flight operation. A similar report was presented to the Buildings and Grounds Committee (Page 21). Dean Gill also reported on the progress being made by the Committee that had been appointed to select a dean for The South Texas Medical School. (The Committee to Select a Dean was authorized on April 7, Permanent Minutes, Volume VIII, Page 803, and its membership was reported to the Board in the Permanent Minutes, Volume VIII, Page 1002.)

Adoption of Report. -- The foregoing report of the Medical Affairs Committee was unanimously adopted upon motion of Regent Bryan, seconded by Regent McNeese.

REPORT OF THE BOARD FOR LEASE OF UNIVERSITY LANDS. -- Regent Madden, Vice-Chairman of the Board for Lease of University Lands, reported for information of the Board of Regents that an oil and gas lease sale has been set and public notice has been given for the sale on Tuesday, November 14, 1961, at 10:00 a.m., Commodore-Perry Hotel, Austin, Texas. The leases will carry a royalty rate of 1/6 of the gross production of gas and 1/8 of the gross production of oil except in those tracts approved as probably productive, in which case the leases will carry a royalty of 1/6 of the gross production of both oil and gas.

OTHER MATTERS

VOTE OF THANKS AND WORD OF APPRECIATION RE HURRICANE CARLA. -- Though rather detailed reports of Hurricane "Carla" had been received by the Medical Affairs Committee and the Committee of the Whole, Acting Chairman Heath did state that he had overlooked one important phase--the dedicated efforts of Doctor Truslow, Mr. Walker, and all of their staff and employees. He repeated that everyone is proud of the way the Medical Branch functioned during this emergency. The people at the Medical Branch are due a vote of thanks and tribute for the very fine efforts rendered under the strenuous circumstances. In this connection Acting Chairman Heath also expressed appreciation for the articles carried in our own Daily Texan about Hurricane "Carla" and the splendid services rendered by the Medical Branch in connection therewith.

LUNCHEON-CONFERENCE WITH EX-STUDENTS' ASSOCIATION. -- Chancellor Ransom announced that there would be a luncheon-conference for the members of the Board of Regents and of the Executive Committee of the Ex-Students' Association from 12:00 noon until 2:00 p.m.

9-30-61

ITEM FOR THE RECORD. -- In order that the record may be clear an up-to-date list of the standing committees, together with the respective membership of each, incorporating the changes made at this meeting (September 30, 1961) is set out below:

Thornton Hardie, Chairman*

EXECUTIVE COMMITTEE

Heath, Chairman
Bryan
Madden
McNeese
Redditt

ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

McNeese, Chairman
Connally
Heath
Redditt

BUILDINGS AND GROUNDS COMMITTEE

Redditt, Chairman
Brenan
Heath

LAND AND INVESTMENT COMMITTEE

Madden, Chairman
Brenan
Bryan

MEDICAL AFFAIRS COMMITTEE

Bryan, Chairman
Connally
Madden
McNeese

BOARD FOR LEASE OF UNIVERSITY LANDS

Madden, Vice-Chairman of Board for Lease
Brenan, Member
Jerry Sadler, State Land Commissioner, Chairman

SCHEDULED MEETINGS OF THE BOARD. -- The following meetings of the Board of Regents were scheduled:

November 10-11, 1961, in Austin. -- The Regents also voted to extend an invitation to the members of the Texas Commission on Higher Education for a joint meeting on November 9, 1961, at 3:00 p. m.

December 1-2, 1961, in Austin. -- The Board tentatively set a meeting on December 1-2, 1961, in Austin, subject to the approval of Chairman Hardie. Chairman Hardie has already indicated approval of this date.

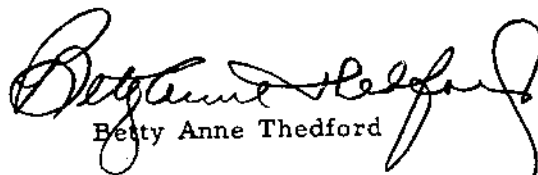
*The Chairman of the Board is an ex officio member of each committee.

9-30-61

47

ADDITIONS TO GREGORY GYMNASIUM AND TO THE LAW SCHOOL, --
In answer to questions raised by the Regents concerning the timing of construction at the Main University, Comptroller Sparenberg expressed the opinion that (1) the plans and specifications for the addition to Gregory Gymnasium would be ready for consideration at the December 1961 meeting and (2) that the estimated date for completion for the addition to the Law School would be about September 1, 1963.

ADJOURNMENT. -- There being no further business, upon motion of Regent Madden, seconded by Regent Connally, the Board adjourned at 10:20 a. m.


Betty Anne Thedford

9-30-61

REPORT OF EXECUTIVE COMMITTEE(See Page 14 .)

INTERIM ACTIONS, JULY 6-SEPTEMBER 12, 1961, EXECUTIVE COMMITTEE. -- Since the last regular meeting of the Board on July 22, 1961, items in the categories of budget, classified personnel, travel, and membership of athletic council have been presented to and considered by the Executive Committee as indicated below. All votes have been taken by mail ballot unless otherwise indicated.

BUDGET, TEXAS WESTERN COLLEGE (6-B). -- Items 6 and 17 of the Budget Rules and Procedures for the year 1961-62 (pink sheets at the front of the budget) provide:

6. Traveling expenses may be paid only out of appropriations containing the word "travel" except upon the specific approval of the Executive Head of the Component Institution; such approval is to be reported in the next regular docket.
17. Any transfer into an account containing the word "travel" requires the advance approval of the Chancellor and the Executive Committee of the Board of Regents.

In compliance with the foregoing regulation, Doctor Joseph M. Ray recommended through proper channels to the Executive Committee that the 1961-62 Budget for Texas Western College, Physical Plant Operation and Maintenance, Page 49 be amended by:

Transferring \$500 from Maintenance and Operation to Travel.

The Executive Committee has approved this transfer and it is reported to the Board for its consideration.

CLASSIFIED PERSONNEL PAY PLANS. -- Item 8 of the Budget Rules and Procedures for the year 1961-62 (pink sheets at the front of the budget) provides:

8. All appointments of classified personnel are made within appropriate salary ranges and on salary steps as defined by the classified personnel program approved by the Board of Regents.

The institutional heads of the units concerned have recommended through proper channels to the Executive Committee the following additions to the classified personnel pay plans:

Main University, Classified Personnel Pay Plan (5-Cla). -- President Smiley has recommended that the following be added to the Classified

9-30-61

Personnel Pay Plan of Main University to be effective immediately upon Executive Committee approval:

<u>Code</u>	<u>Title</u>	<u>Monthly Range</u>	<u>Annual Range</u>	<u>Step No.</u>
0316	Systems Analyst and Programmer	\$482-620	\$5784-7440	38

The Executive Committee has approved the foregoing recommendation and it is reported to the Board for its consideration.

Dental Branch, Classified Personnel Pay Plan (6-C1). -- Dean Olson has recommended that the following be added to the Classified Personnel Pay Plan of the Dental Branch:

<u>Code</u>	<u>Title</u>	<u>Monthly Range</u>	<u>Annual Range</u>	<u>Step No.</u>
3210	Carpenter	\$350-439	\$4200-5268	4 Inter- mediate Steps
1109	Apprentice Dental Assistant	\$100-150	\$1200-1800	

The Executive Committee has approved the foregoing recommendation and it is reported to the Board for its consideration.

Texas Western College, Classification and Pay Plan (7-C1). -- President Ray has recommended that the following be added to the Classification and Pay Plan of Texas Western College:

<u>Code</u>	<u>Title</u>	<u>Monthly Range</u>	<u>Annual Range</u>	<u>Step No.</u>
3010	Assistant Director, Physical Plant	\$460-592	\$5520-7104	4 Inter- mediate Steps

The Executive Committee has approved the foregoing recommendation and it is reported to the Board for its consideration.

TRAVEL REQUESTS AND WAIVER OF REGENTS' RULE. -- The Board's rules and regulations regarding travel are reflected in Part Two, Chapter III, Section 13, Pages 14-19. The travel items submitted to the Executive Committee as set out below are in compliance with Subsection 13.23, which reads as follows:

"Request for permission to be absent for a period in excess of two weeks (excluding holidays approved by the Board), including travel on official business, shall be transmitted through proper administrative channels to the Chancellor of the University and to the Board of Regents or the Executive Committee of the Board for approval prior to such absence."

The institutional heads of the units concerned have recommended through proper channels to the Executive Committee the following

requests for permission to travel and for waiver of Regents' Rule relating thereto as cited on the preceding page:

Travel Requests and/or Waiver of Regents' Rule, Main University (14-T, 16-T, and 17-T). -- The Executive Committee has approved as indicated the requests of the following at Main University for permission to travel and/or the waiver of the Regents' Rule relating thereto. These are reported to the Board for its approval:

	<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
1.	Dr. Benjamin H. Higgins, Chairman of the Department of Economics	September 9-24, 1961	Mexico City

Purpose: To deliver eight lectures on Economic Development as part of the training program for senior officials of Latin American development institutions. (This program has been organized by the Inter-American Development Bank and the invitation to Dr. Higgins is recognition of his stature in the field of economics. From the University's standpoint this participation by Dr. Higgins is considered to be part of the University's contribution to the improvement of Latin American relations and is the most desirable type of international program with which the University can be associated.)

Expenses: There will be no expense to the University other than the continuation of Dr. Higgins' salary during his period of absence.

	<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
2.	Dr. Austin Phelps, Associate Professor of Zoology	August 14-September 12, 1961	Mimbres Hot Springs and Gila Hot Springs, New Mexico

Purpose: To make biological collections and water analysis in connection with the National Science Foundation grant that he has received.

Expenses: There will be no expense to the University as the travel is provided by the National Science Foundation grant and he will not be on the payroll from August 17 through August 31.

	<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
3.	Albert M. Powell, Research Scientist II	August 3-September 18, 1961	Southern Mexico, west coast of Mexico, and return by way of El Paso

Purpose: To collect cytological material for chromosomal study from the wild species of Mexican Compositae under the direction of Dr. B. L. Turner who has a National Science Foundation grant. This grant specifically requires this travel.

9-30-61

Expenses: There will be no expense to the University; the reimbursement of travel under the specific rules of travel and limitations will be paid from the grant funds. *

	<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
4.	Dr. Carl M. Rosenquist, Professor of Sociology	August 8-September 10, 1961	Monterrey and Mexico City

Purpose: To present a paper on his research in Monterrey and Mexico City in connection with his comparative study on delinquency.

Expenses: Travel to the extent of an estimated \$200 will be paid from the Hogg Foundation grant, Exploratory Study of Juvenile Delinquency.

	<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
5.	Dana K. Chambliss, Automotive Training Specialist, Division of Extension	September 9-24, 1961	St. Louis, Missouri

Purpose: To attend the Carter Carburetor Training School to get new ideas, materials, and information to be used in The University of Texas Automotive Training Program.

Expenses: The total estimated cost will be \$315, chargeable against the Maintenance, Equipment and Travel Account of the Division of Extension.

	<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
6.	Gordon H. Heironimus, Technical Staff Assistant IV, Communications Division of the Physical Plant	September 16-October 8, 1961	North Lake, Illinois

Purpose: To attend a PAX (telephone) Maintenance School to be conducted by Automatic Electric Sales Corporation.

Expenses: Travel expenses are estimated at \$475 to be paid from the travel account in Physical Plant.

	<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
7.	Donald L. Childs, Automotive Training Specialist, Division of Extension	July 21-August 6, 1961	Anderson, Indiana

* Waiver of Regents' Rule.

9-30-61 52

Purpose: To participate in a course in Automotive Electricity to obtain ideas, materials, and information to be used in The University of Texas Automotive Training Program.*

Expenses: Since it is not indicated in the request, it is understood that the expenses are to be paid from the Maintenance, Equipment, and Travel Account of the Industrial and Business Training Bureau.

Travel Request, Medical Branch (15-T). -- The Executive Committee has approved the request of the following at the Medical Branch for permission to travel. This is reported to the Board for its approval.

<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
Dr. Johanna Blumel, Research Instructor (Genetics), Ortho- pedic Division of the Department of Surgery	August 26-October 9, 1961	Lafayette, Indiana; Pisa, Italy; Rome, Italy; Munster, Ger- many; and Amster- dam, Holland

Purpose: (1) To attend a meeting of the Genetics Society of America at Purdue University, Lafayette, Indiana, and to present a paper on "Hereditary Factors in Congenital Skeletal Anomalies of the Spine." (2) To attend the XXI Congress International des Sciences Pharmaceutiques in Pisa, Italy. (3) To attend a meeting of the Second International Conference of Human Genetics and present a paper on "The Somatic Genotype of a Pseudohermaphrodite" in Rome, Italy. (4) To visit the Institut fur Humangenetik der Universitat Munster in Germany to discuss with its Director certain problems in the area of neurological disorders including cerebral palsy. She will also visit Dr. Gerhard Koch, who is working on various neurological disorders and on mongolism. (5) To visit the University of Amsterdam to discuss with Professor John Kok, head of this university, an investigation on an orotic acid antagonist on cells grown in tissue culture.

Expenses: Approximately three weeks of this period will be charged as vacation to which Dr. Blumel otherwise would be entitled. Travel expenses are estimated at \$1,100. A travel grant of \$375 has been awarded to Dr. Blumel by the American Society of Human Genetics. The remaining cost of \$725 will be paid from Orthopedic Professional Fees, a Current Restricted Fund.

ATHLETIC COUNCIL, MAIN UNIVERSITY, MEMBERSHIP (M-2). -- Following the meeting of the Regents on July 22, 1961, Chancellor Ransom polled the full Board for the purpose of adding another faculty member to the Athletic Council at the Main University in order to conform to Southwest Conference requirements. (This will be reported for the record of this meeting. See Page 11 .)

* Waiver of Regents' Rule.

9-30-61

Thereafter, on August 7, Chancellor Ransom recommended to the Executive Committee and the Executive Committee approved the following as members of the Athletic Council for the year 1961-62:

Faculty Members, Main University

Professor M. L. Begeman
 Professor J. K. Bailey
 Professor J. B. Frantz
 Professor L. W. McCraw
 Professor R. G. Roessner

Ex-Student Appointed by the Ex-Students' Association:

Mr. L. H. Cullum*

Student Appointed by the Students' Association:

Appointees of the Board of Regents:

Mr. John Holmes, Houston
 Mr. John Thompson, Dallas

The Executive Committee had recommended the foregoing to the Board for its consideration.

ITEMS SUBMITTED TO EXECUTIVE COMMITTEE AFTER SEPTEMBER 12, DATE OF ORIGINAL REPORT OF EXECUTIVE COMMITTEE.

The following items were submitted to the members of the Executive Committee after September 12 with the statement that action would be taken thereon at the committee meeting on Friday, September 29. These items were not received by the Chairman of the Executive Committee in sufficient time to be included in the bound volume of the Material Supporting the Agenda.

At its meeting on Friday, the Executive Committee considered and approved each of the following items. At this meeting the members of the committee also discussed with Mr. Jack Holland, System Personnel Adviser, the proposed changes in the Classified Personnel Pay Plan, Main University, as set out below.

CHANGES IN THE CLASSIFIED PERSONNEL PAY PLAN, MAIN UNIVERSITY (8-C1). -- President Smiley has recommended, Chancellor Ransom concurring, the following changes in the Classified Personnel Pay Plan of Main University which have been proposed through proper channels.

1. Change in code number for Laboratory Research Assistant I and Laboratory Research Assistant II from 2109 and 2110 to 2100 and 2101 respectively.

2. Addition of the following:

Code	Title	Monthly Range	Annual Range	Step Number
2108	Research Scientist-Engineer Assistant I	\$350-400	\$4200-4800	31

* Mr. L. H. Cullum has died since this action was approved.

9-30-61

Code	Title	Monthly Range	Annual Range	Step Number
2109	Research Scientist-Engineer Assistant II	\$400-439	\$4800-5268	34
2110	Research Scientist-Engineer Assistant III	439-539	5268-6468	36

3. Changes in the following salary rates:

From:				
Code	Title	Monthly Range	Annual Range	Step Number
2111	Research Engineer-Scientist I (Group of Classes)	\$319-419	\$3828-5028	29
2112	Research Engineer-Scientist II (Group of Classes)	382-482	4584-5784	33
2113	Research Engineer-Scientist III (Group of Classes)	460-565	5520-6780	37
2114	Research Engineer-Scientist IV	539-710	6468-8520	40

To:				
Code	Title	Monthly Range	Annual Range	Step Number
2111	Research Engineer-Scientist I (Group of Classes)	\$419-514	\$5028-6168	35
2112	Research Engineer-Scientist II (Group of Classes)	482-592	5784-7104	38
2113	Research Engineer-Scientist III (Group of Classes)	565-680	6780-8160	41
2114	Research Engineer-Scientist IV (Group of Classes)	620-740	7440-8880	43

AMENDMENTS TO THE 1961-62 BUDGET (Items 7-B, 8-B, 9-B, and 10-B). --In compliance with the regulation for amending the budget, the following amendments to the 1961-62 Budget have been presented through proper channels:

Main University, School of Law and Clayton Foundation Biochemical Institute (9-B). --Amend the 1961-62 operating budget for the School of Law of the Main University, Item 14, Page 179, by:

Increasing the salary of Parker C. Fielder from \$14,000 to \$15,000, effective September 1, 1961, the additional \$1,000 to be paid from the W. H. Francis Fund (current restricted fund).

9-30-61

55

Amend the 1961-62 operating budget for the Clayton Foundation Biochemical Institute of the Main University, Item 4, Page 336A, by:

Increasing the salary of Charles G. Skinner from \$9,600 to \$11,400, effective September 1, 1961, the additional \$1,800 to be paid from the Clayton Foundation Grant (current restricted fund).

Texas Western College, Contract Research and Services (7-B). -- Amend the 1961-62 operating budget for Contract Research and Services of the Texas Western College, Item 12, Page 61, by:

Increasing the salary of James F. Bettle from \$6,000 to \$7,800, effective September 1, 1961, the additional \$1,800 to be paid from the National Science Foundation Grant G-19284.

Medical Branch, Pathology (8-B). -- Amend the 1961-62 operating budget for Pathology of the Medical Branch, Page 42, third item, by:

Increasing the salary of Elwood E. Baird from \$19,000 to \$20,000, effective September 1, 1961, the additional \$1,000 to be paid from current restricted funds - Pathology Fees.

Amend the 1961-62 operating budget for Pathology of the Medical Branch, Page 42, fifth item, by:

Increasing the salary of Frank L. Jennings from \$19,000 to \$20,000, effective September 1, 1961, the additional \$1,000 to be paid from current restricted funds - Pathology Fees.

M. D. Anderson Hospital and Tumor Institute, Department of Medicine and Cancer Chemotherapy Research (10-B). -- Amend the 1961-62 operating budget for the Department of Medicine of M. D. Anderson Hospital and Tumor Institute, Page 68, by:

Reappointing V. W. Cole in the Department of Medicine, changing his title from Research Associate to Assistant Internist, and increasing his salary rate from \$10,000 to \$12,000 per annum, effective October 1, 1961. The additional funds will be paid from a National Cancer Institute Grant.

Amend the 1961-62 operating budget for Cancer Chemotherapy Research of the M. D. Anderson Hospital and Tumor Institute, Page 62, by:

Changing the salary rate of Kenneth M. Griffith from \$10,000 to \$12,000 per annum, effective September 1, 1961, and appointing him for full time under grants from the National Cancer Institute and the U. S. Public Health Service. The source of his salary is to be \$6,500 from the National Cancer Institute Grant and \$5,500 from the U. S. Public Health Service Grant.

9-30-61

56

TRAVEL ITEMS (18-T). --Below are requests for approval of travel and/or waiver of Subsection 13.23, Chapter III, Part Two, of the Regents' Rules and Regulations:

Main University:

	<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
1.	Dr. James W. Jagger, Nuclear Physics Training Specialist	October 8-25, 1961	England and France

Purpose: To recruit technical personnel for the new Nuclear Physics Laboratory.

Expenses: Travel costs estimated at \$995 will be charged to the appropriation for research in nuclear physics which is included in the Excellence Fund Budget. This budget was approved at the September 29-30 meeting of the Board.

	<u>Name</u>	<u>Period of Absence</u>	<u>Destination</u>
2.	Dr. Emmett L. Hudspeth, Professor of Physics and Director of the Nuclear Physics Laboratory	August 15-November 15, 1961	England, Copenhagen, and France

Purpose: To exchange information regarding tandem Van de Graaff generators and current research in nuclear physics of joint interest to the University and to the Atomic Energy Commission.

Expenses: Both salary and expenses are to be paid from a contract with the Atomic Energy Commission. Travel expenses are limited to the equivalent of economy-class air travel plus limited per diem. Expenses over this will be paid by Dr. Hudspeth or by non-University sources.*

Adoption of Report. -- The foregoing recommendations are submitted for the Board's consideration. (See Page 14 for action.)

* Waiver of Regents' Rule.

ATTACHMENT NO. 1

PERMANENT UNIVERSITY FUND -- INVESTMENT MATTERS.--

C 25 b. 2 57

REPORT OF PURCHASES, SALES AND EXCHANGES OF SECURITIES.--The following purchases, sales and exchanges of securities have been made for the Permanent University Fund since the meeting of July 22, 1961. We ask that the Board ratify and approve these transactions:

PURCHASES OF SECURITIES

CORPORATE BONDS

Date of Purchase	Security	Par Value of Bonds Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
6/29/61	Caterpillar Tractor Company 4-5/8% Sinking Fund Debentures, dated 6/15/61, due 6/15/86	\$ 500,000	99.50 Net	\$ 497,500.00	4.66%
7/19/61	Shell Oil Company 4-5/8% Sinking Fund Debentures, dated 8/1/61, due 8/1/86	500,000	99.75 Net	498,750.00	4.64
8/4/61	Kimberly-Clark Corporation 4-5/8% Sinking Fund Debentures, dated 8/1/61, due 8/1/86	250,000	100.00 Net	250,000.00	4.625
8/16/61	Consumers Power Company First Mortgage Bonds, 4-5/8% Series, dated 8/1/61, due 8/1/91	250,000	100.404 Net	251,010.00	4.60
8/17/61	The Bell Telephone Company of Pennsylvania 4-3/4% Debentures, dated 5/1/61, due 5/1/2001	250,000	102.00 Net	255,000.00	4.64
Total Corporate Bonds Purchased		<u>\$1,750,000</u>		<u>1,752,260.00</u>	<u>4.64</u>

COMMON STOCKS

Date of Purchase	Security	No. of Shares Purchased	Market Price	Total Principal Cost*	Indicated Current Yield on Cost**
6/22/61	Pacific Gas & Electric Company Common Stock	454	71 plus 20 rights	\$ 32,234.00	3.94
6/26/61	Eastman Kodak Company Common Stock	300	106-7/8(200) 106-3/4(100)	32,199.06	2.05
6/26/61	Shell Oil Company Common Stock	600	39-1/4	23,781.78	2.78
6/28/61	Armstrong Cork Company Common Stock	400	60	24,180.00	2.65
6/28/61	Potomac Electric Power Company Common Stock	600	40-3/8(400) 40 (200)	24,384.76	3.54
6/30/61	Armco Steel Corporation Common Stock	300	75-5/8	22,827.18	3.94
6/30/61	The Coca-Cola Company Common Stock	300	86-3/4	26,168.04	2.75
6/30/61	General Electric Company Common Stock	400	63-3/4	25,681.52	3.12

*Includes brokerage commissions paid.

**Yield to maturity on bonds; yield at present indicated dividend rate on stocks.

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
7/3/61	Ford Motor Company Common Stock	300	81-3/4(200) 81-5/8(100)	\$ 24,654.02	3.65%
7/3/61	Union Carbide Corporation Common Stock	200	137-1/2(100) 137 (100)	27,555.45	2.61
7/3 & 5/61	Smith Kline & French Laboratories, Inc. Common Stock	500	59-3/4(400) 59-1/2(100)	30,074.87	2.08
7/5/61	Bankers Trust Company Capital Stock (New York, N. Y.)	200	65-5/8 Net	13,125.00	3.00
7/5/61	Continental Casualty Company Common Stock	100	106-1/2 Net	10,650.00	1.41
7/5/61	The Travelers Insurance Company Capital Stock	100	126 Net	12,600.00	1.27
7/6/61	First City National Bank of Houston Common Capital Stock	500	41 Net	20,500.00	3.05
7/7/61	Security First National Bank Common Stock (Los Angeles)	100	82-1/2 Net	8,250.00	1.94
7/10/61	Corning Glass Works Common Stock	100	176	17,656.60	1.13
7/10/61	Public Service Electric & Gas Company Common Stock	400	54-1/4	21,877.72	3.66
7/10/61	Utah Power & Light Company Common Stock	700	34-1/4	24,227.91	3.81
7/12/61	Texaco Inc. Capital Stock	300	101-1/2	30,597.45	3.14
7/12/61	Texas Utilities Company Common Stock	200	98-1/2	19,797.70	2.10
7/12/61	United States Steel Corporation Common Capital Stock	400	81-1/2(100) 81-3/8(100) 81-1/4(200)	32,726.05	3.67
7/14/61	International Business Machines Corporation Capital Stock	100	470-1/4	47,100.00	0.51
7/14/61	McGraw-Edison Company Common Stock	600	35-5/8(200) 35-1/2(300) 35-3/8(100)	21,533.06	3.90
7/14/61	Merck & Co., Inc. Common Stock	300	86-1/8(100) 86 (100) 85-3/4(100)	25,930.29	1.85
7/17/61	Kimberly-Clark Corporation Common Stock	300	79	23,840.70	2.27
7/17/61	The Kroger Company Common Stock	900	29-5/8(200) 29-1/2(300) 29 (400)	26,677.87	3.71

*Includes brokerage commissions paid.

**Yield at present indicated dividend rate.

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
7/20/61	General Foods Corporation Common Stock	300	82-1/8(200) 81-1/2(100)	\$ 24,716.57	1.94%
7/20/61	R. J. Reynolds Tobacco Company Common Stock	600	130-1/8(100) 129-7/8(100) 129-5/8(400)	78,161.84	2.30
7/21,24 & 25/61	Potomac Electric Power Company Common Stock	700	40 (200) 41 (300) 40-3/4(200)	28,725.26	3.51
7/24 & 25/61	The Southern Company Common Stock	400	55 (200) 54-3/4(200)	22,127.96	2.71
7/24/61	Corn Products Company Common Stock	500	55-1/4(200) 55 (300)	27,772.56	2.16
7/24/61	National Biscuit Company Common Stock	400	77-5/8(100) 77-1/2(300)	31,199.51	3.59
7/26/61	The American Tobacco Company Common Stock	300	92-1/4(100) 91-7/8(100) 91-3/8(100)	27,694.56	3.03
7/26/61	The Borden Company Capital Stock	400	63-1/2(300) 62-1/4(100)	25,456.28	2.36
7/26/61	The Procter & Gamble Company Common Stock	300	88-1/2(100) 88-1/4(100) 88 (100)	26,618.48	1.58
7/28/61	The Coca-Cola Company Common Stock	200	88-3/4	17,845.76	2.69
7/28/61	Consumers Power Company Common Stock	400	73-3/8	29,535.36	3.52
7/28/61	National Dairy Products Corporation Common Stock	400	69-3/4	28,083.92	2.85
7/31/61	General Foods Corporation Common Stock	300	83-1/2	25,192.05	1.91
7/31/61	Utah Power & Light Company Common Stock	700	36-1/4(500) 36 (100) 35-5/8(100)	25,546.96	3.62
8/2/61	National Biscuit Company Common Stock	300	79-1/2	23,990.85	3.50
8/2/61	R. J. Reynolds Tobacco Company Common Stock	600	141-1/2	85,218.90	2.11
8/4/61	The Borden Company Capital Stock	400	64-1/8	25,831.64	2.32
8/4/61	Potomac Electric Power Company Common Stock	600	41	24,837.00	3.48
8/7/61	The American Tobacco Company Common Stock	200	92-3/4(100) 92-1/2(100)	18,621.53	3.01

*Includes brokerage commissions paid.

**Yield at present indicated dividend rate.

80

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
8/7 & 8/61	Corn Products Company Common Stock	500	55 (100) 54-5/8(100) 54-1/2(200) 55-3/4(100)	\$ 27,659.94	2.17%
8/7/61	Florida Power & Light Company Common Stock	300	72-3/8(200) 72-1/4(100)	21,838.71	1.37
8/9/61	National Dairy Products Corporation Common Stock	400	70	28,184.00	2.84
8/9/61	Public Service Electric & Gas Company Common Stock	500	59-1/4	29,849.65	3.35
8/11/61	The Coca-Cola Company Common Stock	500	89-3/4	45,114.90	2.66
8/11/61	The Procter & Gamble Company Common Stock	300	93-1/4	28,119.99	1.49
8/14/61	The American Tobacco Company Common Stock	300	94-1/4	28,420.29	2.96
8/14/61	National Biscuit Company Common Stock	300	80-7/8(200) 80-3/4(100)	24,391.26	3.44
8/14/61	National Dairy Products Corporation Common Stock	300	69-7/8	21,100.47	2.84
8/16/61	The Procter & Gamble Company Common Stock	600	93-1/2(200) 93-1/4(300) 93 (100)	56,264.99	1.49
8/16/61	R. J. Reynolds Tobacco Company Common Stock	500	143-3/8	71,954.20	2.08
8/18/61	The Borden Company Capital Stock	800	62-3/8(200) 62 (400) 61-3/4(200)	49,986.64	2.40
8/18/61	Potomac Electric Power Company Common Stock	600	43 (200) 42-3/4(400)	25,942.52	3.33
8/21/61	Baltimore Gas & Electric Company Common Stock	700	35-3/4(100) 35-1/2(500) 35 (100)	25,082.13	3.13
8/21/61	Corn Products Company Common Stock	400	55-1/2	22,378.20	2.14
8/22/61	Commonwealth Edison Company Common Stock	300	91-3/4	27,669.54	2.17
8/23/61	American Telephone & Telegraph Company Capital Stock	200	123-3/8	24,777.68	2.91
8/23/61	R. J. Reynolds Tobacco Company Common Stock	100	149-1/2	15,003.95	2.00

*Includes brokerage commissions paid.

**Yield at present indicated dividend rate.

21

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
8/24/61	Kennecott Copper Corporation Capital Stock	300	83-1/4(100) 83 (200)	\$ 25,066.93	5.98%
8/24/61	Socony Mobil Oil Company, Inc. Capital Stock	500	46 (300) 45-7/8(200)	23,184.88	4.31
8/25/61	The Dow Chemical Company Common Stock	300	83-3/8(100) 83 (100) 82-7/8(100)	25,066.93	1.91
8/25/61	Johns-Manville Corporation Common Stock	300	68-7/8	20,800.17	2.88
8/25/61	National Biscuit Company Common Stock	300	78-1/4	23,615.49	3.56
8/25 & 28/61	The Cincinnati Gas & Electric Company Common Stock	600	44-3/8	26,872.14	3.35
8/28/61	The Detroit Edison Company Common Stock	400	58-3/4	23,679.52	3.72
8/28/61	Oklahoma Gas & Electric Company Common Stock	600	42	25,440.00	2.83
8/30/61	Federal Insurance Company Common Capital Stock	200	70-1/2 Net	14,100.00	1.42
8/30/61	Connecticut General Life Insurance Company Capital Stock	50	274 Net	13,700.00	0.51
8/30/61	Morgan Guaranty Trust Company of New York Capital Stock	200	134 Net	26,800.00	2.99
	Total Common Stocks Purchased	<u>29,004</u>		<u>2,070,073.14</u>	<u>2.68</u>
	TOTAL CORPORATE SECURITIES PURCHASED			<u>\$3,822,333.14</u>	<u>3.58%</u>

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

SALE OF CORPORATE SECURITIES

Date Sold	Security Sold	Net Sales Proceeds
6/28/61	10 rights to subscribe for Pacific Gas & Electric Company Common Stock	\$ 2.37#
7/28 & 31/61	4,270 Shares Marine Midland Corporation Common Stock, sold 4,200 at 28-1/2 and 70 at 28-3/8 (Gain on sale over book value \$28,017.62)	120,042.97

#Cash received deposited to principal endowment and holding of stock involved written down by the same amount.

SALE OF CORPORATE SECURITIES (Continued)

Date Sold	Security Sold	Net Sales Proceeds
7/31 & 8/1/61	4,900 Shares Crown Zellerbach Corporation Common Stock, sold 100 at 54, 2,300 at 53-1/2 and 2,500 at 53-5/8 (Gain on sale over book value \$8,477.38)	\$260,032.81
8/9, 10 & 11/61	8,300 Shares Union Bag-Camp Paper Corporation Capital Stock, sold 1,100 at 37-5/8, 3,700 at 37-1/2, 100 at 37-3/8 and 3,400 at 37-1/4 (Gain on sale over book value \$4,655.45)	306,932.94

SALES AND EXCHANGES OF U. S. TREASURY SECURITIES

Date	Description	Book Value New Securities
	Following U. S. 2-3/4% Treasury Bonds, Investment Series B, due 4/1/80-75, switched into marketable 1-1/2% Treasury Notes, due 4/1/66, which were sold and the proceeds used to purchase like par amounts of U. S. 3-1/4% Treasury Bonds, due 5/15/85, with principal adjustments as indicated:	
8/8/61	\$1,000,000 par value, principal cash adjustment paid to University in amount of \$10,000.00	\$ 994,803.61
8/9/61	\$1,000,000 par value, principal cash adjustment paid to University in amount of \$10,937.50	993,866.11
8/10/61	\$1,000,000 par value, principal cash adjustment paid to University in amount of \$10,000.00	994,803.61
8/22/61	\$2,000,000 par value, principal cash adjustment paid to University in amount of \$20,000.00	1,989,607.22
8/24/61	\$1,000,000 par value, principal cash adjustment paid to University in amount of \$10,000.00	994,803.61
8/28/61	\$1,000,000 par value, principal cash adjustment paid to University in amount of \$10,000.00	994,803.61
8/30/61	\$2,000,000 par value, principal cash adjustment paid to University in amount of \$20,000.00	1,989,607.22

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 rates, unless otherwise stated, are on the University's standard forms, with grazing leases carrying provision for renewal for an additional five years at negotiated terms. Payments for easements and caliche permits have been received in advance. All have been approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer. Approval of the applications and execution of the instrument involved by the Chairman of the Board or the Endowment Officer is recommended.

EASEMENTS:

No.	Grantee	Type of Permit	County	Location	Distance or Area	Period	Consideration
1593	Phillips Petroleum Co.	Pipe Line	Andrews	Sec.11, Blk.10; Sec. 42, Blk.9; Secs.16,21, 22,28,32,33,41, Blk.13; Secs.21,28,29, Blk.12	18.8 rds. 4½-in. 281.0 rds. 3½-in. 1311.6 rds. 4½-in.	7/1/61-6/30/71	\$ 735.45
1594	Warren Petroleum Corp.	Pipe Line	Crane	Sec.1, Blk.31	87.2 rds. 4½-in.	7/1/61-6/30/71	50.00
1595	Humble Oil & Refining Co.	Pipe Line	Andrews	Sec.44, Blk.9	339 rds. 4½-in.	8/1/61-7/31/71	169.50
1596	Phillips Petroleum Co. (Renewal of 483 and 492)	Pipe Line	Ector Andrews	Sec.1, Blk.35 Secs.13,24, Blk.13	587.2 rds. 2½-in. 46.9 rds. 4½-in. 93.7 rds. 6-5/8-in.	8/1/61-7/31/71	240.53
1597	The Atlantic Refining Co.	Pipe Line	Crane	Secs.14,22,23, Blk.31	142.7 rds. 3½-in. 302 rds. 4½-in.	7/1/61-6/30/71	186.68
1598	El Paso Natural Gas Co.	Pipe Line	Andrews	Secs.26,27, Blk.1; Secs.30,31, Blk.9	525.381 rds. 4½-in.	8/1/61-7/31/71	262.69
1599	Texas Electric Service Co.	Power Line	Andrews Martin Crane Ward	Sec.19, Blk.1; Secs.27,31, Blk.4; Secs.38,47,48, Blk.9; Secs.1,14,15, Blk.10 Sec.15, Blk.12 Sec.12, Blk.7 Sec.19, Blk.30, Secs. 13,24, Blk.31 Sec.19, Blk.16	1402.54 rds.	8/1/61-7/31/71	701.27
1600	R. H. Siegfried, Inc.	Pipe Line	Crane	Secs.3,4, Blk.30	311 rds. 4½-in.	8/1/61-7/31/71	155.50
1601	Texas-New Mexico Pipe Line Company	Pipe Line	Crane	Secs.13,14,24, Blk.31; Secs.18,19,30,31,32, Blk.30	987 rds. 4½-in. 850 rds. 6-5/8-in.	5/1/61-4/30/71	1,131.00

No.	Grantee	Type of Permit	County	Location	Distance or Area	Period	Consideration
1602	Pan American Petroleum Co. (Renewal of 481)	Pipe Line	Andrews	Sec.4,9, Blk.11	158.36 rds. 24-in. 30.00 rds. 22-in. 121.52 rds. 20-in. 108.54 rds. 18-in.	9/1/61-8/31/71	\$ 627.63
1603	El Paso Natural Gas Co. (Renewal of 482)	Pipe Line	Crane	Secs.1,2,3,8,9,10, Blk.30	1404.12 rds. 12-3/4-in.	9/22/61-9/21/71	2,106.18
1604	Texas Electric Service Co. (Renewal of 502)	Power Line	Crane	Sec.45, Blk.30; Sec.33, Blk.31; Sec.12,13, Blk.35	221.58 rds.	10/1/61-9/30/71	110.79
1605	Texas Electric Service Co. (Renewal of 503)	Power Line	Andrews	Sec.1, Blk.11; Secs.24,25, Blk.13; Sec.26, Blk.14; Secs.1,12, Blk.10	1372.00 rds.	10/1/61-9/30/71	686.00
1606	Texas Electric Service Co. (Renewal of 504)	Power Line	Ector	Sec.6, Blk.35	153.03 rds.	10/1/61-9/30/71	76.52
1607	Penwell Union Church (Renewal of 851)	Church Site	Ector	Sec.1, Blk.35	.85 acre	10/1/61-9/30/71	10.00
1608	Phillips Petroleum Co.	Pipe Line	Crane	Secs.16,17,18,30,31, Blk. 30; Secs.11,12,13,24, Blk.31	22.3 rds. 2-3/8-in. 552.5 rds. 3 1/2-in. 694.6 rds. 4 1/2-in. 980.3 rds. 6-5/8-in.	8/1/61-7/31/71	1,226.24
1609	General Telephone Co.	Telephone Line	Schleicher Crockett	Secs.23,24,25, Blk.54; Secs.19,20,21, Blk.55 Secs.3,4,5, Blk.57 Secs.2,3,6,7,8, Blk.39; Secs.15,16,17,18,19, Blk.55	4448 rds.	1/1/61-12/31/71	2,224.00
1610	General Telephone Co.	Telephone Line	Reagan	Secs.1,2, Blk.1; Secs.34, 35,36, Blk.9	1676 rds.	9/1/53-8/31/63	838.00
1611	Pan American Petroleum Corp. (Renewal of 486)	Pipe Line	Andrews	Secs.18,19,30,31,32, Blk.13	194.06 rds. 2-3/8-in 10.55 rds. 3 1/2-in. 204.76 rds. 4 1/2-in. 746.36 rds. 7-5/8-in. 245.40 rds. 9-5/8-in.	9/21/61-9/20/71	1,247.68
1612	Texas-New Mexico Pipe Line Co. (Renewal of 509)	Pipe Line	Crane	Secs.24-27; 33,34,40,41,44 Blk.30	2215.5 rds. 8-5/8-in.	2/1/62-1/31/72	2,215.50

No.	Grantee	Type of Permit	County	Location	Distance or Area	Period	Consideration
1613	Atlantic Pipe Line Co. (Renewal of 493)	Pipe Line	Crane	Secs. 31, 39-42, Blk. 31	1182.47 rds. 6-5/8-in.	11/1/61-10/31/71	\$ 886.85

CALICHE PERMITS:

No.	Grantee	County	Location	Quantity	Consideration
205	Britt Construction Co.	Andrews	Block 13	510 cu. yds.	\$ 127.50
206	D. S. & R. Construction Co., Inc.	Andrews	Block 9	637 cu. yds.	159.25
207	Britt Construction Co.	Andrews	Block 13	455 cu. yds.	113.75
208	Gentry Construction Co., Inc.	Crane	Block 30	186 cu. yds.	50.00
209	Younger Construction Co., Inc.	Andrews	Block 9	634 cu. yds.	158.50
210	BTA Oil Producers	Andrews	Block 9	480 cu. yds.	120.00
211	Tripp Construction, Inc.	Andrews	Block 6	2460 cu. yds.	615.00
212	Younger Construction Co., Inc.	Andrews	Block 9	428 cu. yds.	107.00
213	Younger Construction Co., Inc.	Andrews	Block 9	534 cu. yds.	133.50

6-11

PERMANENT UNIVERSITY FUND - LAND MATTERS.--

CALICHE PERMIT NO. 214 - STATE HIGHWAY DEPARTMENT, EL PASO COUNTY.--

This application for a caliche permit from the State Highway Department covers a borrow source containing approximately 66.9 acres out of the north part of Block L, Survey 20, El Paso County, for use in construction of Interstate Highway #10, for a two-year period. The proposal is for a unit royalty rate of two cents (\$.02) per cubic yard, payable at the end of the period, with material to be measured in its original position and the volume computed in cubic yards by the method of average end areas. The University's policy in the past has been to furnish such material to the State Highway Department without cost, as is the policy for highway rights-of-way, but payment was received for Easements Nos. 1193 and 1193-A for right-of-way and channels, also for Interstate Highway #10 in El Paso County. It is recommended that this permit be approved under terms outlined above.

WATER EXPLORATION LEASE NO. 93 - J. W. SKRABANEK, PECOS, WARD AND WINKLER COUNTIES.--Application has been received from J. W. Skrabanek of Midland for a water exploration permit for non-potable water covering the following University Lands:

Pecos County	
Block 26	15,360. acres
Ward County	
Block 16	23,617.7 acres
Block 17 - Sec. 1 -	653.0
Sec. 2 -	640.7
Sec. 19 -	640.7
Sec. 20 -	653.4
Sec. 21 -	647.6
Sec. 22 -	640.7
Sec. 39 -	640.7
Sec. 40 -	<u>471.4</u>
	4,988.2 acres
Winkler County	
Block 21	<u>30,754.0</u> acres
Total	74,719.2 acres

Mr. Skrabanek hopes to develop a water supply source for water flooding several fields in Railroad Commission Districts 7C and 8. The application requests a permit for three years with priority for lease on the acreage, the terms of any lease to be negotiated at a later date.

It is recommended that the permit be granted for a three-year period, beginning October 1, 1961, at a fee of \$1,000.

EASEMENT NO. 165 - ASSIGNMENT FROM CITY OF WINK TO WINKLER COUNTY.

--This easement, for airport purposes, covering 1,000 acres, more or less, in Sections 1, 2, 11 and 12, Block 21, University Lands, Winkler County, was granted to the City of Wink for a period of 50-years, May 1, 1942, through April 30, 1992, with payment of full consideration of \$5,000 in advance.

It has developed that the City of Wink is not financially able to maintain and operate the airport, but is agreeable to assignment of the easement to Winkler County. The County proposes to accept full responsibility for proper maintenance and operation of the airport, and expects to re-surface the runways, provide adequate hangars, and to build an administration building if feeder or major airlines will service the area.

It is recommended that the assignment be approved, effective October 1, 1961, and that the Chairman be authorized to execute an appropriate instrument upon approval as to form by the Land and Trust Attorney and as to content by the Endowment Officer. Since the assignment is to the County, there is no assignment fee.

87

EASEMENT NO. 979, ASSIGNMENT FROM CACTUS PETROLEUM INC. TO THE PERMIAN CORPORATION, REAGAN COUNTY.--This business site easement to Cactus Petroleum, Inc. covers an area 200 x 200 feet in Section 7, Block 11, Reagan County for a period of one year beginning August 1, 1957, and ending July 31, 1958, with an option to renew from year to year but not to exceed a total of ten years upon payment of the annual rental of \$150 in advance. Permission is requested and recommended for assignment to The Permian Corporation for the remaining period, through July 31, 1967. The assignment fee of \$25 has been received.

TRUST AND SPECIAL FUNDS -- INVESTMENT MATTERS.--

7-25-61

REPORT OF PURCHASES AND SALES OF SECURITIES.--The following purchases and sales of securities have been made for the Trust and Special Funds since the meeting of July 22, 1961. We ask that the Board ratify and approve these transactions:

PURCHASES OF SECURITIES

Date	Security	Principal Cost
6/23/61	\$9,000 par value P. Lorillard Company 4-7/8% Sinking Fund Debentures, dated 6/1/61, due 6/1/86, at 99-1/2 plus 1/4 commission to yield 4.89% to maturity (Funds Grouped for Investment)	\$ 8,977.50
	\$21,000 par value Ditto (Hogg Foundation: W. C. Hogg Estate Fund)	20,947.50
	\$19,000 par value Ditto (Hogg Foundation: Varner Properties)	18,952.50
	\$1,000 par value Ditto (E. D. Farmer International Scholarship Fund)	997.50
	\$5,000 par value Ditto (The James W. McLaughlin Fellowship Fund - Reserve for Depletion - Medical Branch)	4,987.50
8/17/61	200 Shares Texaco Inc. Capital Stock, purchased at 57-5/8 (The James W. McLaughlin Fellowship Fund - Reserve for Depletion - Medical Branch)	11,614.52
	50 Shares American Telephone and Telegraph Company Capital Stock, purchased at 123-1/4 (Wilbur S. Davidson Educational Fund)	6,188.16
	50 Shares Ditto (E. D. Farmer International Scholarship Fund)	6,188.17
	300 Shares The Coca-Cola Company Common Stock, purchased at 90	27,144.00
	200 Shares Merck & Co., Inc. Common Stock, purchased 100 at 90-1/4 and 100 at 90	18,121.03
	200 Shares National Biscuit Company Common Stock, purchased at 80-1/2	16,194.10
	100 Shares R. J. Reynolds Tobacco Company Common Stock, purchased at 144-3/4	14,528.48
	300 Shares United States Gypsum Company Common Stock, purchased at 102	30,747.60
	300 Shares United States Steel Corporation Common Capital Stock, purchased 200 at 86-1/2 and 100 at 86-3/8	26,080.44
	400 Shares Potomac Electric Power Company Common Stock, purchased at 42-1/2	17,161.00
	200 Shares Public Service Electric & Gas Company Common Stock, purchased at 57-3/4	11,639.56
	300 Shares The Southern Company Common Stock, purchased at 56-5/8	17,121.48
	500 Shares Bank of America National Trust & Savings Association Common Capital Stock (San Francisco), purchased 400 at 64-1/8 Net and 100 at 64 Net	32,050.00
8/18/61	300 Shares Oklahoma Gas & Electric Company Common Stock, purchased at 42-7/8 (Hogg Foundation: W. C. Hogg Estate Fund)	12,983.82

PURCHASES OF SECURITIES
(Continued)

Date	Security	Principal Cost
8/25 & 29/61	\$1,000,000 maturity value U. S. Treasury Bills, dated 5/18/61, due 11/16/61, at 99.499667 to yield 2.28% to maturity	\$ 994,996.67
	\$600,000 maturity value U. S. Treasury Bills, dated 1/15/61, due 1/15/62, at 99.054028 to yield 2.45% to maturity	594,324.17
	\$500,000 par value U. S. 3-1/4% Treasury Notes of Series F-1962, dated 11/15/60, due 2/15/62, at 100-7/32 + 1/64 (100.234375) to yield 2.78% to maturity	501,171.88
	\$500,000 par value Austin National Bank 3% Time Certificate of Deposit, dated 8/29/61, due 4/16/62, at 100	500,000.00
	\$500,000 par value Austin National Bank 3% Time Certificate of Deposit, dated 8/29/61, due 5/15/62, at 100	500,000.00
	\$800,000 par value Austin National Bank 3% Time Certificate of Deposit, dated 8/29/61, due 6/15/62, at 100	800,000.00
	\$500,000 par value Austin National Bank 3% Time Certificate of Deposit, dated 8/29/61, due 7/16/62, at 100	500,000.00
	\$1,600,000 par value U. S. 3-1/4% Treasury Notes of Series G-1962, dated 2/15/61, due 8/15/62, at 100-7/32 (100.21875) to yield 3.02% to maturity	1,603,500.00
	(Temporary Investment - Proceeds from Sale of Permanent University Fund Bonds)	

SALES OF SECURITIES

Date	Security	Net Proceeds
5/31/61	1 Share Texas Instruments Incorporated Common Stock, sold at 192-3/4 (College of Business Administration Foundation - Various Donors - Unallotted)	\$ 186.62
7/11/61	100 Shares National Old Line Insurance Company Class BB Common Stock at 31-3/8 (M. D. Anderson Hospital and Tumor Institute - Unrestricted - Gift from Mr. W. W. Heath, Vice Chairman, Board of Regents)	3,101.53
8/9 & 10/61	104 Shares Radio Corporation of America Common Stock, 100 at 61-1/8 and 4 at 60-1/4 (Gain on sale over book value \$897.46) (Hogg Foundation: W. C. Hogg Estate Fund)	6,295.57
8/8/61	200 Shares Phelps Dodge Corporation Capital Stock at 62-1/2 (Gain on sale over book value \$727.19) (Hogg Foundation: Verner Properties)	12,396.28
	100 Shares Phelps Dodge Corporation Capital Stock at 62-3/8 (Gain on sale over book value \$845.34) (E. D. Farmer International Scholarship Fund)	6,185.64
	100 Shares Phelps Dodge Corporation Capital Stock at 62-3/8 (Gain on sale over book value \$219.71) (The James W. McLaughlin Fellowship Fund - Reserve for Depletion - Medical Branch)	6,185.64
	100 Shares Phelps Dodge Corporation Capital Stock at 62-3/8 (Gain on sale over book value \$845.34) (Wilbur S. Davidson Educational Fund)	6,185.64

GIFT, BEQUEST AND ESTATE MATTERS.--

MAIN UNIVERSITY - BEQUEST UNDER THE WILL OF HADLEY ALVA STILES FOR THE J. V. AND H. A. STILES FOUNDATION.--At the July 22 meeting of the Board of Regents, the Staff reported provisions of the Will of the late Hadley Alva Stiles of Taylor, together with certain recommendations. Action on the entire matter was deferred by the Board of Regents, pending further information and an opportunity to consider the matter in more detail. Since there seems to be no question about the acceptance of the bequest under the Will, it is recommended that the Board of Regents accept the bequest, and that the Independent Executor be so notified, with further action regarding the bequest to be taken in due course upon recommendations through appropriate channels.

TRUST AND SPECIAL FUNDS - REAL ESTATE MATTERS.--

ESTATE OF DEROSSETTE THOMAS - COMMUNITY GUIDANCE CENTER OF BEXAR COUNTY.--At the February 18, 1961, meeting of the Board of Regents, approval was given for necessary legal steps to be taken whereby the Community Guidance Center of Bexar County would be appointed substitute Trustee to the Board of Regents to property of the Center under the Will of Miss DeRossette Thomas, allowing the Center to dispose of the property and secure more adequate quarters for its program. M-3270d

Court action to relieve the Board in its capacity as Trustee and appoint the Community Guidance Center of Bexar County, Texas, as substitute Trustee was filed in the 53rd District Court and judgment entered May 5, 1961, Cause No. 121,967.

Insurance policies and and pertinent information on two small lots of the Estate in Bandera County and the necessary care of the cemetery plot in San Antonio were forwarded to the attorney for the Center along with the sum of \$9,988.84 representing assets being held for the program of the Center at the University. Receipt, dated June 28, 1961, has been received from the President of the Center.

The proceeds of the sale of property of the Estate in Laredo, in the amount of \$25,000, are being held in Funds Grouped for Investment pending activation of a guidance center in Laredo.

TEXAS WESTERN COLLEGE - FRANK B. COTTON TRUST - ASSIGNMENT OF GRAZING LEASE FROM L. M. BENNETT TO W. B. EVANS.--The Board of Regents, at its meeting of July 22, 1961, approved a grazing lease to L. M. Bennett on 16,911.75 acres of Cotton Trust Lands in Hudspeth County for a one-year period commencing August 1, 1961. Rental is at 5¢ per acre and payment of \$845.55 has been received. Mr. Bennett is conveying lands owned by him and adjoining our acreage to W. B. Evans, and assignment of our grazing lease to Mr. Evans has been requested by Mr. Bennett and recommended by President Ray of Texas Western College. It is, therefore, recommended that the assignment be approved with no assignment fee required. T-130

HOGG FOUNDATION - VARNER PROPERTIES - UNRELATED BUSINESS INCOME TAX FOR FISCAL 1961.--Internal Revenue Service Form 990-T for Unrelated Business Income for Varner Properties during the fiscal year ended July 31, 1961, is being prepared, as in recent years, and the income tax will amount to approximately \$20,000. It is recommended that the Board of Regents authorize the filing of this return, to be signed by the Comptroller and Endowment Officer upon approval of the Vice Chancellor (Fiscal Affairs), together with payment of tax reflected by the return. v-1106

MAIN UNIVERSITY - W. J. McDONALD OBSERVATORY FUND - PROPOSED SALE OF 80 ACRES IN THE B. H. EPPERSON SURVEY, RED RIVER COUNTY, TO DONALD R. BIVINS.--The University has received from Mr. Donald R. Bivins, who owns adjoining land, an offer of \$20 per acre cash, with the University to retain one-half of the minerals, for the tract of 80 acres in the Epperson Survey in Red River County located about four miles east of the Guthand community. This is post oak flats type of land, not on a public road, and produces no income. There are no developments relating to oil and gas in the area that seem to warrant a higher price, and it appears that not more than about \$15 per acre has been paid for this type of land in the area in recent years. Several inquiries or offers have been received by the University over the years, most of which have been in the range of \$10 per acre. The tract of course came from the W. J. McDonald Estate and is carried on the University's books at \$800. It is recommended that the Board of Regents accept the offer made by Mr. Bivins and authorize the Chairman to execute a deed when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer, with the v-1106

University to furnish a survey and title policy at its expense.

BRACKENRIDGE PARK, SAN ANTONIO, TEXAS, LITIGATION RE REVERTER PROVISIONS IN DEED.--The City of San Antonio and the State Highway Department have entered into an agreement for a highway right-of-way through the City of San Antonio, a part of which touches the Brackenridge Park property. Certain property owners instituted a lawsuit seeking a declaratory judgment to construe the "Brackenridge Deed." This deed contains a reverter in favor of The University of Texas which reads as follows:

"That it shall not permit the said premises, or any part thereof, at any time, to be used for any other purpose or purposes than a public park."

"That it shall never convey, alienate or encumber same, or any part thereof."

"If any of the foregoing conditions be broken at any time and said City upon complaint thereof being made in writing to its government body, whether such body be called the City Council, or by any other name, does not promptly repair the breach then the title to said premises shall at once pass from said City and vest in the State of Texas for the benefit of the University of Texas, and the said City shall at once surrender possession of said premises to the said State of Texas. The said City obligates itself at all times by proper ordinances and police regulations protect the said Water Works Company, its successors or assigns, in the undisturbed use and enjoyment of the reservations and rights hereinabove specified."

A plea in intervention has been filed which joins the Board of Regents as involuntary plaintiffs. Service of citation was had by service upon the individual members of the Board of Regents. A formal answer has been filed on behalf of the Board of Regents, subject to amendment after discussion and decision by the Board.

HOGG FOUNDATION: VARNER PROPERTIES - PROPOSAL FROM TEXAS EASTERN TRANSMISSION CORPORATION FOR PURCHASE OF WALKER AVENUE (ROSSONIAN) PROPERTY, HOUSTON, TEXAS.--By letter of July 26, 1961, Texas Eastern Transmission Corporation offered to pay the Board of Regents \$1,000,000 cash for the Hogg Foundation: Varner Properties Rossonian Property with dimensions of approximately 250 feet on Walker Avenue and 100 feet on Fannin and San Jacinto Streets in Houston, stating that the offer would remain valid for 10 days unless sooner revoked. By authority of the Executive Committee and of the Land and Investment Committee, based on staff recommendations, Texas Eastern Transmission Corporation was notified by letter of July 31, with 15 days for acceptance, that the property would be sold to them for \$1,050,000 cash. This proposal was protested by Texas Eastern, all of which was transmitted to the members of the Board of Regents. By mail vote, a majority of the Regents approved the staff's recommendation to stand firm on the offer to sell for \$1,050,000. This information was conveyed to Texas Eastern by letter of August 11, referring again to the 15 days from July 31 allowed for acceptance by Texas Eastern. ~~No written reply has been received from Texas Eastern. However, it is understood that they still wish to purchase the property for \$1,000,000, that they still regard the price of \$1,050,000 as too high under the circumstances, and that they understand that the time allowed to them has expired and negotiations would have to be revived either by them or by the University. It is recommended that the Board of Regents authorize the staff to take no further action on this matter pending receipt of any further proposal from Texas Eastern, and that any firm proposal from Texas Eastern or from any other prospect be presented to the Board of Regents for consideration at its next regular meeting following receipt of the proposal.~~

7-7 23
11/2/60

MAIN UNIVERSITY - MURRAY CASE SELLS ESTATE - RATIFICATION OF INSTRUMENTS.--The Board of Regents adopted on July 22, 1961, a resolution authorizing execution by the Chancellor on behalf of the University of certain instruments presented from time to time in relation to the interest of the University in the Estate of Murray Case Sells, Deceased, with a provision that all of these actions would be reported to the Board of Regents for ratification.

By way of brief background, Mr. Sells provided in his Will, which was probated in Gregg County in 1953, for the bulk of his Estate to be shared, in shares of 5% to 20% each, by 10 universities and colleges in the Southwest, including The University of Texas with a share of 5%. The University is limited to use of the income only for student loans, with certain restrictions. The Estate had an inventory value of approximately \$5,000,000, most of which was represented by all of the capital stock of Sells Petroleum Incorporated with offices in Tyler, Texas. The First National Bank in Dallas served as Independent Executor and Trustee under the Will until 1957 when the administration was completed. Prior to that time, there had been two suits contesting the Will, each by a separate set of heirs. These were settled for \$500,000 for the first and \$750,000 for the second. In order to provide funds for this last settlement, together with succession taxes, costs of administration, and the like, a plan was agreed on for borrowing \$1,800,000 from Southwestern Life Insurance Company to be repaid in monthly installments over a period of 10 years, to be secured by overriding royalty interests to be conveyed by Sells Petroleum Incorporated as a dividend on its stock at the rate of approximately 80% of each interest it owned. The Sells Petroleum Stock, and the overriding interests received as dividend, went to three Trustees for the benefit of the colleges and universities and to secure the payment of the note to Southwestern Life Insurance Company. These Trustees, all of whom are still serving, are A. L. Harder, Vice President of Southwestern Life Insurance Company, Eugene McElvaney, Vice President of First National Bank in Dallas, and Dr. Law Sone, President of Texas Wesleyan College, one of the colleges with a 20% interest in the Estate. The note to Southwestern Life Insurance Company originally for \$1,800,000 had been paid down to \$471,048.19 as of May 31, 1961, and distributions had been made to the beneficiary institutions from excess funds. The University has received approximately \$35,400 from these distributions, all of which is invested in Government bonds with the income to be used for student loans. The University is represented on the Board of Directors of Sells Petroleum Incorporated by Mr. A. W. Walker, Jr., of Dallas.

The arrangement outlined above, particularly as to the overriding royalty interests, has made it necessary for certain instruments to be executed on behalf of the beneficiary colleges and universities, as well as by the three Trustees. Apparently some of the colleges authorize generally such executions by their Presidents, and the execution of the Sells instruments by the respective Presidents or Chancellors got started at the beginning, due in part to a desire to expedite the instruments requiring execution on behalf of 10 colleges and universities. Thus it has been of some advantage to have the University's execution by the President, when first started, and now by the Chancellor.

It is recommended that the Board of Regents ratify the execution of the following instruments in connection with the Sells Estate, being all those so executed and not yet ratified by the Board of Regents:

- (1) Joinder in Unitization Agreement for Mink Island Unit (Water Flood Project), South New Harmony Pool, White County, Illinois, and Posey County, Indiana. Executed on behalf of University in 1958 by President Logan Wilson.
- (2) Joinder in an instrument ratifying and amending the Pickton Project Unitization Agreement, consolidating Pickton Unit No. 2 with the Pickton Project Unit, Franklin and Hopkins Counties, Texas. Executed on behalf of University by President Logan Wilson in 1958.

- (3) Letter dated April 10, 1959, signed by President Logan Wilson (no formal instrument required) approving gas pooling agreement proposed by Amerada Petroleum Corporation for the Coke Unit A, Wood County, Texas.
- (4) Joinder in release to Sells Petroleum Incorporated of overriding royalty interest under certain portions of Ford A. Yates et al Lease and Thelma Bristow et al Lease, Garza County, Texas, executed on behalf of University by President Logan Wilson in 1959.
- (5) Joinder in reduction of interest out of which oil payment is to be liquidated and re-assignment of certain undeveloped acreage to A. D. Harder et al, Trustees, and conditional re-conveyance to Herman S. Graham of a portion of the acreage, D. S. Wright Leases, Levelland Field, Cochran County, Texas, executed on behalf of the University by President Logan Wilson on April 1, 1960.
- (6) Joinder in reduction of overriding royalty interest as to producing areas and release of overriding royalty interest as to non-producing leases, Ruth Wiley A and B Leases, Newcastle Field, McClain County, Oklahoma, executed on behalf of University by President Logan Wilson on August 8, 1960.
- (7) Joinder in two instruments reducing overriding royalty interest under E. E. Elliott "B" Lease and Hickam-Elliott "C" Lease, Springfield North Field, Posey County, Indiana, executed on behalf of University by President Logan Wilson on August 8, 1960.
- (8) Joinder in two instruments reducing overriding royalty interest under J. N. Bynum and C. C. Marr Leases, Diamond "M" Clearfork Field, Scurry County, Texas, executed on behalf of University by Chancellor Harry Ransom on June 5, 1961.

TRUST AND SPECIAL FUNDS - REVENUE BOND FINANCING MATTERS.--

TEXAS WESTERN COLLEGE - HHFA PROJECT NO. CH-TEX-124 (D) STUDENT HOUSING BONDS OF 1961 - AGREEMENT WITH BOND COUNSEL.--At the meeting of July 22, 1961, in connection with authorization for execution of loan agreement for \$1,000,000 on subject project, approval was given for employment of the firm of Vinson, Elkins, Weems & Searls of Houston as bond counsel, with approval of fee at a later date. The fee proposed is \$2,450, plus out-of-pocket expenses of travel, long distance telephone calls, certified copies of opinion of Attorney General and the like, which should not exceed \$100 unless considerable travel is required.

M-8357

It is recommended that the fee be approved, and that the Chairman be authorized to sign the agreement with the firm of Vinson, Elkins, Weems & Searls of Houston.

MAIN UNIVERSITY - HHFA PROJECT NO. CH-TEX-121 (D) STUDENT HOUSING BONDS OF 1961.--AGREEMENT WITH BOND COUNSEL.--At the meeting of July 22, 1961, in connection with authorization for execution of loan agreement for \$1,800,000 on the subject project, approval was given for employment of the firm of McCall, Parkhurst, Crowe, McCall & Horton of Dallas as bond counsel with approval of fee at a later date. The fee proposed is \$3,675 plus out-of-pocket expenses including travel, telephone and telegraph tolls and the like.

M-8357

It is recommended that the fee be approved and that the Chairman be authorized to sign the agreement with the firm of McCall, Parkhurst, Crowe, McCall & Horton of Dallas.