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Committee Meeting: 11/11/2009

*Paul Foster, Chairman
Printice L. Gary
Wm. Eugene Powell
Robert L. Stillwell*

Board Meeting: 11/12/2009
Austin, Texas

	Committee Meeting	Board Meeting	Page
Convene	<i>1:00 p.m. Chairman Foster</i>		
1. U. T. System: Discussion and appropriate action related to approval of <i>Docket No. 140</i>	<i>1:00 p.m. Discussion Dr. Kelley</i>	Action	105
2. U. T. System: Key Financial Indicators Report	<i>1:05 p.m. Report Dr. Kelley</i>	Not on Agenda	105
3. U. T. System Board of Regents: The University of Texas Investment Management Company (UTIMCO) Performance Summary Report and Investment Reports for the fiscal year and quarter ended August 31, 2009	<i>1:20 p.m. Report Mr. Zimmerman</i>	Report	114
4. U. T. System: Overview of U. T. System debt programs	<i>1:35 p.m. Report Mr. Aldridge</i>	Not on Agenda	120
Adjourn	<i>2:00 p.m.</i>		

1. **U. T. System: Discussion and appropriate action related to approval of Docket No. 140**

RECOMMENDATION

It is recommended that *Docket No. 140* be approved. The Docket is on green paper behind the Docket tab.

It is also recommended that the Board confirm that authority to execute contracts, documents, or instruments approved therein has been delegated to appropriate officials of the respective institution involved.

2. **U. T. System: Key Financial Indicators Report**

REPORT

Dr. Scott C. Kelley, Executive Vice Chancellor for Business Affairs, will discuss the Key Financial Indicators Report, as set forth on Pages 106 - 113 that follow. The report represents the consolidated and individual operating results of the U. T. System institutions.

The Key Financial Indicators Report compares the Systemwide results of operations, key revenues and expenses, reserves, and key financial ratios in a graphical presentation from Fiscal Year 2005 through July 2009. Ratios requiring balance sheet data are provided for Fiscal Year 2004 through Fiscal Year 2008.

















THE UNIVERSITY OF TEXAS SYSTEM



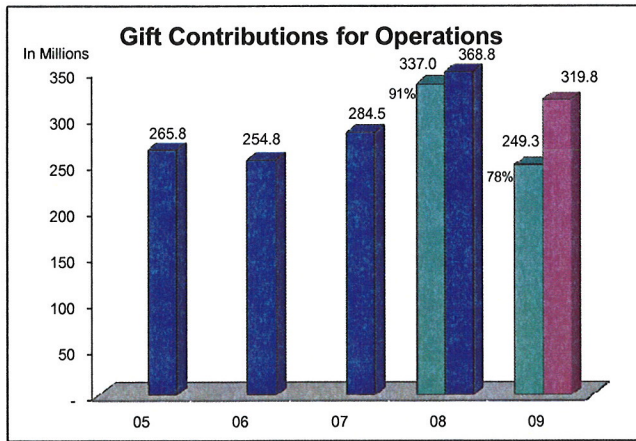
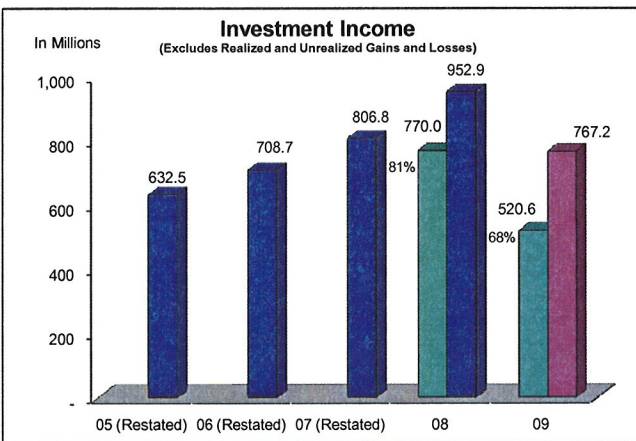
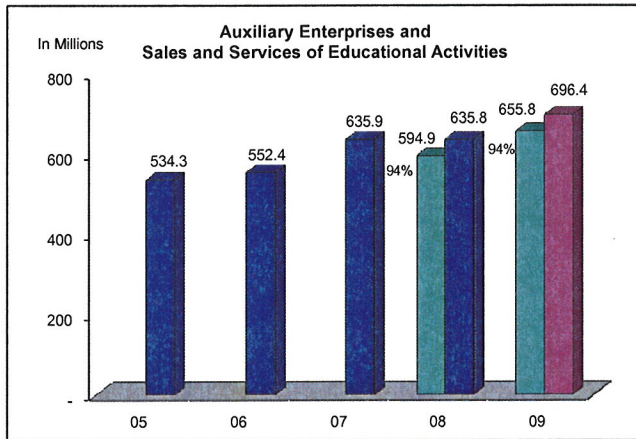
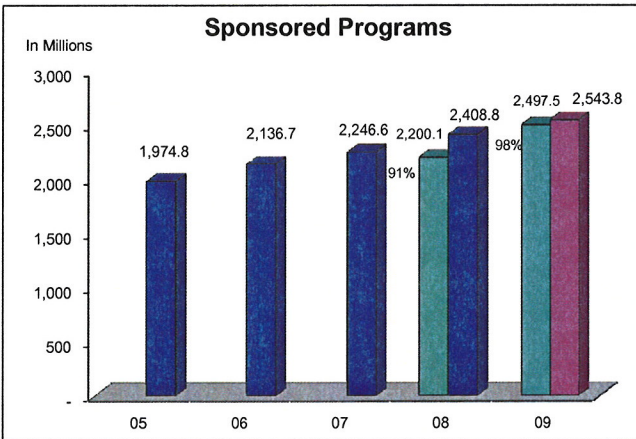
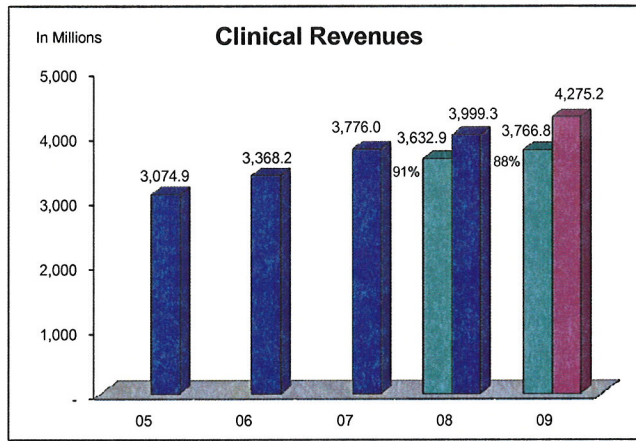
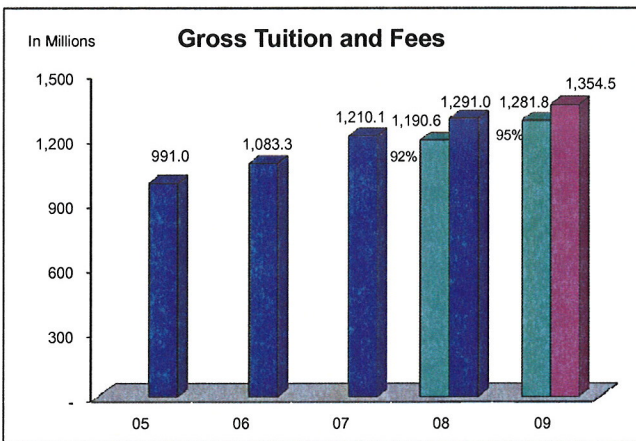
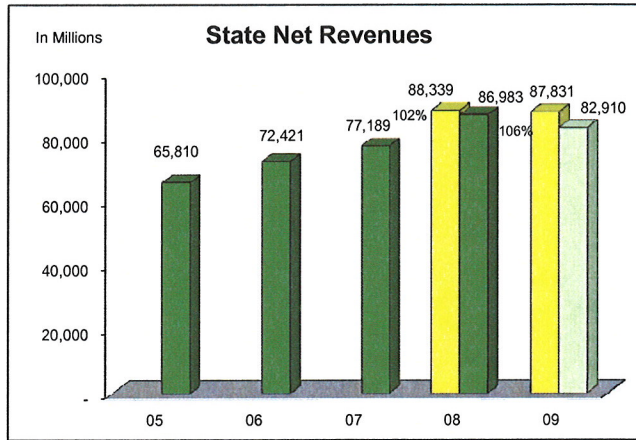
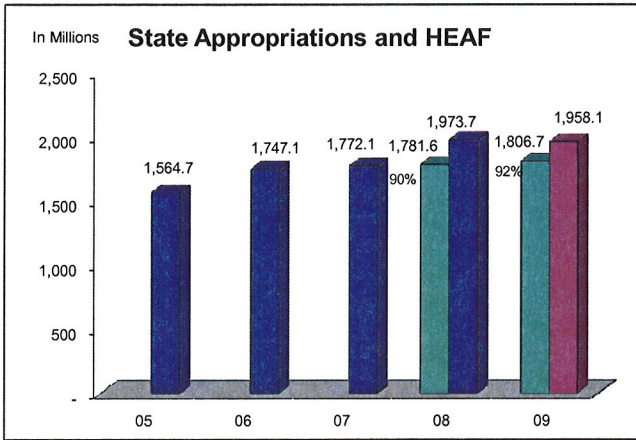
KEY FINANCIAL INDICATORS REPORT

JULY 2009

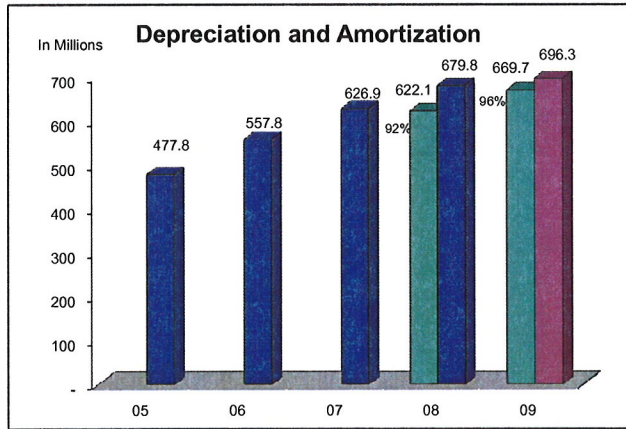
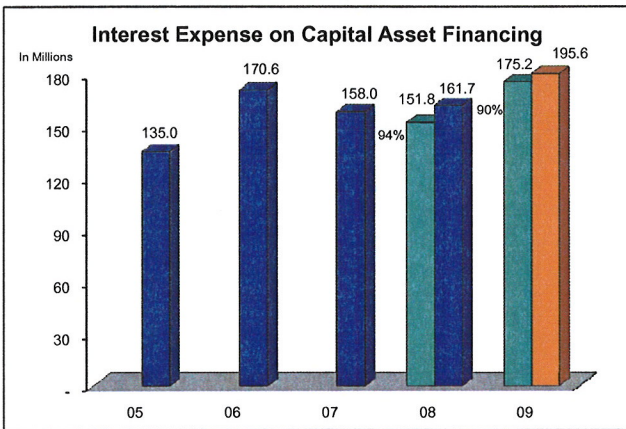
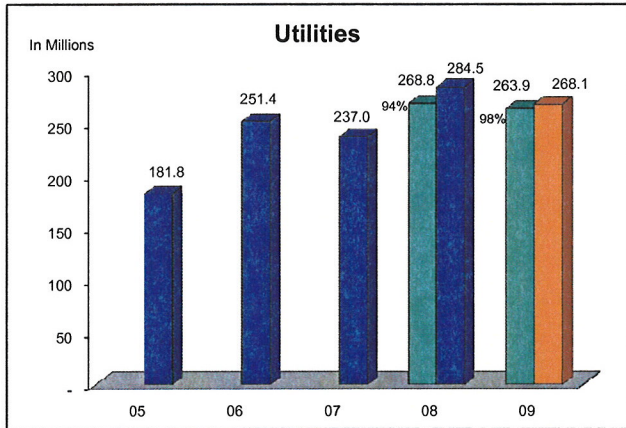
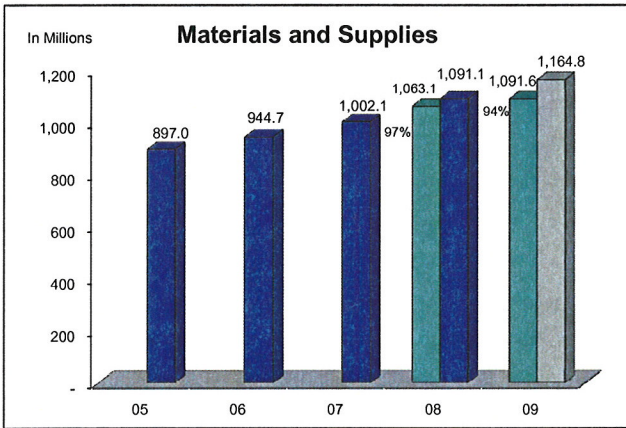
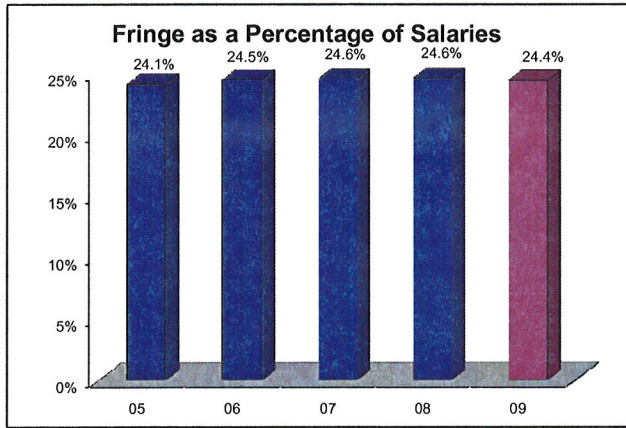
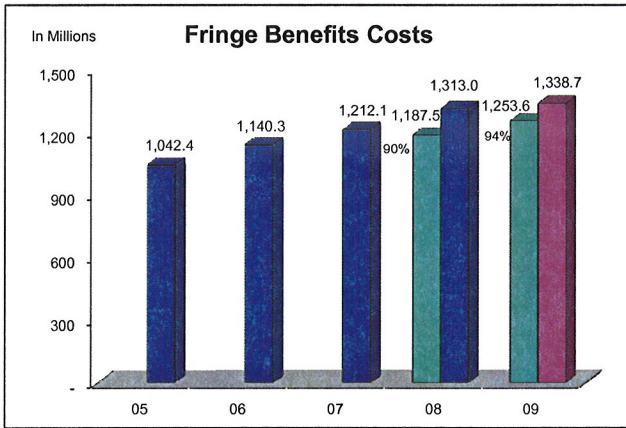
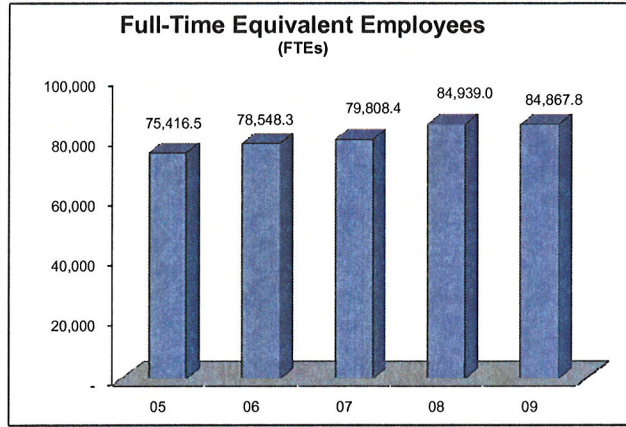
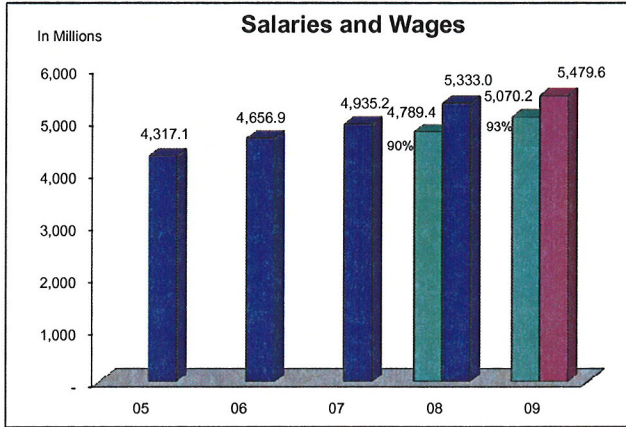
KEY

	Actual Annual Amounts (SOURCE: Annual Financial Reports)
	Budget amounts (SOURCE: Operating Budget Summary)
	Projected Amounts based on the average change of the previous three years of data
	Monthly Financial Report Year-to-Date Amounts
	Annual State Net Revenue Collections (SOURCE: Texas Revenue History by Source and Texas Net Revenue by Source, State Comptroller's Office)
	Year-to-Date State Net Revenue Collections (SOURCE: State Comptroller's Office)
	Estimated State Revenue Collections (SOURCE: Biennial Revenue Estimate, State Comptroller's Office)
	Annual and Quarterly Average of FTEs (SOURCE: State Auditor's Office Quarterly FTE Report)
	Year-to-Date Margin (SOURCE: Monthly Financial Report)
	Projected Amounts from current month projections
	Year-to-Date Margin (SOURCE: Monthly Financial Report)
	Target Normalized Rates
	Aaa/Aa1 Median (SOURCE: Moody's)
	A2 Median (SOURCE: Moody's)
	Good Facilities Condition Index (Below 5%)
	Fair Facilities Condition Index (5% - 10%)

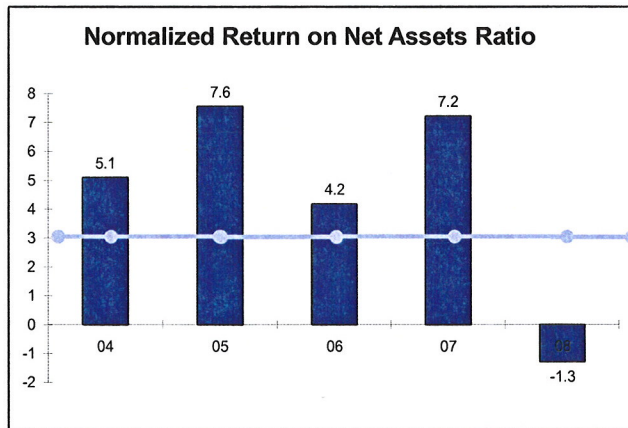
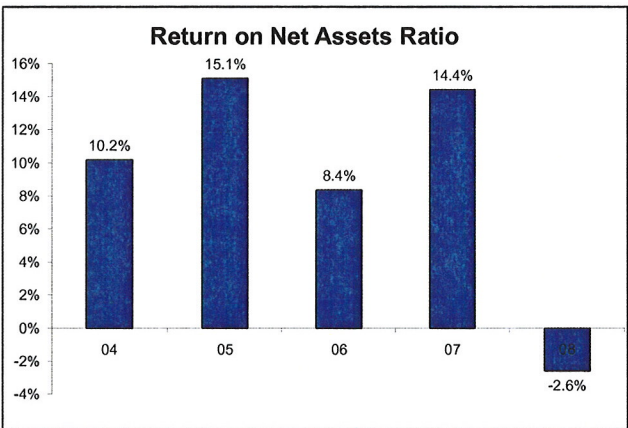
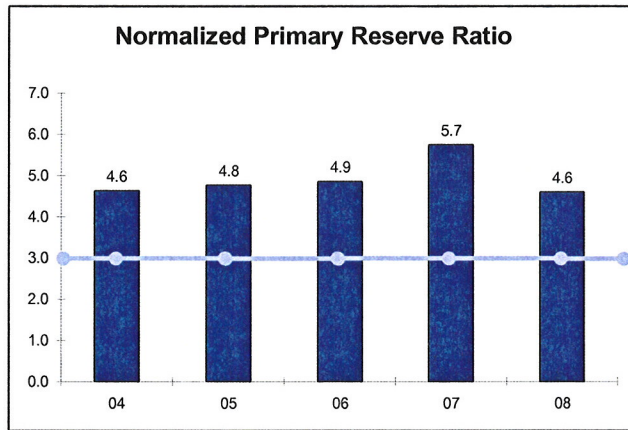
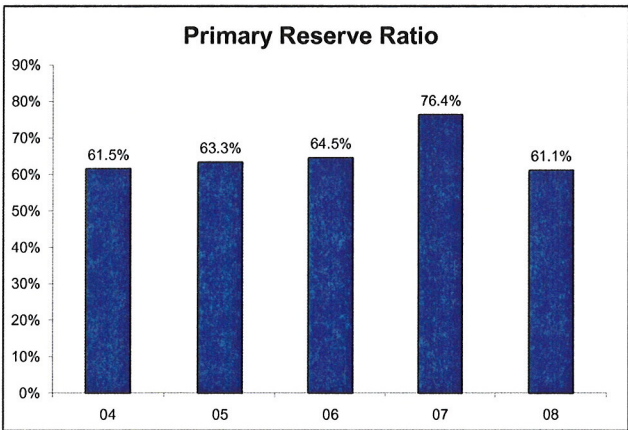
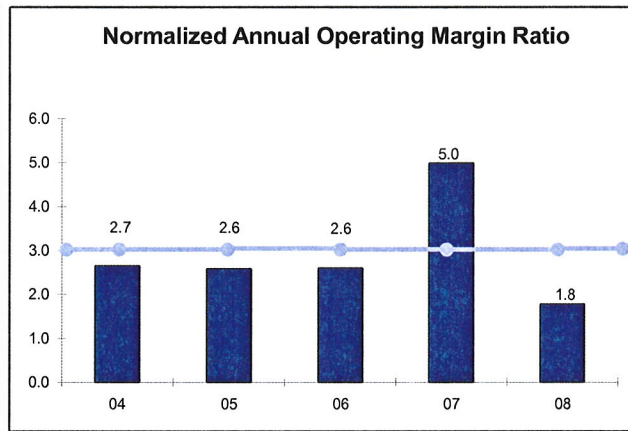
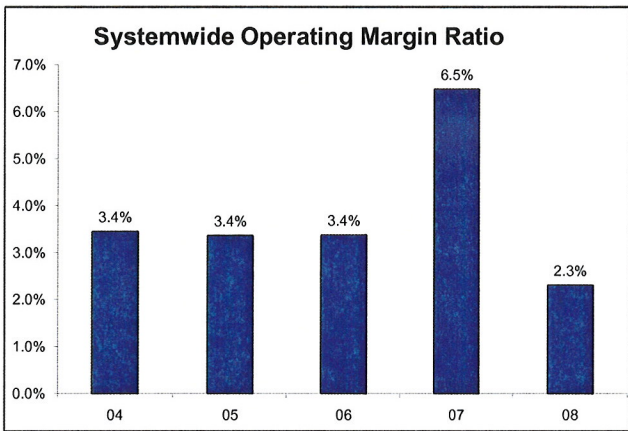
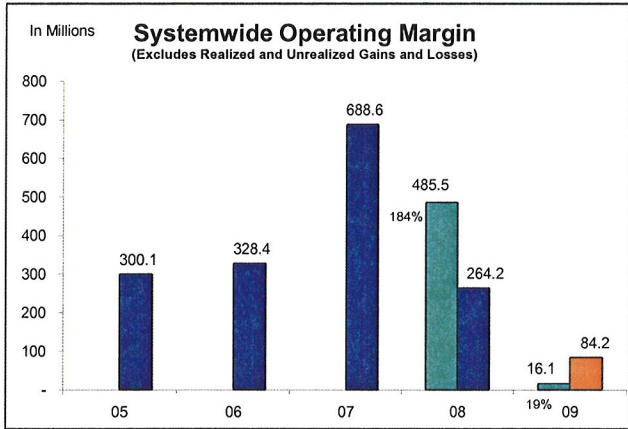
**KEY INDICATORS OF REVENUES
ACTUAL 2005 THROUGH 2008
PROJECTED 2009
YEAR-TO-DATE 2008 AND 2009 FROM JULY MONTHLY FINANCIAL REPORT**



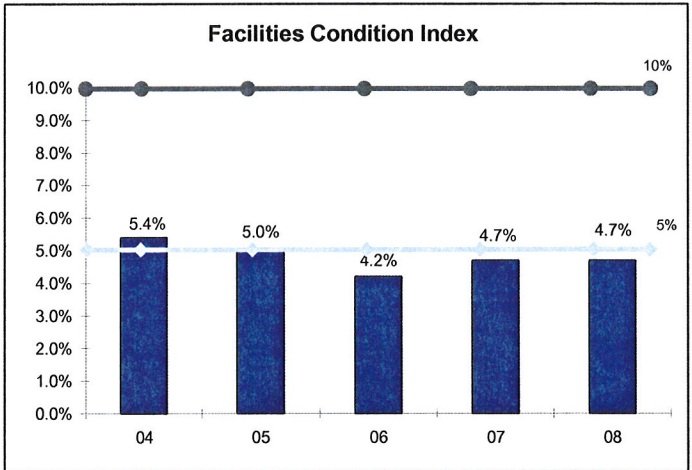
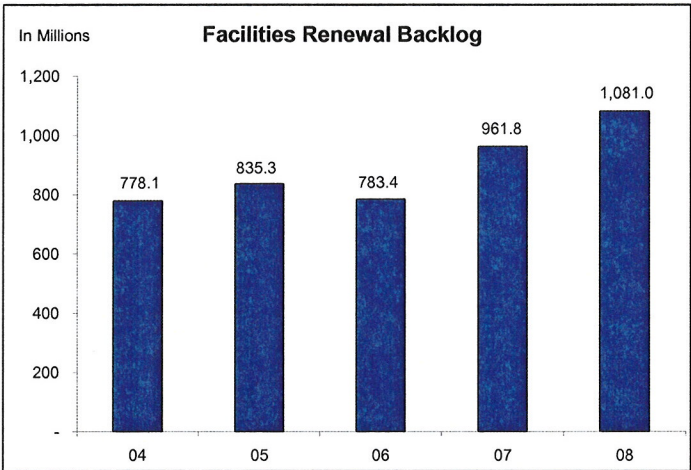
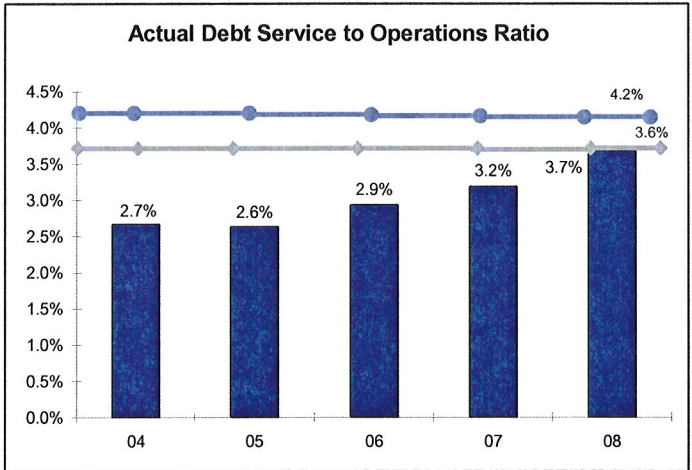
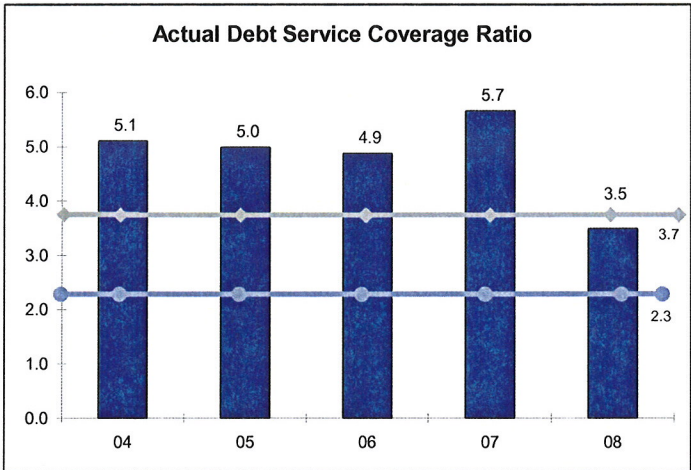
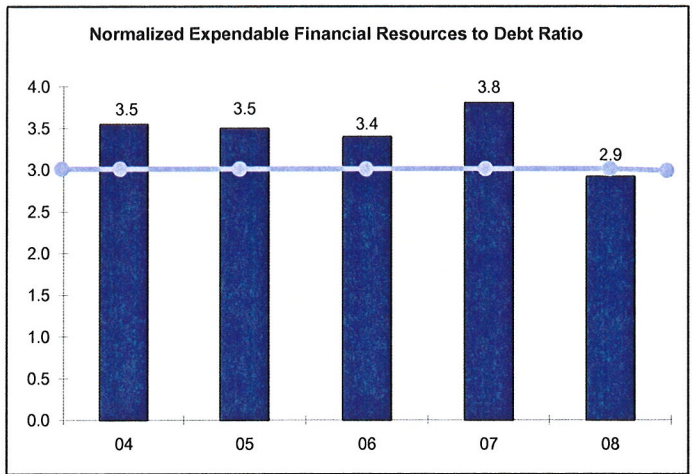
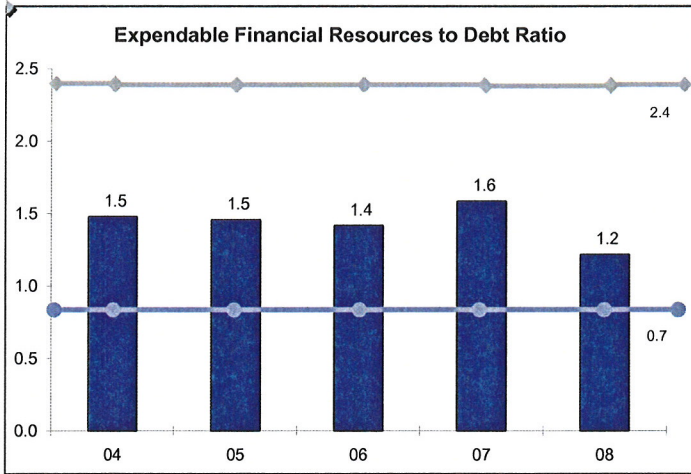
**KEY INDICATORS OF EXPENSES
ACTUAL 2005 THROUGH 2008
PROJECTED 2009
YEAR-TO-DATE 2008 AND 2009 FROM JULY MONTHLY FINANCIAL REPORT**



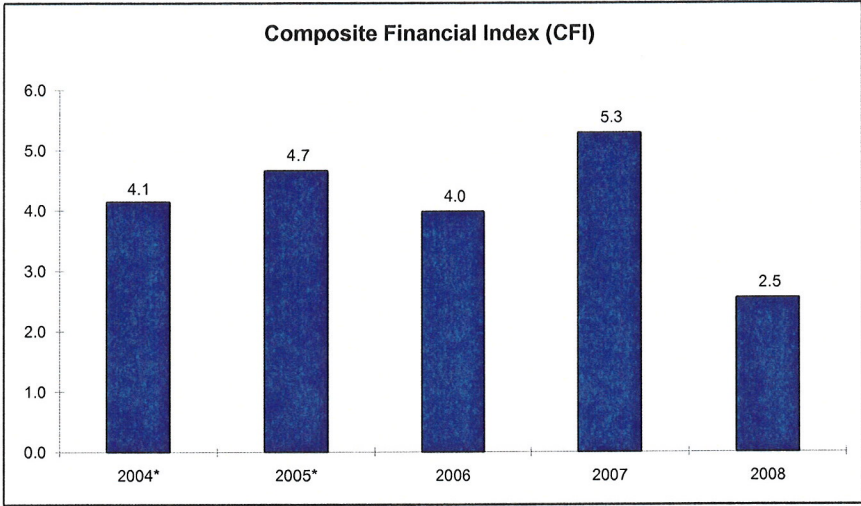
KEY INDICATORS OF RESERVES
ACTUAL 2004 THROUGH 2008
PROJECTED 2009
YEAR-TO-DATE 2008 AND 2009 FROM JULY MONTHLY FINANCIAL REPORT



KEY INDICATORS OF CAPITAL NEEDS AND CAPACITY 2004 THROUGH 2008

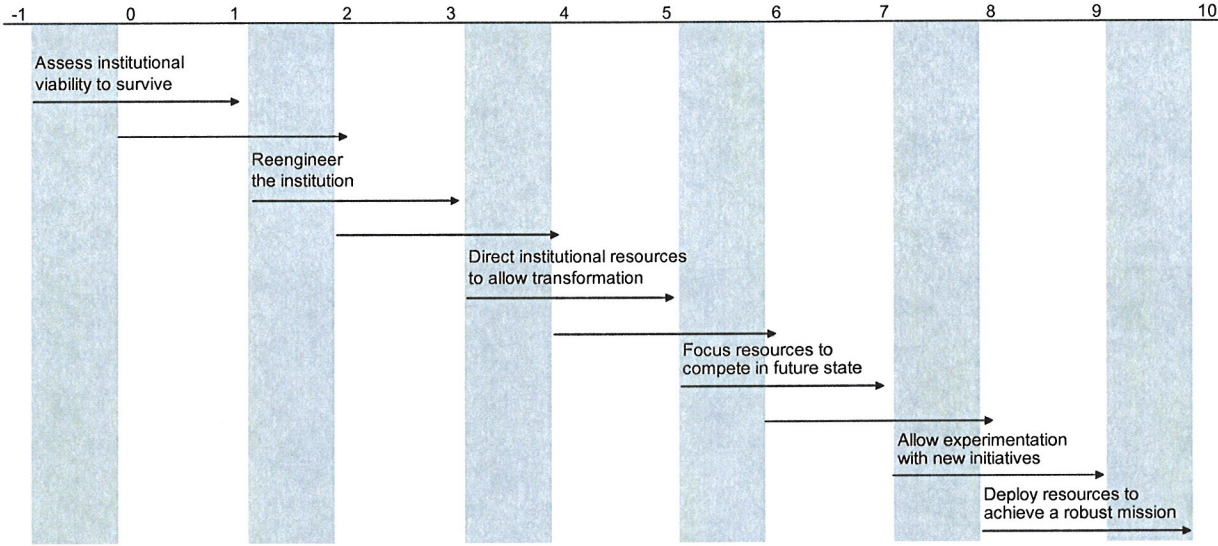


KEY INDICATORS OF FINANCIAL HEALTH 2004 THROUGH 2008

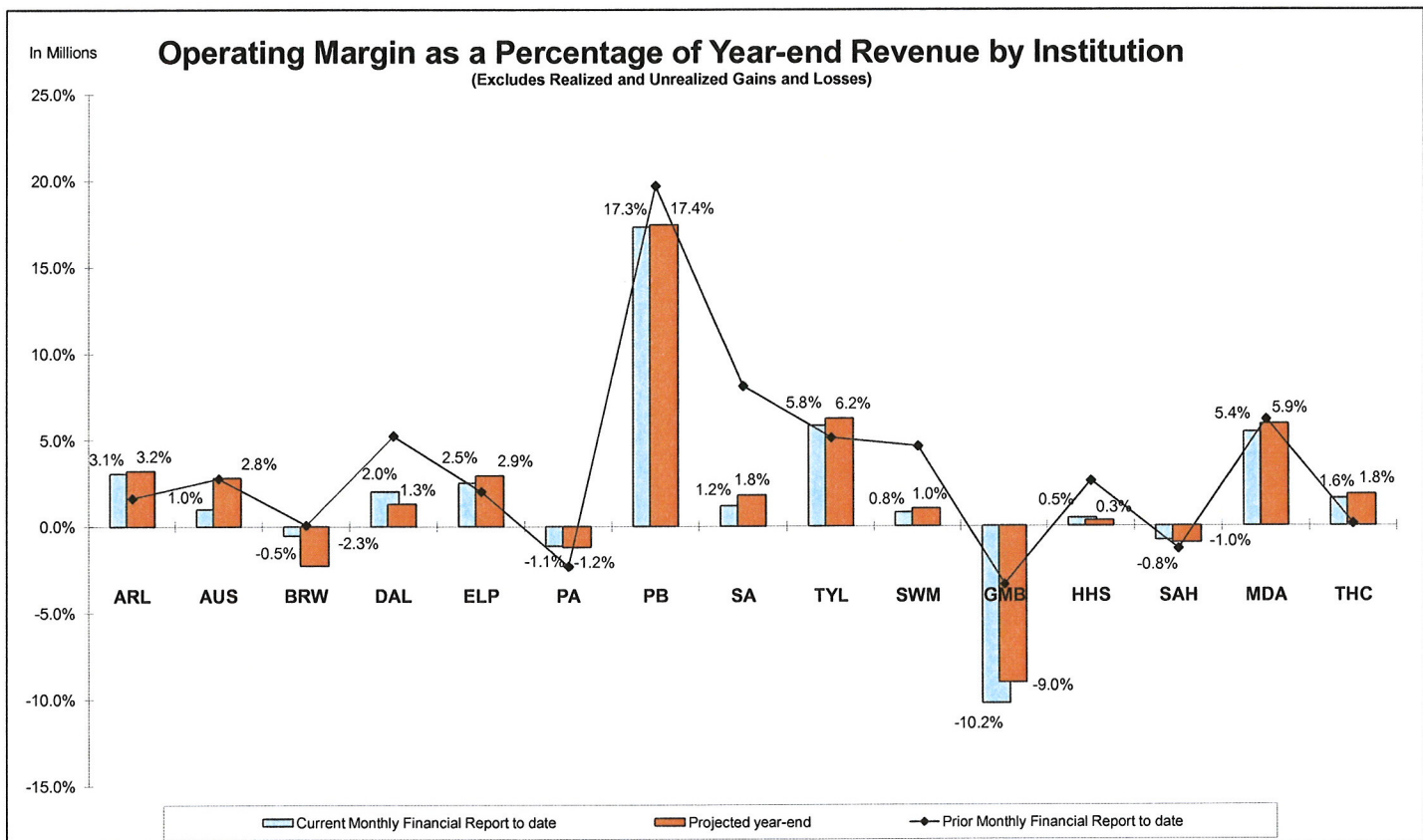
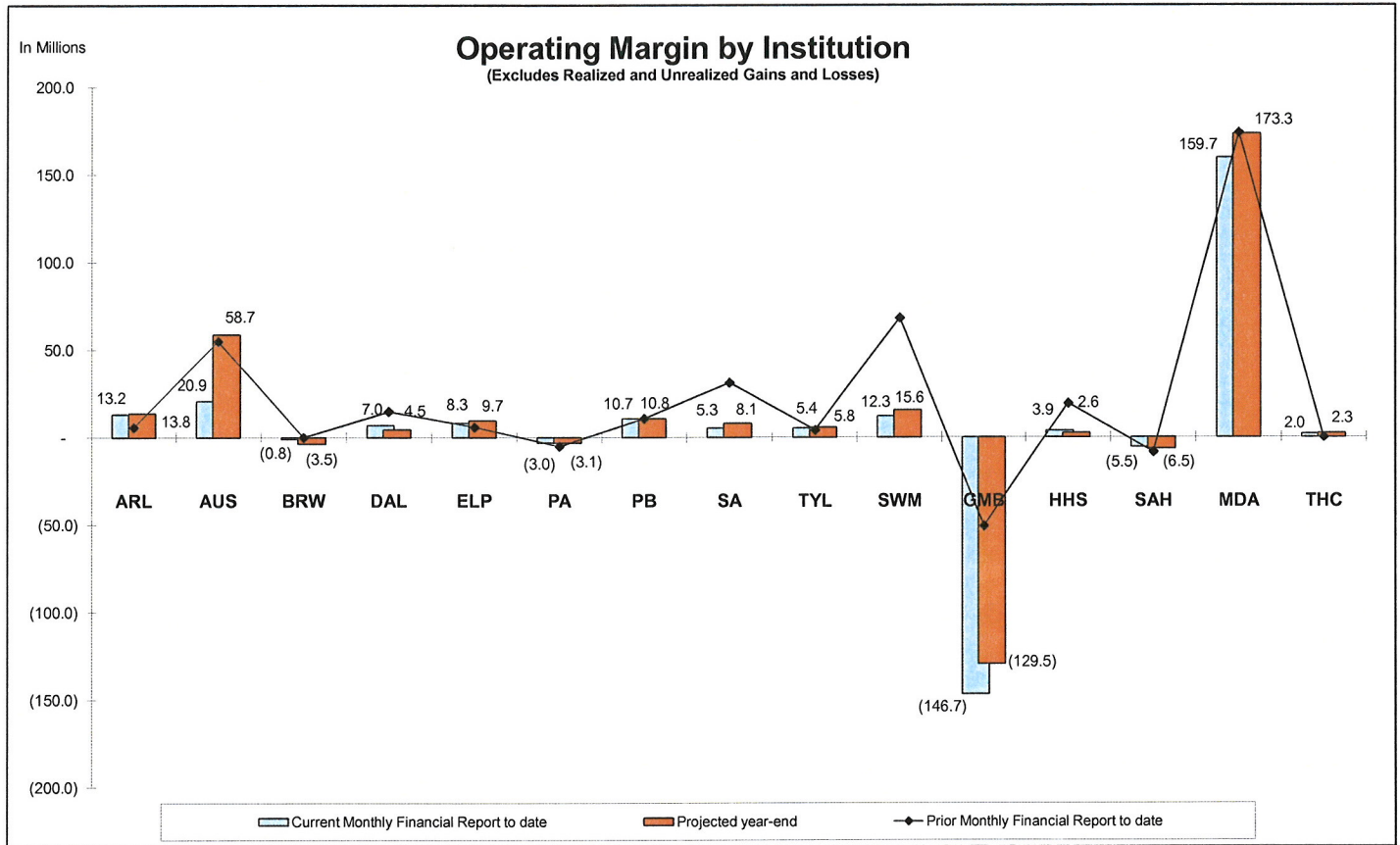


*Restated to reflect appreciation on endowments as restricted expendable net assets as a result of the 2006 external audit

Scale for Charting CFI Performance



KEY INDICATORS OF RESERVES
YEAR-TO-DATE 2008 AND 2009 FROM JULY MONTHLY FINANCIAL REPORT
PROJECTED 2009 YEAR-END MARGIN



3. **U. T. System Board of Regents: The University of Texas Investment Management Company (UTIMCO) Performance Summary Report and Investment Reports for the fiscal year and quarter ended August 31, 2009**

REPORT

The August 31, 2009 UTIMCO Performance Summary Report is attached on Page 115.

The Investment Reports for the fiscal year and quarter ended August 31, 2009, are set forth on Pages 116 – 119.

Item I on Page 116 reports activity for the Permanent University Fund (PUF) investments. The PUF's net investment return for the fiscal year was negative 12.98% versus its composite benchmark return of negative 15.42%. The PUF's net asset value decreased by \$1,686 million since the beginning of the fiscal year to \$9,674 million. This change in net asset value includes contributions from PUF Land receipts, decreases due to net investment return, and the annual distribution to the Available University Fund (AUF) of \$531 million.

Item II on Page 117 reports activity for the General Endowment Fund (GEF) investments. The GEF's net investment return for the fiscal year was negative 13.22% versus its composite benchmark return of negative 15.42%. The GEF's net asset value decreased during the fiscal year to \$5,359 million.

Item III on Page 118 reports activity for the Intermediate Term Fund (ITF). The ITF's net investment return for the fiscal year was negative 7.07% versus its composite benchmark return of negative 7.56%. The net asset value decreased during the fiscal year to \$3,572 million due to net investment return of negative \$278 million and net distributions of \$98 million. The decrease in net asset value was offset by \$73 million net contributions.

For all funds, all exposures were within their asset class and investment type ranges and liquidity was within policy.

Item IV on Page 119 presents book and market values of cash, debt, equity, and other securities held in funds outside of internal investment pools. Total cash and equivalents, consisting primarily of institutional operating funds held in the Dreyfus money market fund, increased by \$320 million to \$1,848 million during the three months since the last reporting period. Market values for the remaining asset types were debt securities: \$25 million versus \$29 million at the beginning of the period; equities: \$38 million versus \$40 million at the beginning of the period; and other investments: \$4 million versus \$4 million at the beginning of the period.

UTIMCO Performance Summary

August 31, 2009

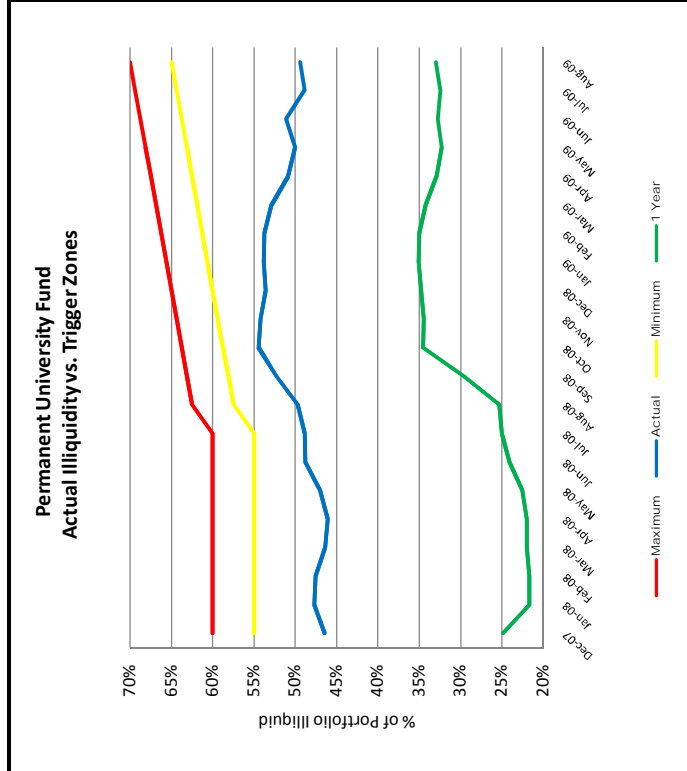
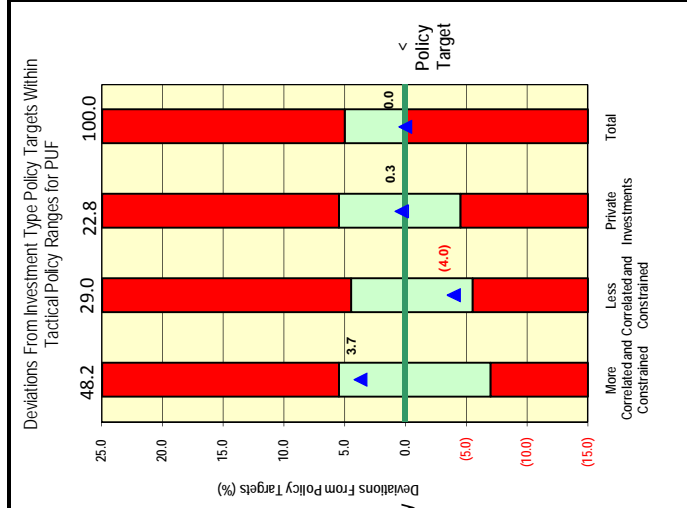
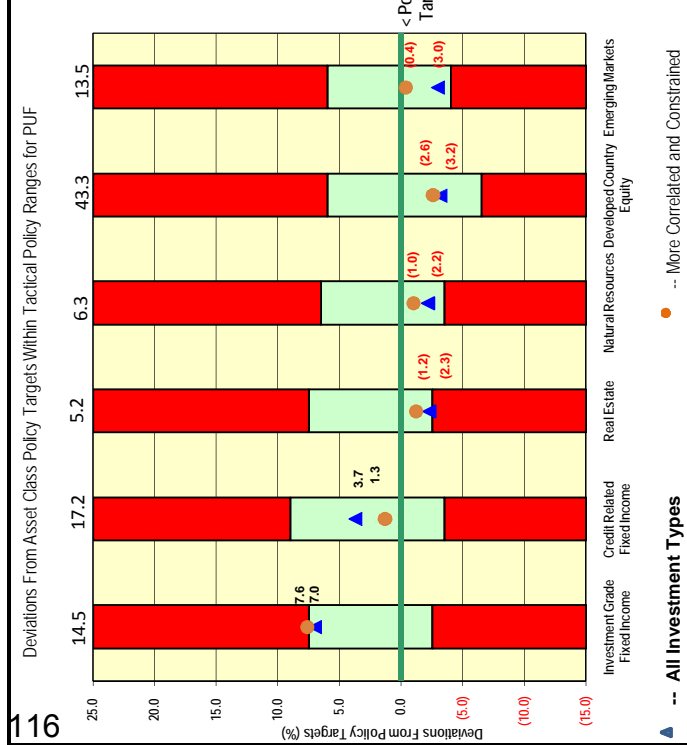
		Net Asset Value 8/31/2009 (in Millions)	Periods Ended August 31, 2009 (Returns for Periods Longer Than One Year are Annualized)																	
			Short Term			Year to Date		Historic Returns												
			1 Mo	3 Mos	Calendar	Fiscal	1 Yr	3 Yrs	5 Yrs	10 Yrs										
ENDOWMENT FUNDS																				
	Permanent University Fund	\$ 9,674	2.04%	6.83%	11.29%	(12.98%)	(12.98%)	(1.00%)	5.08%	(12.98%)	(1.00%)	5.08%	4.97%							
	General Endowment Fund		2.04	6.85	11.20	(13.22)	(13.22)	(0.85)	5.17	(13.22)	(0.85)	5.17	N/A							
	Permanent Health Fund	842	2.02	6.74	11.11	(13.27)	(13.27)	(0.92)	5.09	(13.27)	(0.92)	5.09	N/A							
	Long Term Fund	4,517	2.01	6.74	11.11	(13.27)	(13.27)	(0.92)	5.09	(13.27)	(0.92)	5.09	5.42							
	Separately Invested Funds	128	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A							
	Total Endowment Funds	15,161																		
OPERATING FUNDS																				
	Short Term Fund	1,787	0.03	0.11	0.45	1.21	1.21	3.51	3.52	1.21	3.51	3.52	3.39							
	Intermediate Term Fund	3,572	2.13	7.20	14.91	(7.07)	(7.07)	0.69	N/A	(7.07)	0.69	N/A	N/A							
	Total Operating Funds	5,359																		
	Total Investments	\$ 20,520																		
VALUE ADDED (Percent)																				
	Permanent University Fund		0.70%	2.06%	2.06%	2.44%	2.44%	2.13%	1.77%	2.44%	2.13%	1.77%	1.09%							
	General Endowment Fund		0.70	2.08	1.97	2.20	2.20	2.28	1.86	2.20	2.28	1.86	N/A							
	Short Term Fund		0.01	0.06	0.31	0.55	0.55	0.55	0.39	0.55	0.55	0.39	0.24							
	Intermediate Term Fund		(0.39)	(0.15)	0.18	0.49	0.49	2.00	N/A	0.49	2.00	N/A	N/A							
VALUE ADDED (\$ IN MILLIONS)																				
	Permanent University Fund	\$ 66	66	\$ 187	\$ 180	\$ 273	\$ 273	\$ 617	\$ 810	\$ 273	\$ 617	\$ 810	N/A							
	General Endowment Fund	37	37	106	97	139	139	370	468	139	370	468	N/A							
	Intermediate Term Fund	(14)	(14)	(5)	5	18	18	204	N/A	18	204	N/A	N/A							
	Total Value Added	\$ 89	89	\$ 288	\$ 282	\$ 430	\$ 430	\$ 1,191	\$ 1,278	\$ 430	\$ 1,191	\$ 1,278	N/A							

Footnotes available upon request.

I. PERMANENT UNIVERSITY FUND
Investment Reports for Periods Ended August 31, 2009
 Prepared in accordance with *Texas Education Code Sec. 51.0032*

<u>Summary of Capital Flows</u>			
	Fiscal Year Ended August 31, 2008	Quarter Ended August 31, 2009	Fiscal Year Ended August 31, 2009
Beginning Net Assets	\$ 11,742.8	\$ 9,143.8	\$ 11,359.5
PUF Lands Receipts	457.7	54.4	340.0
Investment Return (Net of Expenses)	(392.1)	608.4	(1,494.7)
Distributions to AUF	(448.9)	(132.7)	(530.9)
Ending Net Assets	\$ 11,359.5	\$ 9,673.9	\$ 9,673.9

	Fiscal Year to Date			
	Returns	Policy Benchmark	From Asset Allocation	From Security Selection
More Correlated and Constrained:				
Investment Grade	5.31%	8.52%	0.62%	-0.25%
Credit-Related	4.83%	7.02%	-0.15%	0.04%
Real Estate	-19.54%	-23.06%	-0.26%	0.25%
Natural Resources	-34.22%	-29.47%	0.00%	-0.23%
Developed Country	-20.41%	-17.21%	0.34%	-0.69%
Emerging Markets	-18.36%	-9.95%	0.14%	-0.92%
Total More Correlated and Constrained	-15.19%	-12.07%	0.69%	-1.80%
Less Correlated and Constrained	-7.92%	-13.42%	0.11%	1.58%
Private Investments	-15.00%	-22.27%	0.09%	1.77%
Total	-12.98%	-15.42%	0.89%	1.55%
				2.44%



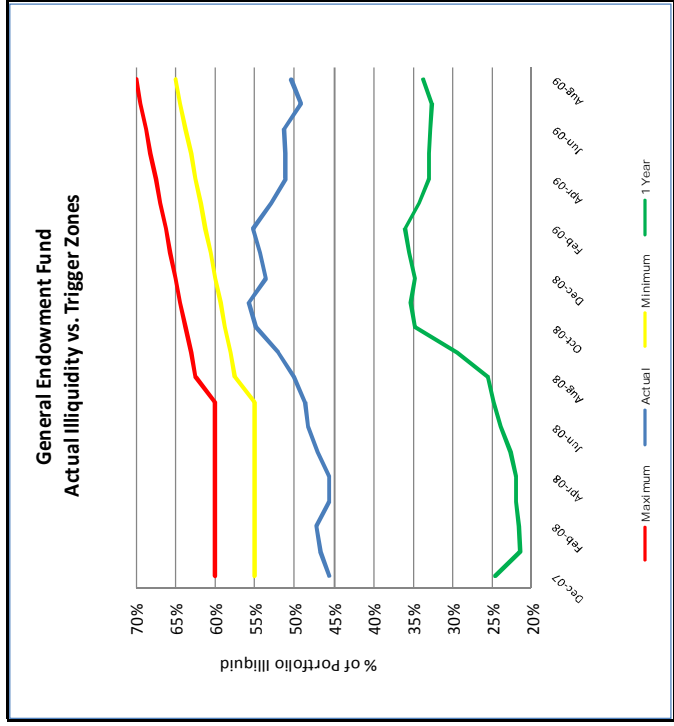
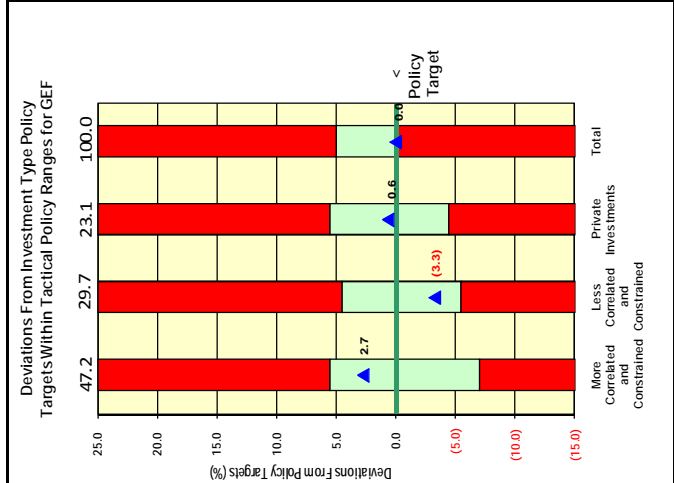
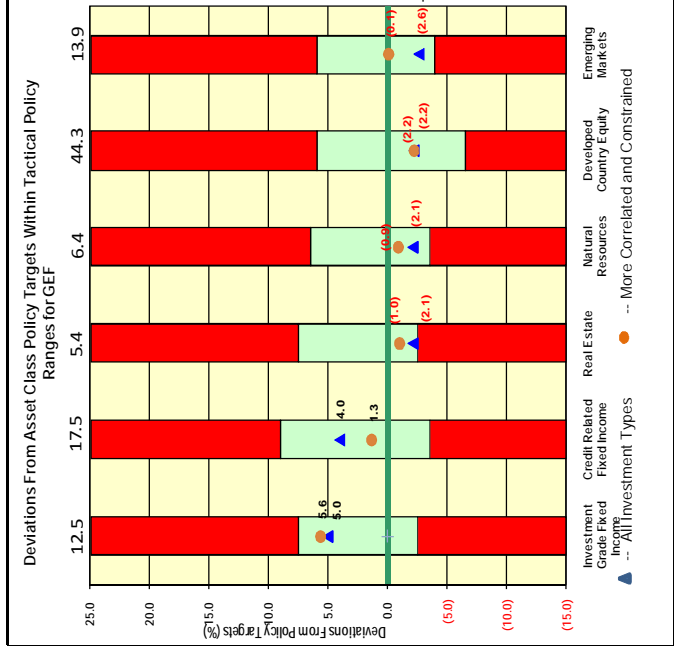
II. GENERAL ENDOWMENT FUND

Investment Reports for Periods Ended August 31, 2009

Prepared in accordance with Texas Education Code Sec. 51.0032

Summary of Capital Flows			
(\$ millions)	Fiscal Year Ended	Quarter Ended	Fiscal Year Ended
	August 31, 2008	August 31, 2009	August 31, 2009
Beginning Net Assets	\$ 6,433	\$ 5,066	\$ 6,310
Contributions	358	24	185
Withdrawals	(20)	(5)	(11)
Distributions	(259)	(71)	(279)
Investment Return (Net of Expenses)	(202)	345	(846)
Ending Net Assets	\$ 6,310	\$ 5,359	\$ 5,359

	Fiscal Year to Date		
	Returns		Value Added
	Portfolio	Policy Benchmark	From Asset Allocation From Security Selection Total
More Correlated and Constrained:			
Investment Grade	5.32%	8.52%	0.45%
Credit-Related	4.69%	7.02%	-0.16%
Real Estate	-19.68%	-23.06%	-0.26%
Natural Resources	-33.40%	-29.47%	0.00%
Developed Country	-20.85%	-17.21%	0.32%
Emerging Markets	-18.32%	-9.95%	0.10%
Total More Correlated and Constrained	-15.86%	-12.07%	-1.84%
Less Correlated and Constrained			
Private Investments	-14.97%	-22.27%	0.09%
Total	-13.22%	-15.42%	0.69%
			1.51%
			1.79%
			1.88%
			2.20%



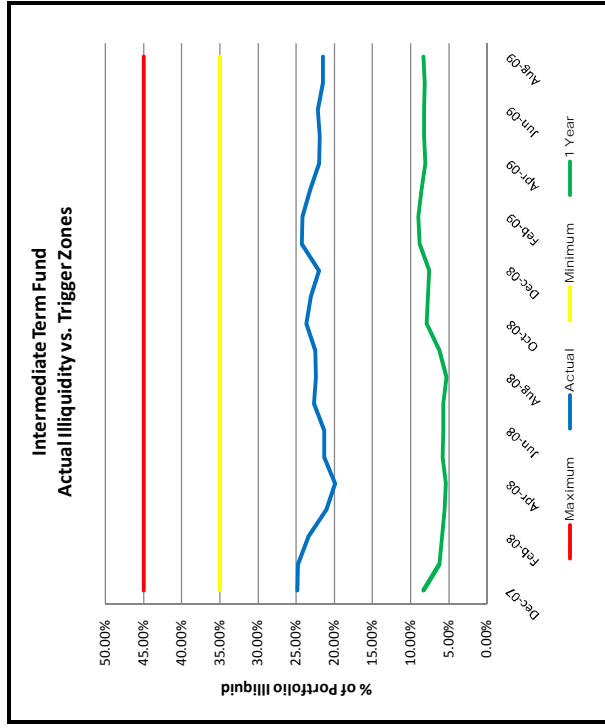
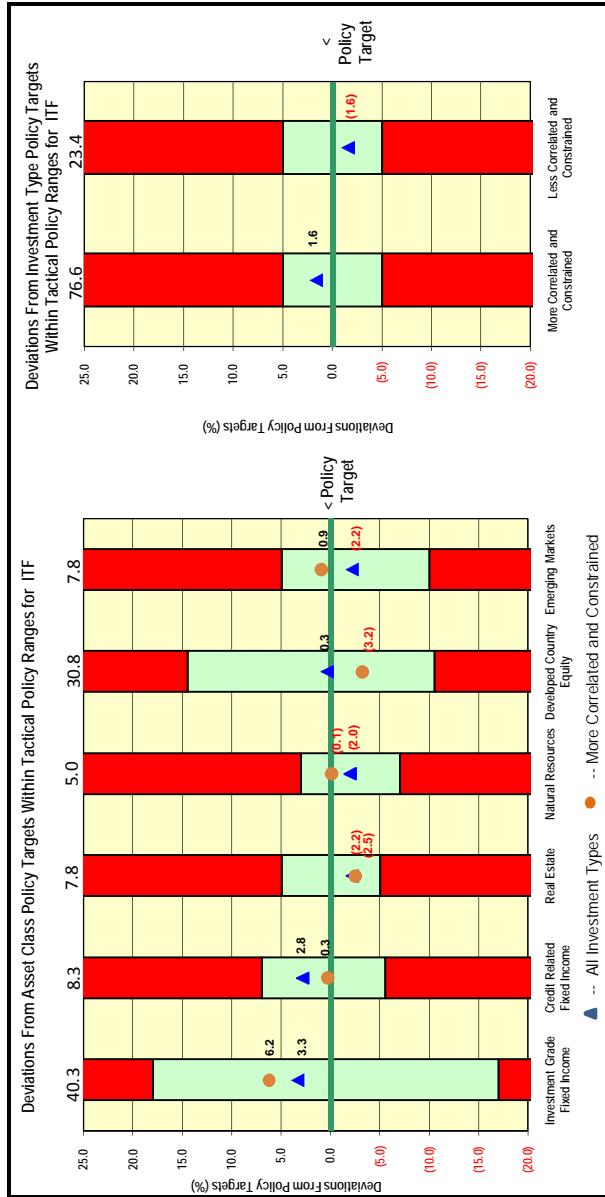
III. INTERMEDIATE TERM FUND

Investment Reports for Periods Ended August 31, 2009

Prepared in accordance with Texas Education Code Sec. 51.0032

Summary of Capital Flows			
(\$ millions)	Fiscal Year Ended August 31, 2008	Quarter Ended August 31, 2009	Fiscal Year Ended August 31, 2009
Beginning Net Assets	\$ 3,721	\$ 3,365	\$ 3,875
Contributions	1,639	13	251
Withdrawals	(1,335)	(20)	(178)
Distributions	(119)	(26)	(98)
Investment Return (Net of Expenses)	(31)	240	(278)
Ending Net Assets	\$ 3,875	\$ 3,572	\$ 3,572

	Fiscal Year to Date			
	Returns	Value Added		
	Portfolio	From Asset Allocation	From Security Selection	Total
More Correlated and Constrained:				
Investment Grade	7.00%	8.52%	0.26%	-0.30%
Credit-Related	3.55%	7.02%	-0.28%	-0.29%
Real Estate	-19.56%	-23.06%	-0.54%	-0.11%
Natural Resources	-30.35%	-29.47%	0.05%	0.05%
Developed Country	-16.02%	-17.21%	-0.16%	0.05%
Emerging Markets	-18.78%	-9.95%	0.19%	-0.31%
Total More Correlated and Constrained	-6.96%	-5.89%	-0.48%	-0.91%
Less Correlated and Constrained	-7.97%	-13.42%	0.03%	1.40%
Private Investments	0.00%	0.00%	0.00%	0.00%
Total	-7.07%	-7.56%	-0.45%	0.94%



IV. SEPARATELY INVESTED ASSETS
Summary Investment Report at August 31, 2009
 Report prepared in accordance with Texas Education Code Sec. 51.0032

ASSET TYPES	DESIGNATED	CURRENT PURPOSE RESTRICTED		ENDOWMENT & SIMILAR FUNDS		ANNUITY & LIFE INCOME FUNDS		AGENCY FUNDS		TOTAL EXCLUDING OPERATING FUNDS (SHORT TERM FUND)		TOTAL	
		BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET
		(\$ thousands)		FUND TYPE		FUND TYPE		FUND TYPE		FUND TYPE		FUND TYPE	
Cash & Equivalents:													
Beginning value 05/31/09	11	1,763	1,763	24,914	24,914	1,241	1,241	2,296	2,296	30,225	30,225	1,497,582	1,527,807
Increase/(Decrease)	(11)	8,932	8,932	21,913	21,913	(80)	(80)	(288)	(288)	30,466	30,466	289,825	320,291
Ending value 08/31/09	-	10,695	10,695	46,827	46,827	1,161	1,161	2,008	2,008	60,691	60,691	1,787,407	1,848,098
Debt Securities:													
Beginning value 05/31/09	-	265	261	12,420	13,233	15,806	15,646	-	-	28,491	29,140	-	28,491
Increase/(Decrease)	-	-	1	63	329	(4,979)	(4,628)	-	-	(4,916)	(4,298)	-	(4,916)
Ending value 08/31/09	-	265	262	12,483	13,562	10,827	11,018	-	-	23,575	24,842	-	23,575
Equity Securities:													
Beginning value 05/31/09	17	2,972	1,499	26,468	21,656	18,879	14,373	-	-	46,863	40,483	-	46,863
Increase/(Decrease)	-	(1,229)	(1,166)	884	3,047	(5,012)	(3,050)	-	-	(5,294)	(2,413)	-	(5,294)
Ending value 08/31/09	17	1,743	333	27,352	24,703	13,867	11,323	-	-	41,569	38,070	-	41,569
Other:													
Beginning value 05/31/09	-	178	178	1,655	1,655	337	134	2,010	2,010	4,180	3,977	-	4,180
Increase/(Decrease)	-	3,035	3,035	(1,650)	(1,650)	16	-	(884)	(884)	517	501	-	517
Ending value 08/31/09	-	3,213	3,213	5	5	353	134	1,126	1,126	4,697	4,478	-	4,697
Total Assets:													
Beginning value 05/31/09	28	2,983	3,705	65,457	61,458	36,263	31,394	4,306	4,306	109,759	103,825	1,497,582	1,607,341
Increase/(Decrease)	(11)	(1,240)	10,801	21,210	23,639	(10,055)	(7,758)	(1,172)	(1,172)	20,773	24,256	289,825	310,598
Ending value 08/31/09	17	1,743	14,506	86,667	85,097	26,208	23,636	3,134	3,134	130,532	128,081	1,787,407	1,917,939

Details of individual assets by account furnished upon request.

4. **U. T. System: Overview of U. T. System debt programs**

REPORT

Mr. Philip Aldridge, Vice Chancellor for Finance and Business Development, will provide an update on the status of the U. T. System debt programs using a PowerPoint presentation on Pages 121 – 143a.

Overview of U. T. System Debt Programs

Philip Aldridge, Vice Chancellor for Finance and
Business Development
November 2009



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Board of Regents'
Meeting
Finance & Planning
Committee



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- 1. Debt Programs**
 - Revenue Financing System (RFS), Tuition Revenue Bonds (TRB) and Permanent University Fund (PUF)
 - Approvals
 - Debt outstanding
 - CIP
- 2. Debt Capacity**
 - Revenue Financing System
 - Institutional Debt Capacity
 - Permanent University Fund
 - Value of the Aaa rating
- 3. Debt Management**
 - Team
 - Strategies



Summary of U. T. System Debt Programs

- The U. T. System is authorized to issue debt under two primary programs:
 - The Revenue Financing System (RFS)
 - The Permanent University Fund (PUF)
- All debt is issued centrally by the Office of Finance on behalf of U. T. System institutions and System Administration
- All debt issued in name of U. T. System Board of Regents, which approves:
 - All projects greater than \$4 million and/or any debt-financed project
 - Final Design and Development, including funding sources
 - The issuance of debt
- The Texas Higher Education Coordinating Board approves capital projects and funding sources. The Texas Bond Review Board and Texas Attorney General's office reviews and approves bond issuances



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Revenue Financing System

- The RFS is a cost-effective debt program secured by a Systemwide pledge of all legally available revenues for debt issued on behalf of all 15 institutions and System Administration
- RFS debt is currently rated Aaa, AAA, and AAA by Moody's, Standard & Poor's, and Fitch, respectively
- As of November 1, 2009, there was \$4.76 billion of RFS debt outstanding, including \$976 million of Tuition Revenue Bonds



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Tuition Revenue Bonds

- TRBs are specifically authorized by the Legislature in Chapter 55 of the *Texas Education Code*
- TRBs are issued under the RFS program and are secured by the same pledge of legally available revenues of the U. T. System
- While not a legal obligation, the State of Texas has been reimbursing higher education institutions for TRB debt service since 1971
- Despite the name, TRB debt service is not directly related to tuition, and an institution need not have tuition revenue to receive TRBs



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Permanent University Fund Financing Program

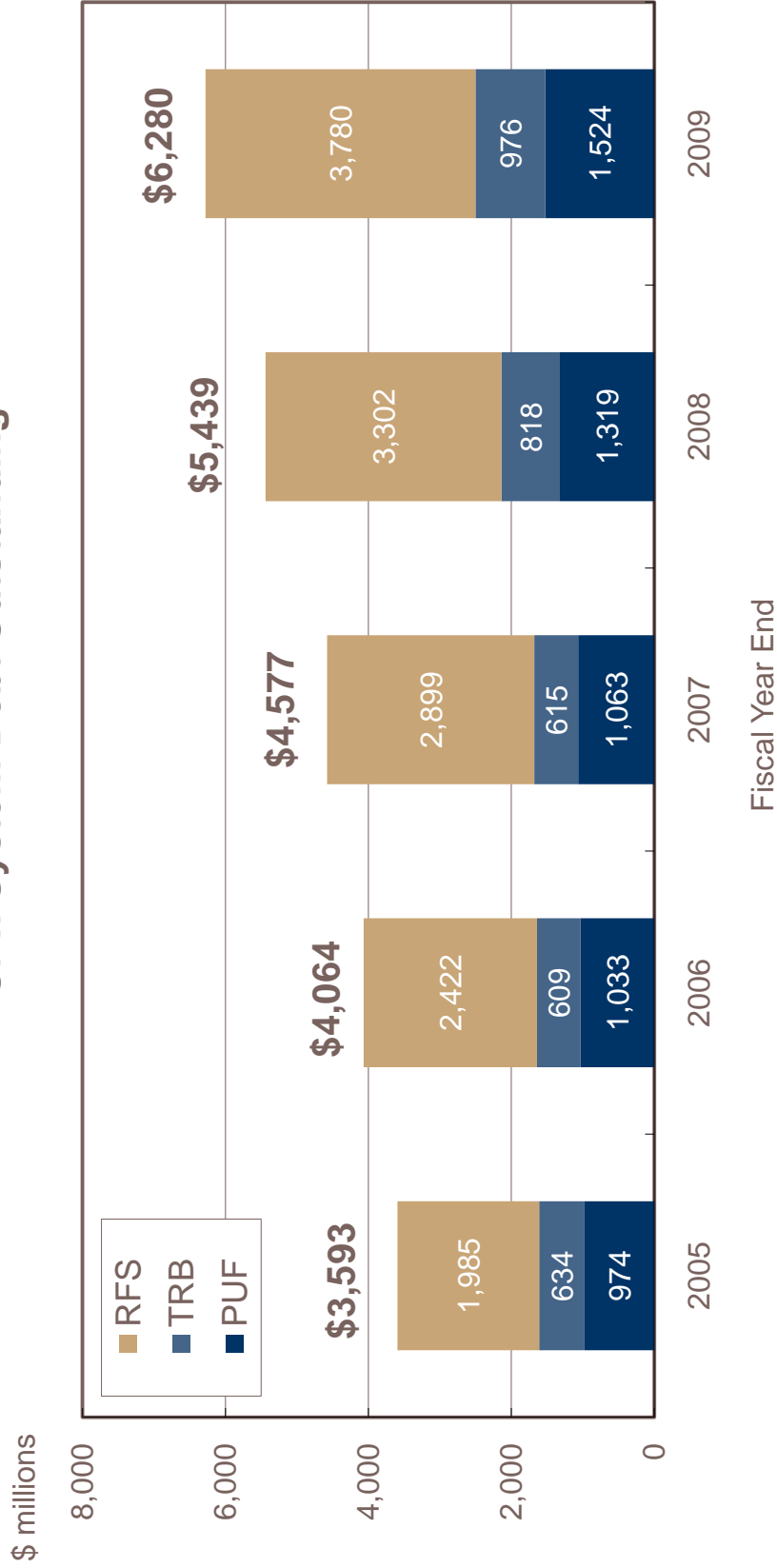
- The PUF debt program is used to fund projects at 13 of the 15 U. T. System institutions and System Administration. PUF debt is secured by distributions from the PUF to the Available University Fund (AUF)
- Per the Texas Constitution, PUF debt cannot be used for student housing, intercollegiate athletics, or auxiliary enterprises
- PUF debt is rated Aaa, AAA, and AAA by Moody's, Standard & Poor's, and Fitch, respectively
- As of November 1, 2009, \$1.52 billion of PUF debt was outstanding



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U. T. System Debt Outstanding has Grown 75% in Four Years

U. T. System Debt Outstanding

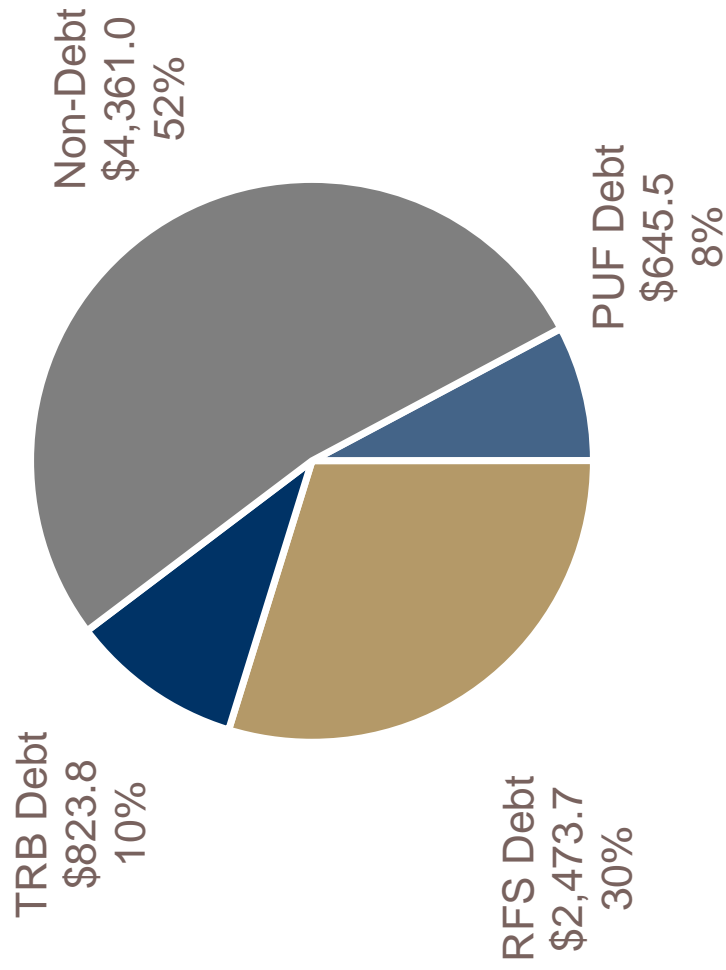




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Capital Improvement Program by Funding Source

\$8.3 billion CIP as of August 2009

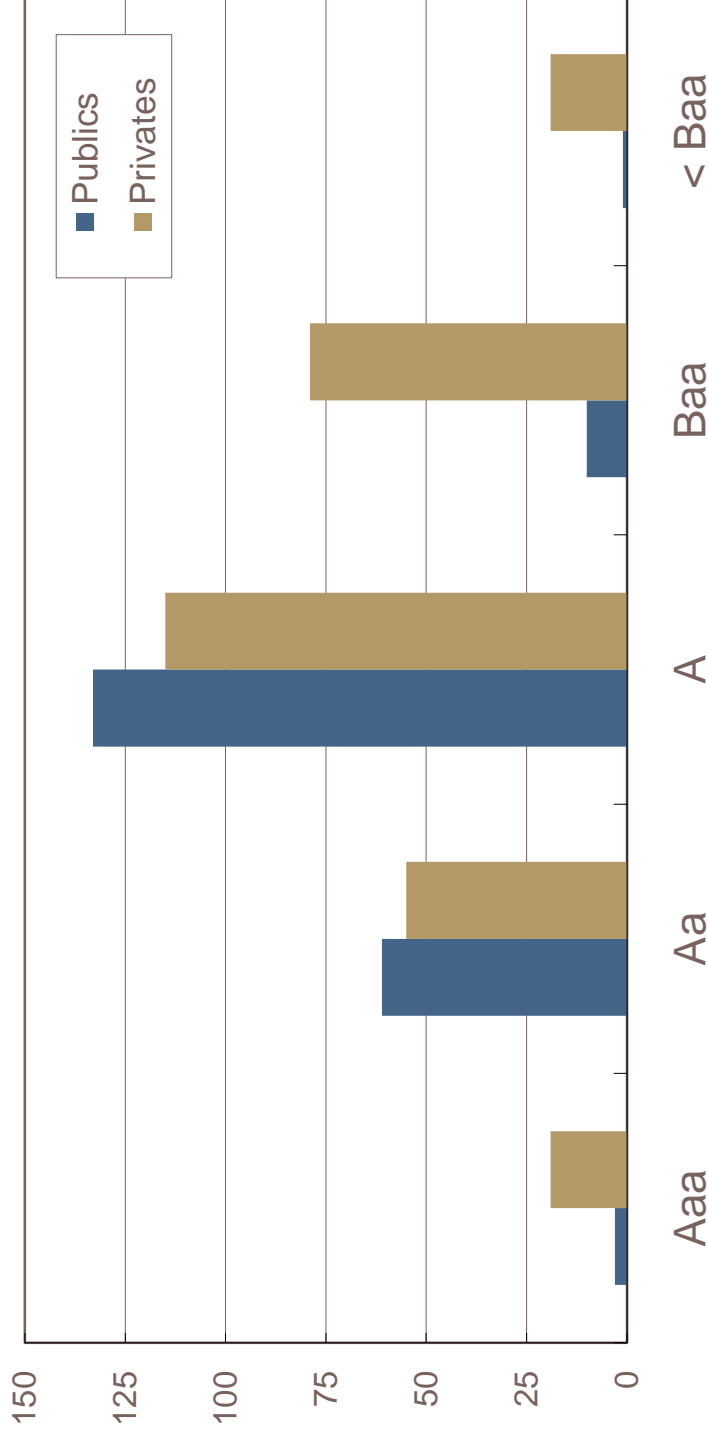




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Distribution of Moody's Higher Education Ratings

- Only three public higher education issuers are rated Aaa by Moody's: U. T. System, University of Michigan, and University of Virginia



SOURCE: Moody's FY08 Public College & University Medians (pub. July 2009) and Moodys.com



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U. T. System Credit Strengths

- The U. T. System's credit profile is supported by a number of key factors:
 - Strong Balance Sheet with more than \$37 billion of assets
 - \$24 billion of net assets (i.e., book equity)
 - Substantial liquidity to support variable rate debt programs
 - Diversified revenue sources
 - Growing enrollment and research funding
 - Strong private sector support
 - Strong management team (per rating agencies)
 - Industry leading disclosure practices



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Rating Agency Commentary

“SOPHISTICATED DEBT ADMINISTRATION SUPPORTS PUF DEBT PROGRAM”

“Moody’s believes that The University of Texas System’s sophisticated debt management strategies enhance bondholder security...a dedicated debt and treasury staff oversees the System’s debt program for both the PUF debt and for the System’s Revenue Financing System debt. This staff actively monitors the University’s debt portfolio and strategy, including the constitutional and financial limitations of the PUF and AUF as well as the use of derivative instruments.”



Moody's Investors Service

NEW ISSUE: MOODY'S ASSIGNS Aaa RATING TO THE UNIVERSITY OF TEXAS SYSTEM'S \$250 MILLION OF PERMANENT UNIVERSITY FUND TAXABLE BONDS, SERIES 2009A; OUTLOOK REMAINS STABLE

Global Credit Research - 03 Sep 2009

SYSTEM WILL HAVE \$2.0 BILLION OF PUF DEBT OUTSTANDING, INCLUDING COMMERCIAL PAPER PROGRAM AT FULL SIZE

Board of Regents of The Univ. of Texas Sys.
 Higher Education
 TX

Moody's Rating	RATING
ISSUE	Permanent University Fund Taxable Bonds, Series 2009A Aaa
Sale Amount	\$250,000,000
Expected Sale Date	09/09/09
Rating Description	Public University Revenue

Opinion

NEW YORK, Sep 3, 2009 -- Moody's Investors Service has assigned a Aaa rating to The University of Texas System's \$250.0 million of Permanent University Fund (PUF) taxable Bonds, Series 2009A. The bonds will be issued in the fixed rate mode. The bonds are expected to be issued as "Build America Bonds" for purposes of the American Recovery and Reinvestment Act of 2009 and the System expects to receive a cash subsidy from the United States Treasury equal to 35% of the interest payable on the bonds on each interest payment date. Subsidy payments are not pledged to bondholders, but are a lawfully available source to pay debt service. At this time, we have affirmed the ratings on the System's outstanding PUF debt, as outlined at the end of this report. The outlook on the PUF long-term debt rating is stable.

USE OF PROCEEDS: Bond proceeds will be used to refund all \$250 million of outstanding PUF Taxable Commercial Paper Notes and to pay costs of issuance.

LEGAL SECURITY: Lien on the System's interest in the Available University Fund (AUF), which consists primarily of distributions from the Permanent University Fund. The lien securing the PUF bonds is superior to the lien that secures the System's PUF commercial paper (CP) and flexible rate notes, which are authorized at a combined amount of \$900 million. The Texas Constitution requires the Board of Regents to distribute from the PUF to the AUF amounts sufficient to pay debt service on all PUF debt, which ultimately provides coverage of the obligations under both liens from the full PUF corpus. The Permanent University Fund is a constitutionally established endowment fund for the benefit of both The University of Texas System (Aaa revenue bond rating) and The Texas A&M University System (Aa1 revenue bond rating). The University of Texas System receives two-thirds of the distributions derived from the fund, which flows into the AUF and is then available to pay debt service. The Texas A&M University System receives one-third of the distributions, which it pledges to its own issuance of Permanent University Fund debt. After payment of debt service on bonds secured by each System's interest in the Fund, the remaining income is available to fund academic excellence programs at certain institutions and System administrative costs. The System is able to use any lawfully available source to pay debt service.

DEBT-RELATED DERIVATIVE INSTRUMENTS: The System actively uses derivative instruments to hedge interest rate risk on its variable rate demand bonds. Three interest rate swap agreements with a combined notional amount of \$685.0 million are now in place to hedge the interest rates on certain of the System's PUF bond series. For all swaps, the System and each counterparty may terminate the swap if the rating of the other party falls below investment grade and all the System's counterparties must post collateral under certain circumstances. The System is not required to post collateral at any time and has the right of optional termination. Two floating-to-fixed swaps totalling \$400.9 million hedge the PUF Series 2008A bonds and are split evenly between Morgan Stanley Capital Services (rated A2/P-1) and Royal Bank of Canada



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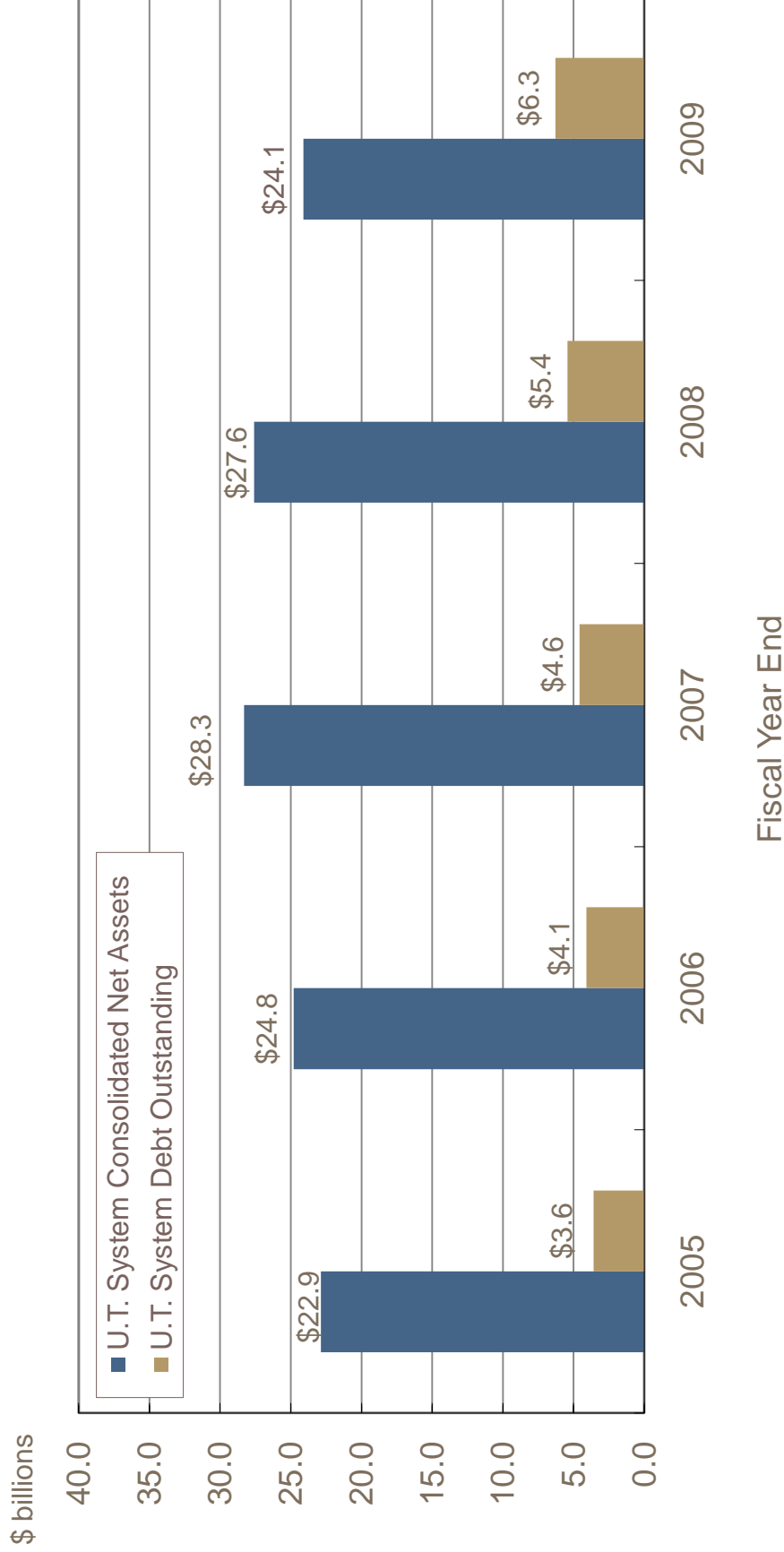
Industry Leading Disclosure Practices

- The U. T. System is recognized as a leader in bond disclosure
 - In-depth official statements and annual disclosure documents
 - Highly transparent investment operation
 - Detailed liquidity information published quarterly
 - Monthly financial statements available
 - Vast amounts of additional information available online (Board minutes, State reports, UTIMCO information, etc.)



Net Assets Far Exceed Debt

Growth in Net Assets vs. Debt Outstanding





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U. T. System Credit Challenges

- For many years, the U. T. System's credit profile was supported by variables that were not sustainable, such as:
 - Strong investment gains
 - Low interest rates
 - High oil and gas prices
- The rating agencies have cited more specific challenges for the System:
 - Large scale capital program and associated borrowing needs
 - Increasing concentration of assets in health care businesses
 - Relatively complex operations requiring skillful management
 - Ongoing need for sophisticated investment management and oversight, given a complex investment portfolio



Value of the Aaa Rating

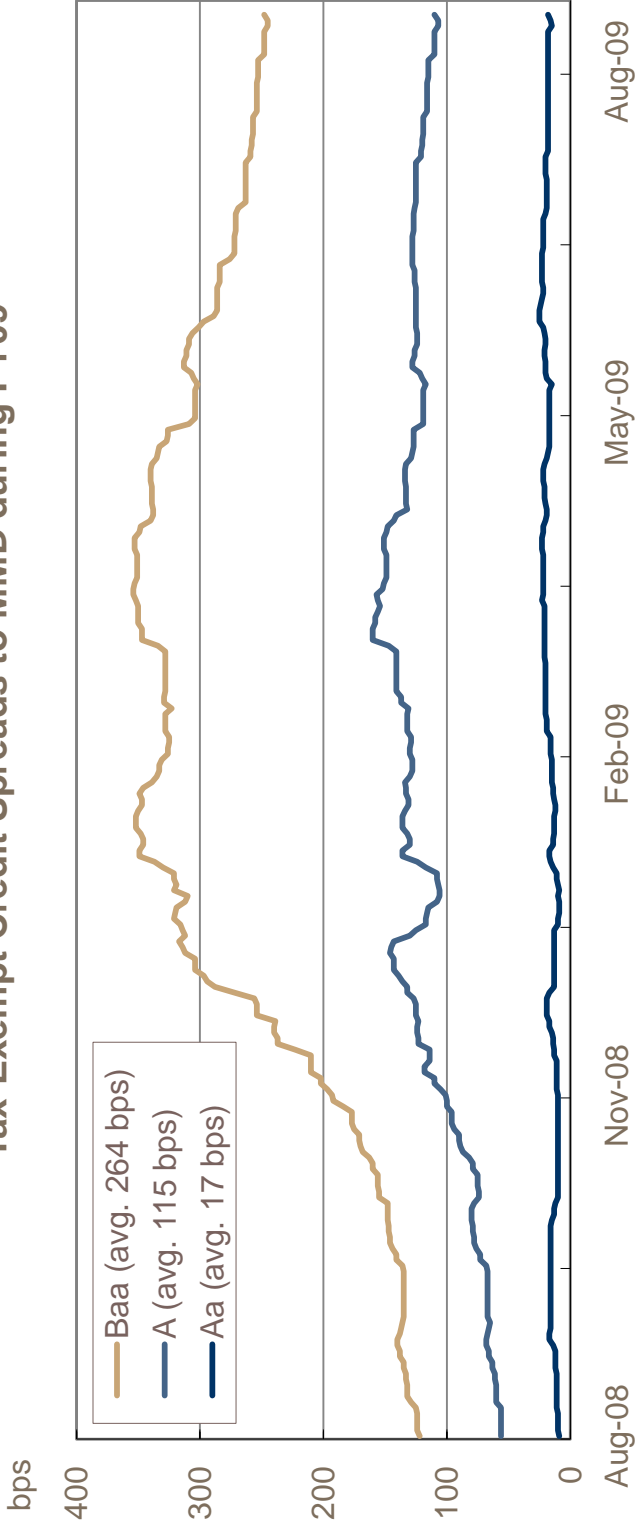
- Lower cost of debt
 - Benefit of Aaa relative to Aa has historically averaged 0.10%
 - U. T. System could save \$3 million per year (\$90 million over 30 years) by pricing \$3.9 billion of current CIP debt at Aaa levels vs. Aa levels
- Lower volatility during market turmoil
 - Inherent value in “natural” Aaa vs. enhanced Aaa
 - Flight to quality seen during FY09 amid dismantling of bond insurance
- Value of self-liquidity
 - Bank liquidity is expensive – recent indications in 75-85 bps range
 - UTIMCO provides liquidity to support floating rate debt at no cost
- Better terms on contracts
 - One-way swap collateral – U. T. System does not post
 - Substantially similar documents among counterparties



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Low Cost of Debt Attributable to Aaa Credit Rating

Tax-Exempt Credit Spreads to MMD during FY09



- MMD: Municipal Market Data, benchmark “AAA” municipal bond curve
- Higher rating → tighter spread → lower volatility amid market turmoil



RFS Debt Capacity

- The Master Resolution establishing the Revenue Financing System requires that before any RFS debt is issued, the Board make a determination (aka “Finding of Fact”) that:
 - The Board will have sufficient “Pledged Revenues” to meet all financial obligations relating to the Revenue Financing System, and;
 - The Members (i.e., institutions) on whose behalf the debt is issued possess the financial capacity to satisfy their direct obligations



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RFS Institutional Debt Capacity

- Debt capacity is largely determined by an institution's ability to meet at least two of the following three standards:
 - Debt Service Coverage ratio of at least 1.8 times
 - Debt Service-to-Operations (Debt Burden) ratio less than 5.0%
 - Expendable Resources-to-Debt ratio of at least 0.8 times
- The minimum institutional standards approximate a low-investment grade credit rating consistent with Texas universities such as Midwestern State University, Stephen F. Austin State University, and Texas State Technical College System
- Based on forecasted ratios, U. T. Brownsville, U. T. El Paso, U. T. Permian Basin, U. T. San Antonio, and U. T. Tyler have little or no additional RFS debt capacity



PUF Debt Capacity

- The amount of PUF debt that can be issued by the Board is limited by the Texas Constitution to 20% of the book value of the PUF
- As of October 1, 2009, the Board had \$11.3 million of unused and uncommitted PUF debt capacity

PUF Debt Capacity Analysis as of: **October 1, 2009**

PUF Book Value:	\$	9,482,254,443
20% of PUF Book Value:		1,896,450,889
PUF Debt Outstanding:		(1,524,235,000)
PUF Authorized-but-Unissued:		(360,918,581)
Remaining PUF Capacity:	\$	11,297,308

- The Board's AUF Spending Policy guidelines require that:
 - PUF debt service coverage ratio must not be less than 1.5 times
 - Forecasted end-of-year AUF balances must not be less than \$30 million



U. T. System Debt Team

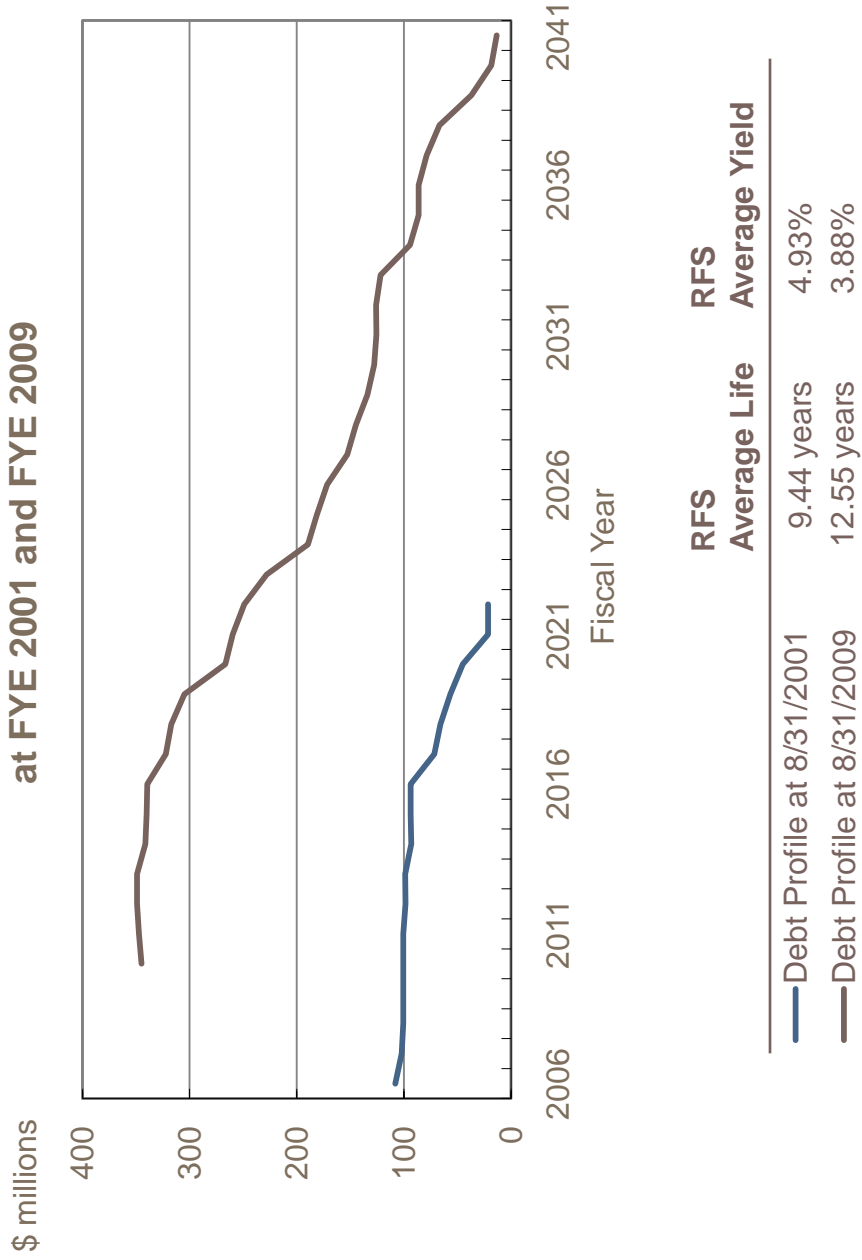
- The Office of Finance has three full-time dedicated debt staff
- The Office of Finance works with various outside professionals on each transaction:
 - External bond and tax counsel
 - Investment banks (bond underwriters)
 - Underwriters' counsel
 - Credit rating agencies
 - Paying agent, escrow agent, verification agent, etc.
- The Office of Finance does not utilize a financial advisor
- The Office of Finance does not utilize an arbitrage consultant



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Extending the Average Life (RFS Debt)

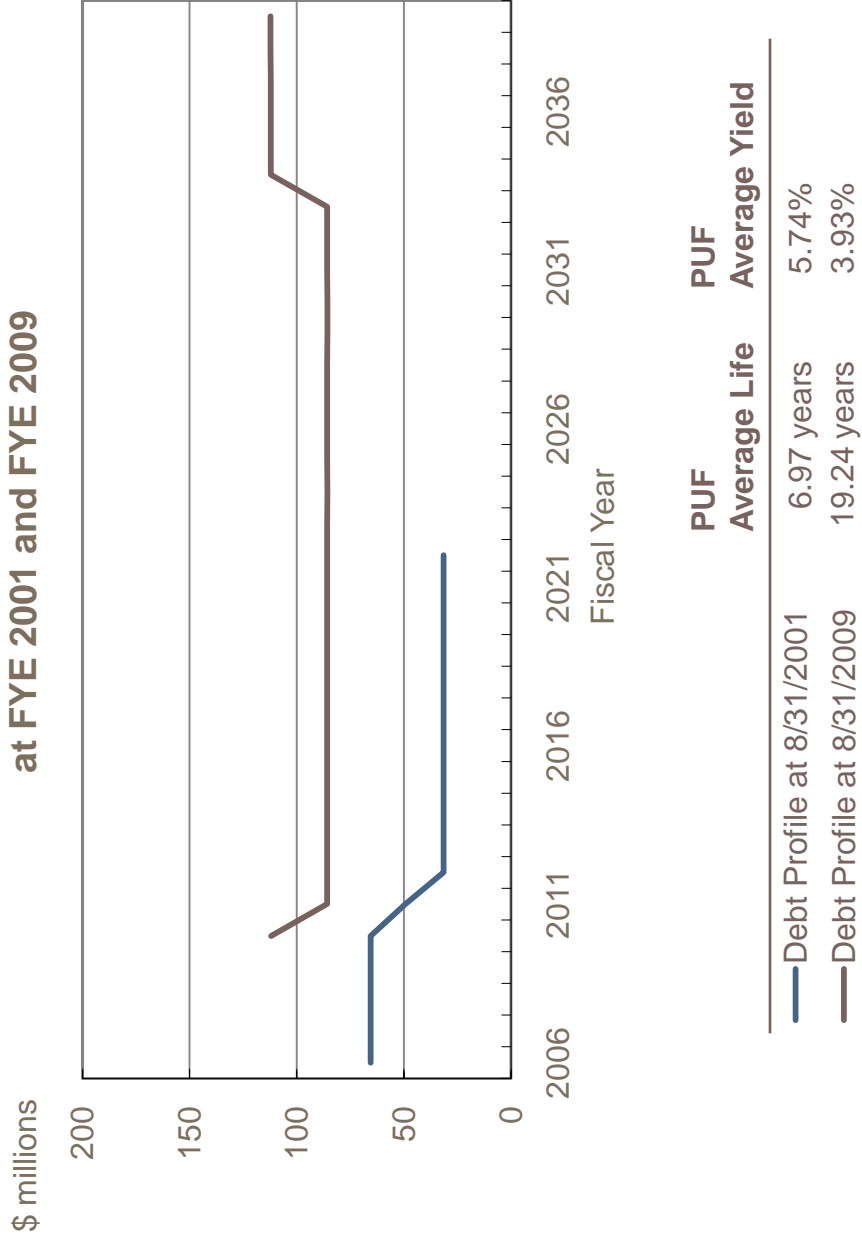
RFS/TRB Bond Debt Service Profile
 at FYE 2001 and FYE 2009





Extending the Average Life (PUF Debt)

PUF Bond Debt Service Profile
 at FYE 2001 and FYE 2009





U. T. System is a Low-cost Issuer in Texas

Average Cost of Issuance per Bond (\$1,000)

	FY 2009 The University of Texas System ¹ (\$/bond)	FY 2009 All Texas Bond Issuers ² (\$/bond)	FY 2008 All Texas Cities ³ (\$/bond)	FY 2008 All Texas Counties ³ (\$/bond)	FY 2008 All Texas School Districts ³ (\$/bond)	FY 2008 All Texas Community/ Jr. Coll. ³ (\$/bond)
Underwriter's Spread	\$4.85	\$5.26	\$10.29	\$10.08	\$9.04	\$8.13
Other Issuance Costs:						
Bond Counsel	0.41	1.17				
Financial Advisor	0.00	1.24				
Rating Agencies	0.33	0.69				
Printing	0.01	0.07				
Other	0.16	0.94				
Subtotal	0.91	4.11	14.20	8.77	8.54	5.44
Total Cost per Bond	\$5.76	\$9.37	\$24.49	\$18.85	\$17.58	\$13.57
Average Issue Size	\$258 million	\$171 million	\$20 million	\$36 million	\$30 million	\$35 million

¹Represents U.T. System TRB 2008A and RFS 2009D, both traditional fixed-rate bond issues.

²Source: Texas Bond Review Board FY 2009 Annual Report.

³Source: Texas Bond Review Board FY 2008 Local Government Report.



Strategic Themes for Debt Programs

- Continued strong demand for debt
 - Accommodate growth
 - Maintain credit quality
- Still relatively low interest rates
 - Capitalize on “Build America Bond” interest subsidy to further lower cost of debt
 - Continue to extend the average life of the debt portfolio
- Taking care of the fundamentals
 - Retain good people
 - Effectively manage large swap portfolio consistent with policy
 - Continue to drive down debt issuance costs


THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION
DOCKET NO. 140

October 26, 2009

TO MEMBERS OF THE FINANCE AND PLANNING COMMITTEE:

The Docket for The University of Texas System Administration and the Dockets recommended by the respective presidents and prepared by the institutions listed below are submitted for discussion and appropriate action regarding approval of the Docket at the meeting of the U. T. System Board of Regents on November 12, 2009. The Executive Vice Chancellor for Academic Affairs, the Executive Vice Chancellor for Business Affairs, the Executive Vice Chancellor for Health Affairs, the Vice Chancellor and General Counsel, and I concur in these recommendations.

<u>Institutions</u>	<u>Pages</u>
The University of Texas System Administration	Docket 1 - 7
The University of Texas at Arlington	Docket 8
The University of Texas at Austin	Docket 9 - 14
The University of Texas at Brownsville	Docket 15
The University of Texas at Dallas	Docket 16 - 18
The University of Texas at El Paso	Docket 19
The University of Texas – Pan American	Docket 20 - 22
The University of Texas at San Antonio	Docket 23 - 26
The University of Texas at Tyler	Docket 27
The University of Texas Southwestern Medical Center at Dallas	Docket 28 - 29
The University of Texas Medical Branch at Galveston	Docket 30 - 35
The University of Texas Health Science Center at Houston	Docket 36 - 40
The University of Texas Health Science Center at San Antonio	Docket 41
The University of Texas M. D. Anderson Cancer Center	Docket 42 - 46
The University of Texas Health Science Center at Tyler	Docket 47 - 48


Francisco G. Cigarroa
Chancellor

xc: Other Members of
the Board

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U. T. SYSTEM ADMINISTRATION

CONTRACTS

The following contracts have been administratively approved by the Executive Vice Chancellor for Business Affairs and are recommended for approval by the U. T. System Board of Regents:

GENERAL CONTRACTS

FUNDS COMING IN

1. Agency: Lake Austin Family Dental, PLLC
Funds: \$1,289,778
Period: July 1, 2011 through June 30, 2031
Description: Lease of a 2,000 square foot building on 0.154 acres at 2504 Lake Austin Boulevard, Austin, Texas. The lease is for an initial term of 10 years with two 5-year renewal options, subject to U. T. System's consent. Lake Austin Family Dental is currently subleasing the property from the current tenant, Heidi's German Bakery, Pastry Shop, Etc., Inc.; the sublease expires on June 30, 2011, and this new lease commences at that time. Lake Austin Family Dental has agreed to spend a minimum of \$275,000 on renovations and improvements to the property. In accordance with Rule 70301 of the Regents' *Rules and Regulations*, this property is managed by the U. T. System Real Estate Office. All revenue generated by the property benefits U. T. Austin.

FUNDS GOING OUT

2. Agency: Stericycle, Inc.
Funds: Expected to exceed \$1,000,000 annual based on services provided
Period: September 1, 2009 through August 31, 2010 with the possibility of four contract extensions
Description: Stericycle, Inc. will provide medical and biological waste disposal services to U. T. System institutions on a non-exclusive basis.

CONTRACTS (CONTINUED)

GENERAL CONTRACTS (CONTINUED)

FUNDS GOING OUT (CONTINUED)

3. Agency: Bryan I.S.D.
Funds: \$4,420,532
Period: July 1, 2009 through June 30, 2012
Description: Develop and implement goals for The University of Texas System Teacher Incentive Fund Program, a project funded through a federal Teacher Incentive Fund grant to improve student achievement in high need schools through a comprehensive strategy aimed at rewarding teachers and principals for effectiveness with performance-based differentiated compensation, recruiting and retaining high quality teachers and principals. Represents years three through five of a five-year contract. Years one and two were approved by the Board November 2008.
4. Agency: Lancaster I.S.D.
Funds: \$3,168,856
Period: July 1, 2008 through June 30, 2012
Description: Develop and implement goals for The University of Texas System Teacher Incentive Fund Program, a project funded through a federal Teacher Incentive Fund grant to improve student achievement in high need schools through a comprehensive strategy aimed at rewarding teachers and principals for effectiveness with performance-based differentiated compensation, recruiting and retaining high quality teachers and principals. Represents years two through five of a five-year contract. The Institute for Public School Initiatives did not docket prior year contracts until funds spent approached the threshold requiring Board approval.

CONTRACTS (CONTINUED)

GENERAL CONTRACTS (CONTINUED)

FUNDS GOING OUT (CONTINUED)

5. Agency: Lytle I.S.D.
Funds: \$2,125,017
Period: July 1, 2008 through June 30, 2012
Description: Develop and implement goals for The University of Texas System Teacher Incentive Fund Program, a project funded through a federal Teacher Incentive Fund grant to improve student achievement in high need schools through a comprehensive strategy aimed at rewarding teachers and principals for effectiveness with performance-based differentiated compensation, recruiting and retaining high quality teachers and principals. Represents years two through five of a five-year contract. The Institute for Public School Initiatives did not docket prior year contracts until funds spent approached the threshold requiring Board approval.
6. Agency: Manor I.S.D.
Funds: \$1,667,807
Period: July 1, 2008 through June 30, 2012
Description: Develop and implement goals for The University of Texas System Teacher Incentive Fund Program, a project funded through a federal Teacher Incentive Fund grant to improve student achievement in high need schools through a comprehensive strategy aimed at rewarding teachers and principals for effectiveness with performance-based differentiated compensation, recruiting and retaining high quality teachers and principals. Represents years two through five of a five-year contract. The Institute for Public School Initiatives did not docket prior year contracts until funds spent approached the threshold requiring Board approval.

CONTRACTS (CONTINUED)

GENERAL CONTRACTS (CONTINUED)

FUNDS GOING OUT (CONTINUED)

7. Agency: Richardson I.S.D.
Funds \$2,464,919
Period: July 1, 2008 through June 30, 2012
Description: Develop and implement goals for The University of Texas System Teacher Incentive Fund Program, a project funded through a federal Teacher Incentive Fund grant to improve student achievement in high need schools through a comprehensive strategy aimed at rewarding teachers and principals for effectiveness with performance-based differentiated compensation, recruiting and retaining high quality teachers and principals. Represents years two through five of a five-year contract. The Institute for Public School Initiatives did not docket prior year contracts until funds spent approached the threshold requiring Board approval.
8. Agency: Blackboard Inc.
Funds \$1,342,827
Period: September 1, 2009 through August 31, 2010 with the possibility of three contract extensions
Description: Blackboard is the chosen UT TeleCampus provider for a course management system, which is used to deliver all online courses. Since contracted in 2002, annual contract extensions have been exercised. Total value of the contract is now approaching the \$1,000,000 threshold requiring Board approval.

AMENDMENTS TO THE 2009-10 BUDGET

TRANSFERS OF FUNDS

The following Requests for Budget Change (RBC) have been administratively approved by the Chancellor and are recommended for approval by the U. T. System Board of Regents:

<u>Description</u>	<u>\$ Amount</u>	<u>RBC #</u>
LIBRARY, EQUIPMENT, REPAIR AND REHABILITATION (LERR)		
1. Amount of Transfer:	1,968,000	136

From: Unallocated LERR Funds

To: Unexpended Plant Funds

Transfer needed for waterproofing the Ashbel Smith Hall plaza and planters. The 25-year life expectancy for waterproofing has been exceeded and major leaks with potential structural issues must be addressed. Previously identified structural repairs and needed waterproofing for other U. T. System Complex parking garages will also be completed.

2. Amount of Transfer:	35,000	137
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From: Unallocated LERR Funds

To: Unexpended Plant Funds

Transfer needed for purchase and installation of security gates in the Colorado Building Garage No. 5 to secure the garage in the evenings.

AMENDMENTS TO THE 2009-10 BUDGET (CONTINUED)

TRANSFERS OF FUNDS (CONTINUED)

<u>Description</u>	<u>\$ Amount</u>	<u>RBC #</u>
AVAILABLE UNIVERSITY FUND		
3. Amount of Transfer:	50,000	138
From: Unallocated Available University Funds		
To: Unexpended Plant Funds		
Transfer needed to fund additional exterior repairs to the Claudia Taylor Johnson Building identified during recent exterior maintenance repairs.		
4. Amount of Transfer:	85,000	139
From: Unallocated Available University Funds		
To: Unexpended Plant Funds		
Transfer needed to fund upgrades to the navigation system hardware and software to include a Wide Area Augmentation System for the U. T. System King Air 350 as required by Federal Aviation Administration standards.		
DESIGNATED FUNDS		
5. Amount of Transfer:	2,220,000	140
From: Unemployment Compensation Income		
To: Unemployment Compensation Benefits		
Transfer needed to fund second quarter unemployment compensation reimbursement from existing income balances as a result of unanticipated unemployment compensation claims expenses resulting from a Reduction in Force at U. T. Medical Branch – Galveston following the devastation of Hurricane Ike. This caused expenditures to exceed the original budget amount of \$4,000,000 and created the need for a one-time budget transfer of \$2,200,000. The Unemployment Compensation Insurance self-insured fund will replenish these funds over the next three years as future actuarially determined rates factor in the claim experience from Fiscal Year 2009.		

REAL ESTATE REPORT

THE UNIVERSITY OF TEXAS SYSTEM SEPARATELY INVESTED ASSETS Managed by U. T. System

Summary Report at August 31, 2009

	FUND TYPE							
	Current Purpose Restricted		Endowment & Similar Funds		Annuity & Life Income Funds		TOTAL	
	Book	Market	Book	Market	Book	Market	Book	Market
Land & Buildings:								
Ending Value 5/31/09	\$ 3,613,237	\$ 27,055,058	\$ 103,994,396	\$ 317,608,775	\$ 1,843,260	\$ 3,446,892	\$ 109,450,893	\$ 348,110,725
Increase or Decrease	170,001	2,246,906	(6,000)	(34,651,514)	-	537,8	164,001	(31,866,715)
Ending Value 08/31/09	\$ 3,783,238	\$ 29,301,964	\$ 103,988,396	\$ 282,957,261	\$ 1,843,260	\$ 3,984,785	\$ 109,614,894	\$ 316,244,010
Other Real Estate:								
Ending Value 05/31/09	\$ 73,833	\$ 73,833	\$ 156,841	\$ 156,841	\$ -	\$ -	\$ 230,674	\$ 230,674
Increase or Decrease	(1,387)	(1,387)	(3,013)	(3,013)	-	-	(4,400)	(4,400)
Ending Value 08/31/09	\$ 72,446	\$ 72,446	\$ 153,828	\$ 153,828	\$ -	\$ -	\$ 226,274	\$ 226,274

Report prepared in accordance with Sec. 51.0032 of the *Texas Education Code*.

Details of individual assets by account furnished on request.

Note: Surface estates are managed by the U. T. System Real Estate Office. Mineral estates are managed by U. T. System University Lands – West Texas Operations. The royalty interests received from the Estate of John A. Jackson for the John A. and Katherine G. Jackson Endowed Fund in Geosciences are managed by the U. T. Austin Geology Foundation, with the assistance of the Bureau of Economic Geology.

U. T. ARLINGTON

AMENDMENTS TO THE 2009-10 BUDGET

TRANSFER OF FUNDS

The following Requests for Budget Change (RBC) have been administratively approved by the Executive Vice Chancellor for Academic Affairs and are recommended for approval by the U. T. System Board of Regents:

<u>Description</u>	<u>\$ Amount</u>	<u>RBC #</u>
LIBRARY, EQUIPMENT, REPAIR AND REHABILITATION ALLOCATION (LERR) Obstetrics and Gynecology		
1. Amount of Transfer:	12,900	3334

From: Library, Equipment, Repair and Rehabilitation project for Nedderman and Fine Arts roof replacement

To: University Hall roof repair and replacement

Transfer surplus funds from a previously approved LERR project for Nedderman and Fine Arts roof replacement to a new project to address an emergency roof repair and replacement on University Hall.

AMENDMENTS TO THE 2008-09 BUDGET

TENURE APPOINTMENTS

**NEW APPOINTMENTS WITH TENURE, AWARD OF TENURE,
AND EMERITUS APPOINTMENTS**

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
COLLEGE OF SCIENCE Earth and Environmental Science Dean of Science and Professor					
2. Pamela E. Jansma (T)	8/15-8/31	100	12	210,000	3155
	8/15-8/31	WOS	09	157,500	

U. T. AUSTIN

CONTRACTS

The following contracts have been administratively approved by the President or his delegate and the Executive Vice Chancellor for Academic Affairs and are recommended for approval by the U. T. System Board of Regents:

GENERAL CONTRACTS

FUNDS COMING IN

1. Agency: NIKE USA, Inc.
Funds: Minimum of \$1,221,020
Period: July 1, 2009 through June 30, 2014
Description: NIKE USA, Inc. will be the official provider of athletic footwear, apparel, and uniforms for University Interscholastic League (UIL) staff and representatives and provide marketing support for championship events. NIKE will provide cash compensation (minimum of \$1,221,020) and NIKE products (minimum of \$50,000) to UIL championship events during the term of the agreement.

2. Agency: Texas Education Agency
Funds: \$2,000,000
Period: September 1, 2009 through August 31, 2011
Description: Texas Education Agency will provide funding in consideration of University Interscholastic League's (UIL) designation as the lead agency in developing, implementing, and enforcing a random steroid testing program for UIL member high school athletes in Texas, as mandated in Senate Bill 8 of the 80th Texas Legislature, Regular Session. UIL of U. T. Austin will continue administering the random steroid testing program for UIL member high school athletes in Texas.

CONTRACTS (CONTINUED)

GENERAL CONTRACTS (CONTINUED)

FUNDS COMING IN (CONTINUED)

3. Agency: IMG Communications, Inc.
Funds: U. T. Austin estimates that the amendment of the existing contract will result in \$119,000,000 of additional revenue
Period: July 1, 2005 through June 30, 2022
Description: Third amendment to existing contract between U. T. Austin and IMG Communications, Inc. (formerly known as Host Communications, Inc.) for IMG to provide 1) certain radio and television broadcasts related to its intercollegiate athletics program; 2) for the production, sale, and distribution of programs and certain printed materials; 3) for certain corporate sponsorships; and 4) for other ancillary and marketing activities. The third amendment extends the agreement an additional seven years and revises certain other terms and conditions that will result in increased revenue and benefits to U. T. Austin. For the rights and privileges granted, IMG will pay an annual rights fee of \$310,000. From the sales and marketing of the rights and licenses belonging to U. T. Austin, IMG shall remit an adjusted gross revenue royalty based on a percentage of the aggregate gross revenue collected by IMG pursuant to the aggregate gross revenue schedules detailed in the amendment.

FUND GOING OUT

4. Agency: National Center for Drug Free Sports, Inc.
Funds: \$1,800,400
Period: September 1, 2009 through August 31, 2011
Description: Drug testing through statewide random steroid testing for Texas high school student athletes in Texas, as mandated in Senate Bill 8 of the 80th Texas Legislature, Regular Session.

CONTRACTS (CONTINUED)

GENERAL CONTRACTS (CONTINUED)

FUNDS GOING OUT (CONTINUED)

5. Agency: Cincinnati Bell Technology Solutions, Inc.
Funds: \$11,000,000
Period: Effective upon receipt of federal broadband stimulus grant funds
Description: U. T. Austin has applied for American Recovery and Reinvestment Act grants from the federal Broadband USA stimulus grant program. The purpose of the grant is to improve the rural broadband network in Texas. This is a coordinated project involving Texas A&M University, dozens of municipalities, and rural electric cooperatives, as well as the Lower Colorado River Authority and USFon, a nonprofit telecommunications carrier. Under this purchase agreement with Cincinnati Bell Technology Solutions, Inc. (CBTS), U. T. Austin will purchase all of CBTS' telecommunication assets located in Texas, including a dark fiber indefeasible right to use the agreement for the exclusive use of 68 strands of fiber on a 302-mile Houston-Austin-San Antonio route, as well as six long-haul telecommunications conduits on the same route, and all conduits owned by CBTS in El Paso. This acquisition will serve the long-term broadband needs of U. T. Austin at an economical price as well as allowing U. T. Austin to participate in the stimulus program to bring broadband service to underserved rural communities in Texas. No acquisition will be made unless U. T. Austin is awarded the Broadband USA grant, and then only to the extent the grant funding allows.

AMENDMENTS TO THE 2009-10 BUDGET

TENURE APPOINTMENTS

**NEW APPOINTMENTS WITH TENURE, AWARD OF TENURE,
AND EMERITUS APPOINTMENTS**

The following Requests for Budget Change (RBC) have been administratively approved by the Executive Vice Chancellor for Academic Affairs and are recommended for approval by the U. T. System Board of Regents:

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
COLLEGE OF EDUCATION					
Curriculum and Instruction					
1. Elaine L. Danielson					3219
From: Associate Professor (T)		100	09	62,098	
To: Associate Professor Emeritus	9/1-5/31			0	
<p>Dr. Danielson was granted emeritus status effective September 1, 2006. Approval was effective June 1, 2006 but the title change was not submitted for docket approval at that time. The honorary title designation is being submitted now for formal approval with the request that the emeritus title be shown as effective on June 1, 2006, as intended.</p>					
SCHOOL OF LAW					
Thomas Shelton Maxey Professorship and Professor					
2. Ronen Avraham (T)	9/1-5/31	100	09	247,500	3214
	9/1-5/31	SUPLT	09	5,000	
Bernard J. Ward Centennial Professorship and Professor					
3. Abraham L. Wickelgren (T)	9/1-5/31	100	09	202,500	3215
	9/1-5/31	SUPLT	09	5,000	
Charles I. Francis Professorship in Law and Professor					
4. Robert M. Chesney (T)	9/1-5/31	100	09	172,500	3216
	9/1-5/31	SUPLT	09	5,000	

AMENDMENTS TO THE 2009-10 BUDGET (CONTINUED)

TENURE APPOINTMENTS (CONTINUED)

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
SCHOOL OF LAW (Continued)					
Harry M. Reasoner Regents Chair in Law and Professor					
5. David E. Adelman (T)	9/1-5/31	100	09	161,250	3217
	9/1-5/31	SUPLT	09	5,000	
COLLEGE OF NATURAL SCIENCES					
Biological Sciences/Molecular Genetics					
6. Paul J. Szaniszlo					3221
From: Professor (T)		100	09	106,872	
To: Professor Emeritus	9/1-5/31			0	
Biological Sciences/Neurobiology					
7. Jeanne M. Lagowski					3213
From: Professor (T)		100	09	123,264	
To: Professor Emeritus	9/1-5/31			0	
LBJ SCHOOL OF PUBLIC AFFAIRS					
Tom Slick Memorial Trust Professorship and Professor					
8. Ethan B. Kapstein (T)	9/1-5/31	66	09	145,785	3218
	9/1-5/31	34	09	145,785	

AMENDMENTS TO THE 2008-09 BUDGET

TRANSFERS OF FUNDS

<u>Description</u>	<u>\$ Amount</u>	<u>RBC #</u>
GENERAL REVENUE APPROPRIATION		
U. T. Austin - State General Revenue		
9. Amount of Transfer:	9,902,630	3178

From: HB 4586, Section 59 Hold Harmless

To: State General Revenue

To record supplemental appropriation funding as per HB 4586, Section 59 which U. T. Austin has budgeted for expenditure in Fiscal Years 2010 and 2011. This is a routine required action to transfer funds to general revenue to be spent appropriately.

SERVICE DEPARTMENTS

University Printing Services

10. Amount of Transfer:	650,000	3171
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From: Operating Income

To: Plant Operations

Transfer needed to purchase supplies to complete year end orders. The matching income will follow as the majority of University Printing Services business transactions occur in July and August of each fiscal year.

AUXILIARY SERVICES

Frank C. Erwin, Jr. Special Events Center

11. Amount of Transfer:	1,000,000	3167
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From: Frank C. Erwin, Jr. Special Events Center - Operating Income

To: Frank C. Erwin, Jr. Special Events Center - Other Expenses

Temporary budget transfer needed to provide spending authority for the Frank C. Erwin, Jr. Special Events Center expense account through the end of Fiscal Year 2009. Payments to the producers of the Jamie Foxx concert and the Ringling Bros. and Barnum and Bailey Circus will be offset by ticket proceeds from the Host Communications Advertising Signage contract and the Sodexo Food and Beverage annual settlement. These proceeds will be recorded before the end of the fiscal year, resulting in a positive ending balance.

U. T. BROWNSVILLE
AMENDMENTS TO THE 2009-10 BUDGET

TENURE APPOINTMENTS

**NEW APPOINTMENTS WITH TENURE, AWARD OF TENURE,
AND EMERITUS APPOINTMENTS**

The following Requests for Budget Change (RBC) have been administratively approved by the Executive Vice Chancellor for Academic Affairs and are recommended for approval by the U. T. System Board of Regents:

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
OFFICE OF THE PROVOST					
Provost and Professor					
1. Alan F. J. Artibise (T)	10/22-8/31	100	12	230,000	3290
COLLEGE OF SCIENCE, MATHEMATICS AND TECHNOLOGY					
Dean and Professor					
2. Mikhail M. Bouniev (T)	9/1-8/31	100	12	145,000	3270

U. T. DALLAS

CONTRACTS

The following contract has been administratively approved by the President or his delegate and the Executive Vice Chancellor for Academic Affairs and is recommended for approval by the U. T. System Board of Regents:

GENERAL CONTRACTS

FUNDS GOING OUT

1. Agency: Ciber, Inc.
Funds: \$2,567,000
Period: July 1, 2009 through June 30, 2011
Description: Contractor will implement Oracle PeopleSoft HCM/Finance 9.0 at U. T. Dallas and provide other related, necessary, and appropriate services.

AMENDMENTS TO THE 2009-10 BUDGET

TENURE APPOINTMENTS

**NEW APPOINTMENTS WITH TENURE, AWARD OF TENURE,
AND EMERITUS APPOINTMENTS**

The following Requests for Budget Change (RBC) have been administratively approved by the Executive Vice Chancellor for Academic Affairs and are recommended for approval by the U. T. System Board of Regents:

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
BEHAVIORAL AND BRAIN SCIENCES AND ERIK JONSSON SCHOOL OF ENGINEERING AND COMPUTER SCIENCE Bioengineering Associate Professor					
1. Robert L. Rennaker (T)	9/1-5/31	100	09	98,000	3248
SCHOOL OF NATURAL SCIENCES AND MATHEMATICS Molecular and Cell Biology Professor					
2. Michael Q. Zhang (T)	9/1-5/31	100	09	202,500	3260
Mathematics Professor and Program Head					
3. Wieslaw Z. Krawcewicz (T)	9/1-5/31	100	09	135,000	3261

AMENDMENTS TO THE 2008-09 BUDGET

TENURE APPOINTMENTS

**NEW APPOINTMENTS WITH TENURE, AWARD OF TENURE,
AND EMERITUS APPOINTMENTS**

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
ERIK JONSSON SCHOOL OF ENGINEERING AND COMPUTER SCIENCE Mechanical Engineering Professor and Program Head					
4. Mario O. Rotea (T)	8/1-8/31	100	09	175,000	3182
ECONOMIC, POLITICAL, AND POLICY SCIENCES Econometrics Professor					
5. Donggyu Su (T)	7/1-8/31	100	09	180,000	3183

U. T. EL PASO

AMENDMENTS TO THE 2009-10 BUDGET

TENURE APPOINTMENTS

NEW APPOINTMENTS WITH TENURE, AWARD OF TENURE,
AND EMERITUS APPOINTMENTS

The following Requests for Budget Change (RBC) have been administratively approved by the Executive Vice Chancellor for Academic Affairs and are recommended for approval by the U. T. System Board of Regents:

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
COLLEGE OF HEALTH SCIENCE Health Sciences Associate Professor					
1. Timothy N. Tansey (T)	9/1-5/31	100	09	72,500	3243

AMENDMENTS TO THE 2008-09 BUDGET

TENURE APPOINTMENTS

NEW APPOINTMENTS WITH TENURE, AWARD OF TENURE,
AND EMERITUS APPOINTMENTS

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
COLLEGE OF SCIENCE Mathematical Science Professor					
2. Maria C. Mariani (T)	7/1-8/31	100	09	120,000	3242

U. T. PAN AMERICAN
AMENDMENTS TO THE 2009-10 BUDGET

TENURE APPOINTMENTS

**NEW APPOINTMENTS WITH TENURE, AWARD OF TENURE,
AND EMERITUS APPOINTMENTS**

The following Requests for Budget Change (RBC) have been administratively approved by the Executive Vice Chancellor for Academic Affairs and are recommended for approval by the U. T. System Board of Regents:

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
ARTS AND HUMANITIES					
Professor					
1. Russel Skowronek (T)	9/1-5/31	100	09	90,000	3251
Art Department					
2. Nancy Moyer					3239
From: Professor (T)		100	09	72,745	
To: Professor Emeritus	9/1-5/31			0	
3. Frank Manuella					3237
From: Professor (T)		100	09	73,854	
To: Professor Emeritus	9/1-5/31			0	
4. Wilbert Raymond Martin					3238
From: Professor (T)		100	09	64,602	
To: Professor Emeritus	9/1-5/31			0	
5. Edward E. Nichols					3240
From: Professor (T)		100	09	76,470	
To: Professor Emeritus	9/1-5/31			0	

AMENDMENTS TO THE 2009-10 BUDGET (CONTINUED)

TENURE APPOINTMENTS (CONTINUED)

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
COLLEGE OF HEALTH SCIENCES AND HUMAN SERVICES					
Rehabilitation Department					
Professor and Chair					
6. Jerome M. Fischer (T)	9/1-5/31	100	09	85,000	3250
Nursing Department					
7. Barbara Tucker					3241
From: Professor (T)		100	09	72,107	
To: Professor Emeritus	9/1-5/31			0	
COLLEGE OF SCIENCE AND ENGINEERING					
Manufacturing Engineering					
Professor					
8. James Paul Ignizio (T)	9/1-5/31	100	09	155,000	3252
COLLEGE OF SOCIAL AND BEHAVIOR SCIENCES					
Psychology and Anthropology					
9. Mark Glazer					3236
From: Professor (T)		100	09	85,482	
To: Professor Emeritus	9/1-5/31			0	

AMENDMENTS TO THE 2009-10 BUDGET (CONTINUED)

TRANSFERS OF FUNDS

<u>Description</u>	<u>\$ Amount</u>	<u>RBC #</u>
BANNER PROJECT AND TECHNICAL SUPPORT		
10. Amount of Transfer:	1,237,306	3253
From: Designated Tuition		
To: Unexpended Plant Funds		
Transfer needed for the student information system implementation project.		

AMENDMENTS TO THE 2008-09 BUDGET

TRANSFERS OF FUNDS

<u>Description</u>	<u>\$ Amount</u>	<u>RBC #</u>
EDINBURG PROFESSIONAL PLAZA		
11. Amount of Transfer:	2,800,000	3307
From: Designated Tuition		
To: Unexpended Plant Funds Building Alterations and Maintenance		
Transfer needed to cover the estimated cost of acquiring, renovating, and furnishing the building on South Sugar Road, Edinburg Professional Plaza, in which U. T. Pan American will have a condominium interest.		

U. T. SAN ANTONIO

CONTRACTS

GENERAL CONTRACTS

The following contracts have been administratively approved by the President or his delegate and the Executive Vice Chancellor for Academic Affairs and are recommended for approval by the U. T. System Board of Regents:

FUNDS GOING OUT

1. Agency: 4350 LOCKHILL SELMA, LLC, a Texas limited liability company
Funds: \$2,350,000 for the initial 66-month term; and market rate for the 5-year renewal option period
Period: December 1, 2009 through June 1, 2015 and renewal option period – through May 31, 2020
Description: Lease of 11,168 square feet of space in an office building located near the U. T. San Antonio main campus to house the Center of Infrastructure Assurance and Security (CIAS) for an initial 66-month term with a 5-year renewal option. CIAS is a grant-funded Center. Permitted uses include office and educational space.

FOREIGN CONTRACTS

2. Agency: The Confucius Institute Headquarters of China
Funds: Established annually based on the budget needed to support and maintain the operations of the Institute
Period: Effective upon signing of the Agreement for a period of five years, or until the Confucius Institute ceases to exist, whichever is sooner.
Description: The Confucius Institute Headquarters of China agrees to establish a Confucius Institute at U. T. San Antonio in cooperation with the University of International Business and Economics, Beijing, China.

AMENDMENTS TO THE 2009-10 BUDGET

TRANSFERS OF FUNDS

The following Requests for Budget Change (RBC) have been administratively approved by the Executive Vice Chancellor for Academic Affairs and are recommended for approval by the U. T. System Board of Regents:

<u>Description</u>	<u>\$ Amount</u>	<u>RBC #</u>
FACILITIES PROJECTS		
Sombrilla Project		
1. Amount of Transfer:	2,599,074	3220
From: Project Reserves		
To: Sombrilla Rehabilitation Project		

Transfer needed to fund the Sombrilla project. The Sombrilla project is the refurbishment of the signature plaza at the Main Campus by replacing all of the original pyramid skylights. This project will restore the Sombrilla to its iconic status that once served as the symbol of the University and as the hub of student activity.

AMENDMENTS TO THE 2008-09 BUDGET

TRANSFERS OF FUNDS

<u>Description</u>	<u>\$ Amount</u>	<u>RBC #</u>
AUXILIARY ADMINISTRATION		
Wayfinding		
2. Amount of Transfer:	750,000	3180
From: Auxiliary Administration		
To: Renovations		

Transfer needed for wayfinding implementation: (1) schematic design and construction drawings; (2) gateways; (3) vehicular signage, and (4) partial pedestrian signage.

AMENDMENTS TO THE 2008-09 BUDGET (CONTINUED)

TRANSFERS OF FUNDS (CONTINUED)

<u>Description</u>	<u>\$ Amount</u>	<u>RBC #</u>
AUXILIARY ADMINISTRATION		
University Center Renovation		
3. Amount of Transfer:	1,143,900	3193
From: Parking Services	1,000,000	
Food Services Retail Operations	143,900	
To: University Center Renovation, Repair and Rehabilitation		
<p>Project encompasses the design, demolition, renovation, and construction of Chili's Too at the University Center and costs include construction and hardware expenditures.</p>		
FACILITIES PROJECTS		
Sculpture and Ceramics Addition		
4. Amount of Transfer:	920,861	3188
From: Project Reserve		
To: Sculpture and Ceramics Building Addition		
<p>This transfer is needed to fund the estimated total project costs of design and construction of a new building for the Sculpture and Ceramics Departments. The new building will be approximately 12,000 square feet and include graduate studios, sculpture and ceramics work rooms, and offices.</p>		
LIBRARY RENOVATIONS		
Library		
5. Amount of Transfer	2,409,900	3212
From: Library Resource Fee		
To: Library Renovations		
<p>Renovation of the 4th floor, John Peace Library Building.</p>		

NEW AWARD OF TENURE

The following personnel actions involving new award of tenure have been administratively approved by the Executive Vice Chancellor for Academic Affairs. The personnel actions have been included in the 2010 Annual Operating Budget of each institution and are consistent with the Regents' *Rules and Regulations*, Rule 31007.

<u>College, Department, and Name</u>	<u>From</u>	<u>To</u>
College of Education and Human Development		
Educational Leadership and Policy Studies		
Amaury Nora	New Hire	Professor (T)
College of Liberal and Fine Arts		
Anthropology		
Jerry K. Jacka	New Hire	Associate Professor (T)
Joanna E. Lambert	New Hire	Professor (T)
Psychology		
Rebecca J. Weston	New Hire	Associate Professor (T)
Sociology		
Xiaohe Xu	New Hire	Professor (T)
College of Science		
Chemistry		
Banglin Chen	New Hire	Associate Professor (T)

U. T. TYLER

AMENDMENTS TO THE 2009-10 BUDGET

TENURE APPOINTMENTS

NEW APPOINTMENTS WITH TENURE, AWARD OF TENURE,
AND EMERITUS APPOINTMENTS

The following Requests for Budget Change (RBC) have been administratively approved by the Executive Vice Chancellor for Academic Affairs and are recommended for approval by the U. T. System Board of Regents:

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
COLLEGE OF ARTS AND SCIENCES					
History					
1. Vincent Falzone					3245
From: Professor (T)		100	09	80,649	
To: Professor Emeritus	9/1-5/31			0	
COLLEGE OF ARTS AND SCIENCES					
Mathematics					
2. A. Richard Mitchell					3246
From: Professor (T)		100	09	76,100	
To: Professor Emeritus	9/1-5/31			0	
COLLEGE OF ARTS AND SCIENCES					
Communication					
3. Roger Conaway					3247
From: Professor (T)		100	09	70,499	
To: Professor Emeritus	9/1-5/31			0	

U. T. SOUTHWESTERN MEDICAL CENTER – DALLAS

CONTRACTS

The following contracts have been administratively approved by the President or his delegate and the Executive Vice Chancellor for Health Affairs and are recommended for approval by the U. T. System Board of Regents:

GENERAL CONTRACTS

FUNDS COMING IN

1. Agency: Dallas County Hospital District
Funds: \$1,092,913
Period: July 1, 2009 through June 30, 2010
Description: To provide reimbursement for cost of patient care services provided by U. T. Southwestern Medical Center – Dallas residents and fellows.

2. Agency: Dallas County Indigent Care Corporation
Funds: \$151,696,778
Period: October 1, 2009 through September 30, 2010
Description: To provide physicians and other health care professionals to Parkland Health and Hospital System.

FUNDS GOING OUT

3. Agency: Waste Management
Funds: \$1,832,168
Period: November 1, 2009 through August 31, 2014
Description: To provide campus-wide waste management services.

4. Agency: Dallas County Hospital District
d/b/a Parkland Health and Hospital System
Funds: \$1,274,787
Period: October 1, 2009 through September 30, 2010
Description: To provide clinical, administrative, and medical director services to Dallas County Hospital District/Parkland Health and Hospital System. This agreement will also provide billing, oversight, and supervision for midlevels in the Parkland Midwifery Program.

AMENDMENTS TO THE 2008-09 BUDGET

TENURE APPOINTMENTS

**NEW APPOINTMENTS WITH TENURE, AWARD OF TENURE,
AND EMERITUS APPOINTMENTS**

The following Request for Budget Change (RBC) has been administratively approved by the Executive Vice Chancellor for Health Affairs and is recommended for approval by the U. T. System Board of Regents:

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
SCHOOL OF MEDICINE					
Surgery					
1. Robert Clyde Eberhart					3198
From: Surgery Adjunct Professor (T)		50	12	106,000	
To: Surgery Professor Emeritus	9/1-8/31			0	

U. T. MEDICAL BRANCH – GALVESTON

CONTRACTS

The following contracts have been administratively approved by the President or his delegate and the Executive Vice Chancellor for Health Affairs and are recommended for approval by the U. T. System Board of Regents:

GENERAL CONTRACTS

FUNDS COMING IN

1. Agency: Brazoria County, Texas
Funds: \$4,623,974
Period: October 1, 2009 through September 30, 2011
Description: Fifth amendment for U. T. Medical Branch – Galveston to continue providing primary care services and hospital services at the Brazoria County Jail.
2. Agency: ValueOptions of Texas, Inc.
Funds: \$1,803,900
Period: September 1, 2009 through August 31, 2010
Description: Seventh amendment for U. T. Medical Branch – Galveston to continue providing administration of uniform assessment, primary care medical screening services, care coordination of clinical sub-specialty services, and clinical pharmacy services to indigent members of the NorthSTAR program.
3. Agency: Texas Department of Criminal Justice
Funds: \$1,100,000
Period: September 1, 2009 through August 31, 2011
Description: U. T. Medical Branch – Galveston to provide meals to assigned offenders and staff while at the Galveston Hospital.
4. Agency: Correctional Managed Health Care Committee
Funds: \$734,077,688
Period: September 1, 2009 through August 31, 2011
Description: U. T. Medical Branch – Galveston to provide health care to offenders on behalf of the Texas Department of Criminal Justice.

CONTRACTS (CONTINUED)

GENERAL CONTRACTS (CONTINUED)

FUNDS COMING IN (CONTINUED)

5. Agency: Department of Assistive and Rehabilitative Services
Division for Early Childhood Intervention (ECI)
Services
Funds: \$1,434,333
Period: September 1, 2009 through August 31, 2010
Description: Amendment to extend the agreement for an additional
year to provide a program of early childhood
intervention services for children with developmental
delay and respite services for families of children
enrolled in ECI comprehensive services.

FUNDS GOING OUT

6. Agency: MFR, P.C.
Funds: \$8,000,000
Period: December 1, 2009 through November 10, 2014
Description: Contractor will assist U. T. Medical Branch –
Galveston with Federal Emergency Management
Agency related accounting and project management
activities for Hurricane Ike reimbursements.

AMENDMENTS TO THE 2009-10 BUDGET

TENURE APPOINTMENTS

**NEW APPOINTMENTS WITH TENURE, AWARD OF TENURE,
AND EMERITUS APPOINTMENTS**

The following Requests for Budget Change (RBC) have been administratively approved by the Executive Vice Chancellor for Health Affairs and are recommended for approval by the U. T. System Board of Regents:

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
ACADEMIC ENTERPRISE					
Biochemistry and Molecular Biology					
1. David Wayne Bolen					3192
From: Professor (T)		100	12	147,972	
To: Professor Emeritus	9/1-8/31			0	
Biochemistry and Molecular Biology					
2. Lee-Nien Lillian Chan					3191
From: Professor (T)		100	12	140,800	
To: Professor Emeritus	9/1-8/31			0	
Biochemistry and Molecular Biology					
Internal Medicine - Administration					
3. Edward I. Bradbridge Thompson					3194
From: Professor (T)		50	12	92,259	
To: Professor Emeritus	9/1-8/31			0	
Internal Medicine – Infectious Disease					
Professor					
4. Philip Keiser (T)	9/1-8/31	100	12	194,000	3184

AMENDMENTS TO THE 2009-10 BUDGET (CONTINUED)

APPOINTMENTS AND PROMOTIONS (CONTINUED)

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
ACADEMIC ENTERPRISE (Continued)					
Microbiology and Immunology					
5. Teh-sheng Chan (T)					3209
From: Professor (T)		100	12	114,330	
To: Professor Emeritus	9/1-8/31			0	
Neurology					
Neuroscience & Cell Biology					
Professor					
6. George R. Jackson (T)	9/1-8/31	100	12	190,000	3185
Pathology					
7. Landon C. Stout, Jr.					3195
From: Professor		100	12	111,872	
To: Professor Emeritus	9/1-8/31			0	
ACADEMIC ENTERPRISE AND INSTITUTIONAL SUPPORT					
Surgery - Urology					
IS Leadership					
8. Michael M. Warren					3200
From: Clinical Professor (T) EMR Project Liaison		50	12	182,500	
To: Ashbel Smith Professor Emeritus	8/15-8/31			0	

NEW AWARD OF TENURE

The following personnel actions involving new award of tenure have been administratively approved by the Executive Vice Chancellor for Health Affairs. The personnel actions have been included in the 2010 Annual Operating Budget of each institution and are consistent with the Regents' *Rules and Regulations*, Rule 31007.

<u>College, Department, and Name</u>	<u>From</u>	<u>To</u>
School of Medicine		
Anesthesiology Rakesh Vadhera	Professor	Professor (T)
Internal Medicine Yong-Fang Kuo	Associate Professor	Associate Professor (T)
Ronald G. Tilton	Professor	Professor (T)
Bernard Karnath	Associate Professor	Associate Professor (T)
Microbiology and Immunology Alfredo Torres	Assistant Professor	Associate Professor (T)
Neurology Robert Glen Smith	Associate Professor	Professor (T)
Neuroscience and Cell Biology Gracie Vargas	Assistant Professor	Associate Professor (T)
Pathology Suimin Qiu	Assistant Professor	Associate Professor (T)
Jianli Dong	Assistant Professor	Associate Professor (T)
Pediatrics Antonella Casola	Associate Professor	Associate Professor (T)
Richard Pyles	Associate Professor	Associate Professor (T)
Surgery Kathleen O'Connor	Associate Professor	Associate Professor (T)

OTHER MATTERS

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT

The following item has been approved by the Executive Vice Chancellor for Health Affairs in accordance with the Regents' *Rules and Regulations*, Rule 30103 and is submitted for approval by the U. T. System Board of Regents. It has been determined that the holding of this office or position is of benefit to the State of Texas and The University of Texas and there is no conflict between holding this position and the appointment Mr. Moore with The University of Texas Medical Branch at Galveston. By approval of this item, the Board is also asked to find that holding this position is of benefit to the State of Texas and The University of Texas and there is no conflict between the position and the University.

- | | |
|---------------|---|
| Name: | Richard S. Moore |
| Title: | Interim Vice President of Finance, U. T. Medical Branch – Galveston Austin Programs |
| Position: | Board member, Texas Department of Information Resources |
| Period: | September 10, 2009 through February 1, 2015 |
| Compensation: | None |
| Description: | Governor Perry has appointed Mr. Moore to the Board of the Texas Department of Information Resources. The Texas Department of Information Resources is responsible for the effective planning, implementation, and management of a statewide technology infrastructure that supports agency business operations and is also responsible for a cooperative contracts program that enables government entities to efficiently pool their purchasing power to drive down costs. Mr. Moore retired from U. T. Medical Branch – Galveston in 2007, returning at various times to assist the U. T. Medical Branch – Galveston since Hurricane Ike in various interim roles. |

U. T. HEALTH SCIENCE CENTER – HOUSTON

CONTRACTS

The following contract has been administratively approved by the President or his delegate and the Executive Vice Chancellor for Health Affairs and is recommended for approval by the U. T. System Board of Regents:

GENERAL CONTRACTS

FUNDS COMING IN

1. Agency: PST Services, Inc.
Funds: \$1,000,848, based on monthly rental payments of \$41,702
Period: September 1, 2009 through August 31, 2011
Description: Extension of lease of administrative office space at 1851 Crosspoint, Houston, Texas, covering 30,804 square feet of rentable space.

OTHER FISCAL ITEMS

EMPLOYMENT AGREEMENTS

The following extension has been awarded, has been approved by the Chancellor, and is recommended for approval by the U. T. System Board of Regents. Such employment under this extension is subject to the Regents' *Rules and Regulations*, Rules 10501 and 20201 and *Texas Education Code*, Section 51.948.

1. Item: President

Description: Extension of agreement with Lawrence Kaiser, M.D., President of The University of Texas Health Science Center at Houston where U. T. Health Science Center – Houston compensates Dr. Kaiser for reasonable commuting costs incurred by him and his spouse including airfare, accommodations, and meals associated with transition and temporary housing costs until July 31, 2010.

FEES AND MISCELLANEOUS CHARGES

PARKING AND TRAFFIC ENFORCEMENT FEES

Approval is recommended for the following parking permit fees to be effective beginning November 1, 2009. The proposed fees are consistent with the applicable statutory requirements under Section 51.202 of the *Texas Education Code* and have been administratively approved by the Executive Vice Chancellor for Health Affairs.

<u>Monthly Fees</u>	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
<u>University Center Tower Garage</u>			
<u>7000 Fannin, Houston, Texas</u>			
Faculty/Staff (payroll deduction)	74.80	77.04	2.99
Faculty/Staff	79.80	82.04	2.81
Student	74.80	77.04	2.99
Faculty/Staff - Reserved (payroll deduction)	110.00	115.50	5.00
Faculty/Staff - Reserved	115.00	120.50	4.78
Faculty/Staff -Reserved 2 nd level (payroll deduction)	105.00	110.25	5.00
Faculty/Staff - Reserved 2 nd level	110.00	115.25	4.77
Motorcycle	30.00	31.50	5.00
Motorcycle Non-UT	32.48	36.50	12.38
Non-Tenant Contract	102.50	105.58	3.00
Non-Tenant Contract - Reserved	115.00	121.90	6.00
Non-Tenant Contract - Reserved 2 nd level	110.00	115.50	5.00
<u>Recreation Center Lot</u>			
<u>7779 Knight Road, Houston, Texas</u>			
Staff (payroll deduction)	20.00	21.00	5.00
Staff	25.00	26.25	5.00

FEES AND MISCELLANEOUS CHARGES (CONTINUED)

PARKING AND TRAFFIC ENFORCEMENT FEES (CONTINUED)

<u>Monthly Fees</u>	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
<u>UT Professional Building Garage</u>			
<u>6414 Fannin, Houston, Texas</u>			
Faculty/Staff (payroll deduction)	133.94	137.96	3.00
Faculty/Staff	133.94	142.96	6.73
Non-UT	145.00	154.35	6.45
Faculty/Staff Basement (payroll deduction)	133.94	147.96	10.47
Faculty/Staff Basement	133.94	152.96	14.20
Non-UT Basement	145.00	164.35	13.34
MHHS Night	70.00	72.10	3.00
MHHS Weekend	30.00	31.00	3.33
Motorcycle Non-UT	32.48	38.97	19.98
Motorcycle (payroll deduction)	30.00	31.00	3.33
Motorcycle UT	30.00	36.00	20.00
<u>South Campus Lot</u>			
<u>7779 Knight Road, Houston, Texas</u>			
	55.00	58.30	6.00
<u>Operations Center Building</u>			
<u>Surface Lots</u>			
<u>1851 Crosspoint, Houston, Texas</u>			
OCB A	37.00	38.28	3.46
OCB A (payroll deduction)	32.00	33.28	4.00
OCB A (Non-UT)	37.00	41.44	12.00
OCB B	32.00	33.08	3.37
OCB B (payroll deduction)	27.00	28.08	4.00
OCB B (Non-UT)	32.00	35.81	11.91
OCB C	21.00	21.64	3.05
OCB C (payroll deduction)	16.00	16.64	4.00
OCB C (Non-UT)	21.00	23.64	12.57
<u>Mental Sciences Institute Surface Lots</u>			
<u>1300 Moursund, Houston, Texas</u>			
Faculty/Staff	77.00	81.62	6.00
Faculty/Staff (payroll deduction)	72.00	76.32	6.00

FEEES AND MISCELLANEOUS CHARGES (CONTINUED)

PARKING AND TRAFFIC ENFORCEMENT FEES (CONTINUED)

<u>Monthly Fees</u>	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
School of Nursing/School of Public Health Surface Lots <u>1200 Hermann Pressler, Houston, Texas</u>			
Faculty/Staff	115.00	128.06	11.36
Faculty/Staff (payroll deduction)	110.00	113.30	3.00

Note: Non-UT permit holders pay the payroll deduction amount plus 8.25% tax.

U. T. HEALTH SCIENCE CENTER – SAN ANTONIO

CONTRACTS

The following contract has been administratively approved by the President or his delegate and the Executive Vice Chancellor for Health Affairs and is recommended for approval by the U. T. System Board of Regents:

GENERAL CONTRACTS

FUNDS COMING IN

1. Agency: Coca-Cola Enterprises, Inc., DBA San Antonio Coca-Cola Bottling Company, a Delaware corporation
Funds: \$255,000
Period: January 1, 2010 through August 31, 2013
Description: Coca-Cola Enterprises, Inc., DBA San Antonio Coca-Cola Bottling Company, a Delaware corporation, agrees to furnish and service beverage vending machines on all campus locations. *Texas Government Code*, Section 2203.005(a) requires all vending machine agreements to be approved by the Board.

U. T. M. D. ANDERSON CANCER CENTER

CONTRACTS

The following contracts have been administratively approved by the President or his delegate and the Executive Vice Chancellor for Health Affairs and are recommended for approval by the U. T. System Board of Regents:

GENERAL CONTRACTS

FUNDS GOING OUT

- Agency: Cactus Builders

Funds: Costs for projects selected for this vendor are based on the pre-pricing information in the RS Means Building Construction Cost Data Book adjusted with a negotiated, local co-efficient. It is now anticipated that total costs under the agreement will exceed \$2,500,000, although the maximum amount is indeterminable at this time.

Period: The initial term of the contract is June 1, 2008 through May 31, 2010. Agreement may be renewed for two additional 2-year periods.

Description: A job order contracting agreement. Vendor will act as a general contractor to provide general and specific construction services for renovation projects on a per-project basis. Vendor will provide all material, labor, equipment, and services necessary for completion of the project. Services are on a non-exclusive, indefinite quantity basis, and there is no minimum amount of work required.

CONTRACTS (CONTINUED)

GENERAL CONTRACTS (CONTINUED)

FUNDS GOING OUT (CONTINUED)

2. Agency: Gossen Livingston Associates, Inc.
Funds: Costs for projects selected for this vendor are based on negotiated hourly labor rates for various skill levels. It is now anticipated that total costs under the agreement will exceed \$2,500,000, although the maximum amount is indeterminable at this time.
- Period: The initial term of the contract was January 1, 2007 through December 31, 2007. Two additional 12-month renewals have been utilized, and the current renewal period ends December 31, 2009. The agreement may be renewed for two additional 12-month periods.
- Description: Vendor will provide miscellaneous architectural and technical support services for renovations, repair and minor construction projects of limited scope on a per-project basis. Services are on a non-exclusive, indefinite quantity basis, and there is no minimum amount of work required.
3. Agency: Jacobs Engineering Group, Inc.
Funds: Costs for projects selected for this vendor are based on negotiated hourly labor rates for various skill levels. It is now anticipated that total costs under the agreement will exceed \$2,500,000, although the maximum amount is indeterminable at this time.
- Period: The initial term of the contract was July 27, 2007 through July 26, 2008. Two additional 12-month renewals have been utilized, and the current renewal period ends July 26, 2010. The agreement may be renewed for two additional 12-month periods.
- Description: Vendor will provide various project management services on a per-project basis. Services are on a non-exclusive, indefinite quantity basis, and there is no minimum amount of work required.

CONTRACTS (CONTINUED)

GENERAL CONTRACTS (CONTINUED)

FUNDS GOING OUT (CONTINUED)

4. Agency: J. T. Vaughn Construction Company, Inc.
Funds: Costs for projects selected for this vendor are based on the pre-pricing information in the RS Means Building Construction Cost Data Book adjusted with a negotiated, local co-efficient. It is now anticipated that total costs under the agreement will exceed \$2,500,000, although the maximum amount is indeterminable at this time.
- Period: The initial term of the contract is June 1, 2008 through May 31, 2010. The agreement may be renewed for two additional 2-year periods.
- Description: A job order contracting agreement. Vendor will act as a general contractor to provide general and specific construction services for renovation projects on a per-project basis. Vendor will provide all material, labor, equipment, and services necessary for completion of the project. Services are on a non-exclusive, indefinite quantity basis, and there is no minimum amount of work required.
5. Agency: The Trevino Group, Inc.
Funds: Costs for projects selected for this vendor are based on the pre-pricing information in the RS Means Building Construction Cost Data Book adjusted with a negotiated, local co-efficient. It is now anticipated that total costs under the agreement will exceed \$2,500,000, although the maximum amount is indeterminable at this time.
- Period: The initial term of the contract is June 1, 2008 through May 31, 2010. The agreement may be renewed for two additional 2-year periods.
- Description: A job order contracting agreement. Vendor will act as a general contractor to provide general and specific construction services for renovation projects on a per-project basis. Vendor will provide all material, labor, equipment, and services necessary for completion of the project. Services are on a non-exclusive, indefinite quantity basis, and there is no minimum amount of work required.

AMENDMENTS TO THE 2009-10 BUDGET

TENURE APPOINTMENTS

**NEW APPOINTMENTS WITH TENURE, AWARD OF TENURE,
AND EMERITUS APPOINTMENTS**

The following Requests for Budget Change (RBC) have been administratively approved by the Executive Vice Chancellor for Health Affairs and are recommended for approval by the U. T. System Board of Regents:

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
MEDICAL STAFF					
Clinical Cancer Prevention Chair					
1. Powell Brown (T)	9/21-8/31	100	12	325,000	3202
Laboratory Medicine Chair					
2. Elizabeth Wagar (T)	1/1-8/31	100	12	340,000	3203
Gastroenterology, Hepatology, and Nutrition Chair					
3. Lopa Mishra (T)	1/1-8/31	100	12	320,000	3204
Pathology Associate Professor					
4. Yun Gong (T)	9/1-8/31	100	12	198,716	3205
Head and Neck Surgery Associate Professor					
5. Floyd Holsinger (T)	9/1-8/31	100	12	283,000	3206
Genitourinary Medical Oncology Associate Professor					
6. Eric Jonasch (T)	9/1-8/31	100	12	188,464	3208
RESEARCH					
Neuro-Oncology Associate Professor					
7. Zhimin Lu (T)	9/1-8/31	100	12	107,746	3207

AMENDMENTS TO THE 2008-09 BUDGET

TENURE APPOINTMENTS

**NEW APPOINTMENTS WITH TENURE, AWARD OF TENURE,
AND EMERITUS APPOINTMENTS**

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
MEDICAL STAFF Experimental Radiation Oncology Chair					
8. Junjie Chen (T)	7/1-8/31	100	12	310,000	3201

U. T. HEALTH SCIENCE CENTER – TYLER

CONTRACTS

The following contracts have been administratively approved by the President or his delegate and the Executive Vice Chancellor for Health Affairs and are recommended for approval by the U. T. System Board of Regents:

GENERAL CONTRACTS

FUNDS COMING IN

1. Agency: Custom Food Group, L.P.
Funds: \$50,000
Period: September 1, 2008 through August 31, 2010
Description: Installation and operation of vending machines on the campus. *Texas Government Code*, Section 2203.005(a) requires all vending machine agreements to be approved by the Board.

FUNDS GOING OUT

2. Agency: Crothall Clinical Equipment Services, Inc.
Funds: \$3,931,765
Period: May 8, 2009 through May 7, 2010 is the initial term, with four additional one-year term options
Description: Provide U. T. Health Science Center – Tyler with a comprehensive program of biomedical and imaging equipment services, including maintenance, repair, and parts services.

AMENDMENTS TO THE 2009-10 BUDGET

EMERITUS APPOINTMENTS

**NEW APPOINTMENTS WITH TENURE, AWARD OF TENURE,
AND EMERITUS APPOINTMENTS**

The following Request for Budget Change (RBC) has been administratively approved by the Executive Vice Chancellor for Health Affairs and is recommended for approval by the U. T. System Board of Regents:

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
RESEARCH					
Biochemistry					
Professor					
1. Barry Starcher					3310
From: Professor		100	12	129,576	
To: Professor Emeritus	9/1-8/31			0	