

MATERIAL SUPPORTING THE AGENDA

Volume XIVA

September 1966 - March 1967

This volume contains the Material Supporting the Agenda furnished to each member of the Board of Regents prior to the meetings held on September 30-October 1, November 4-5, and December 16-17, 1966, and January 27-28, and March 10-11, 1967.

The material is divided according to the Standing Committees and the meetings that were held and is submitted on three different colors, namely:

- (1) white paper - for the documentation of all items that were presented before the deadline date
- (2) blue paper - all items submitted to the Executive Session of the Committee of the Whole and distributed only to the Regents, Chancellor, and Chancellor Emeritus
- (3) yellow paper - emergency items distributed at the meeting

Material distributed at the meeting as additional documentation is not included in the bound volume, because sometimes there is an unusual amount and other times maybe some people get copies and some do not get copies. If the Secretary were furnished a copy, then that material goes in the appropriate subject folder.



THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

Material Supporting

Agenda

Meeting Date: March 10-11, 1967

Meeting No.: 651

Name: *Official Copy*

CALENDAR
BOARD OF REGENTS
OF
THE UNIVERSITY OF TEXAS SYSTEM

Date: March 10 - 11, 1967

Place: Suite 728, The Sealy and Smith Professional Building,
Medical Branch, Galveston, Texas

Until all items for the Agenda have been submitted, it is difficult to prepare a calendar. Thus, the Calendar will be prepared and included with the Supplementary Agenda Material. However, the meeting is scheduled to begin at 9:00 a.m. on Friday morning and to be over by noon on Saturday, March 11, 1967.

A diagram of the meeting rooms will be included in the Supplementary Agenda Material.

SUPPLEMENTARY AGENDA
BOARD OF REGENTS
OF
THE UNIVERSITY OF TEXAS

Meeting No. 651

March 10-11, 1967

NAME _____

CALENDAR
BOARD OF REGENTS
OF
THE UNIVERSITY OF TEXAS

Place: The Sealy and Smith Professional Building,
Suite 728, Galveston, Texas

Telephone No.: SO 5-1510

Date: March 10 - 11, 1967

Friday, March 10, 1967

9:00 - 10:00 a. m.	Land and Investment Committee*
	Academic and Developmental Affairs Committee*
10:00 - 11:00 a. m.	Joint Meeting of the Buildings and Grounds Committee and the Medical Affairs Committee** (Followed by separate committee meetings)*
	Buildings and Grounds Committee*
	Medical Affairs Committee*
11:00 - 11:15 a. m.	Meeting of the Executive Committee*
11:15 - 11:30 a. m.	Trustees of the Winedale Stagecoach Inn Fund*
11:30 a. m.	Dedication of McCullough Building (Wives and/or Husbands will attend)
12:00 noon	Lunch Lounge Area, Suite 728 The Sealy and Smith Professional Bldg.
1:00 p. m.	Committee of the Whole - Executive Session (To consider personnel and developmental matters)*

* See diagram following the Calendar. (Page C - 3)

** To dispose of those matters of common interest
after which the Medical Affairs Committee will
convene in the room as indicated on Page C - 3.

Saturday, March 11, 1967

9:00 - 10:30 a.m. Committee of the Whole (To consider matters left over from Friday) *

10:30 - 11:00 a.m. Committee of the Whole (To hear Mr. Tom Sealy re the Rate Schedule on Surface Leases; Pipeline Easements; Power, Telephone and Telegraph Line Easements; Material Source Permits; and Assignments; etc. on West Texas Lands)*

11:00 - 12:00 noon Meeting of the Board*

12:00 noon Lunch
Lounge Area, Suite 728
The Sealy and Smith Professional Bldg.

Miscellaneous Information

Flagship Hotel SO 2-8681 (telephone number)

The University of Texas Medical Branch Chartered Buses:

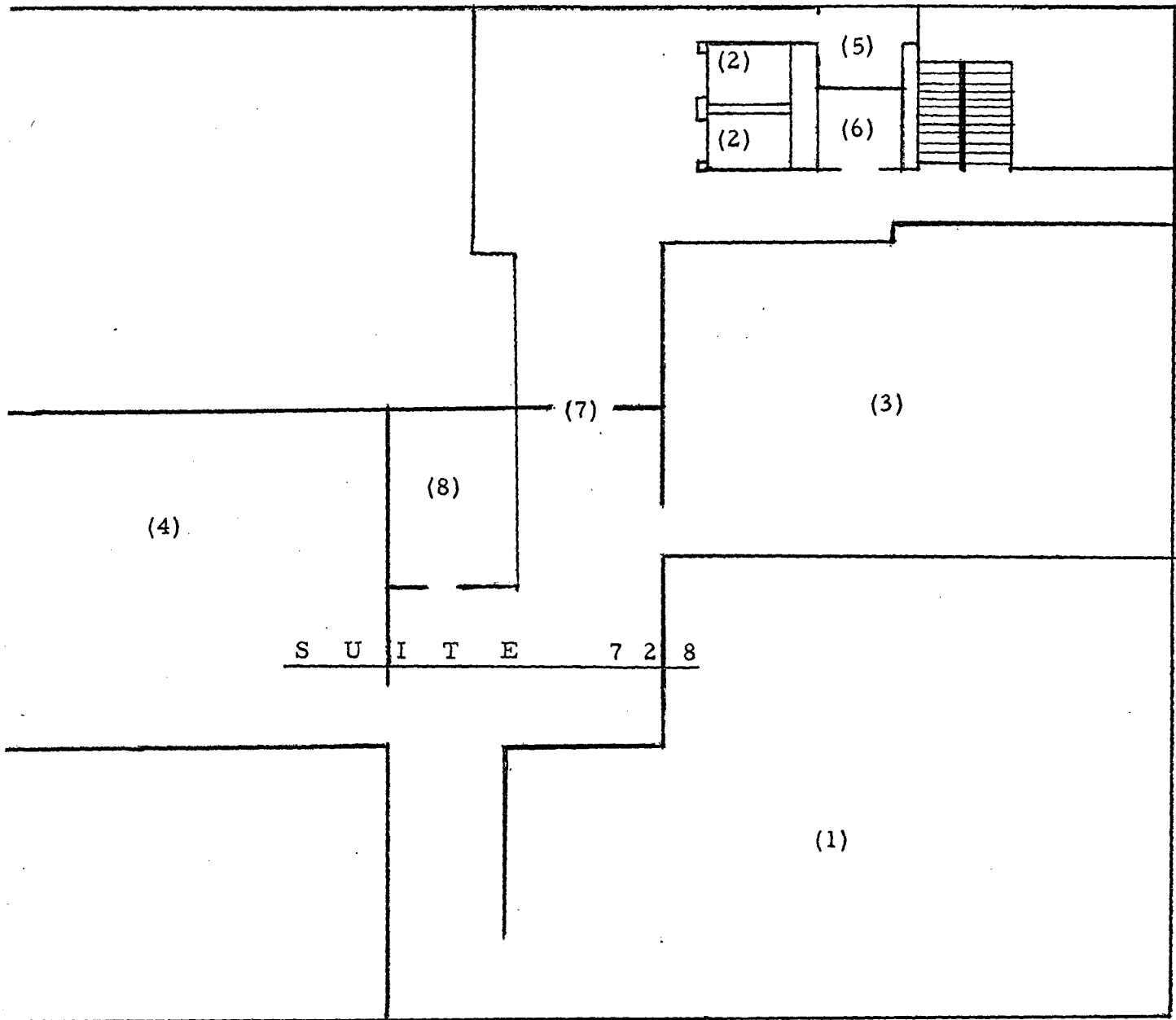
Buses will load at the following hours and depart promptly fifteen minutes later:

<u>Date</u>	<u>Time</u>	<u>From</u>	<u>To</u>
Thursday, March 9, 1967	6:30 p.m.	Flagship Hotel	Artillery Club
Thursday, March 9, 1967	10:00 p.m.	Artillery Club	Flagship Hotel
Friday, March 10, 1967	8:15 a.m.	Flagship Hotel	Professional Bldg.
Friday, March 10, 1967	11:00 a.m.	Flagship Hotel	McCullough Bldg. (for Wives and Husbands)
Friday, March 10, 1967	11:30 a.m.	Professional Building	McCullough Bldg. (for Regents to McCullough Bldg.)**
Friday, March 10, 1967	12:00 noon	McCullough Bldg.	Professional Bldg.**
Friday, March 10, 1967	1:15 p.m.	Professional Bldg.	Flagship Hotel (for Wives and Husbands)
Friday, March 10, 1967	5:00 p.m.	Professional Bldg.	Flagship Hotel

* See diagram following the Calendar. (Page C - 3)

** Will load and leave promptly (no 15 minute waiting period).

NOTE: Though the time may vary, the meetings will follow in this order.



Key to Diagram of Suite 728, The Sealy and Smith Professional Building:

Coat Room (8)

Dining Room (Waiting Area) (1)

Elevators (2)

Large Meeting Room (3)

Small Meeting Room (4)

Ladies' Room (5)

Men's Room (6)

Entrance to Suite 728 (7)

NOTE: You may leave your material at any time in the large meeting room (3) in the same manner as you do when the Regents meet in Austin and you leave your material in the east room of the Regents' Suite (Room 209).

Executive Committee

EXECUTIVE COMMITTEE

Date: March 10, 1967
Time: To be designated in the Supplementary Agenda Material.
Place: Suite 728, The Sealy and Smith Professional Building

Regent Bauer, Committee Chairman

No items have been submitted for consideration by the Executive Committee. The report of the interim actions taken by the Committee will be included in the Supplementary Agenda Material.

EXECUTIVE COMMITTEE

Supplementary Agenda

Date: March 10, 1967

Time: 11:00 a.m.

Place: See Diagram (Page C-3)

Members:

Committee Chairman Bauer
Vice-Chairman Josey
Regent Brenan
Regent Connally
Regent Heath
Regent Ikard
Regent (Mrs.) Johnson
Regent Olan
Chairman Erwin

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A. REPORT OF INTERIM ACTIONS

Since the last meeting of the Board of Regents on January 28, 1967, the following interim actions have been approved by the Executive Committee. It is recommended that they be in all things confirmed, approved, and ratified by the Board:

1. Main University: Permission for Doctor Donald B. Goodall to Travel (2T-4). -- Permission was granted to Doctor Donald B. Goodall, Professor of Art and Director of the Art Museum at the Main University, to go to the Eastern United States and Western Europe from February 1 through August 31, 1967 to collect material for art exhibitions and symposia on the arts and culture of the 1920's. Doctor Goodall's expenses in an amount not to exceed \$3,000 will be paid from University Research Institute funds allotted for expenses.
2. Medical Branch: Permission for Doctor C. H. Connell to Travel (4T-4). -- Permission was granted to Doctor C. H. Connell, Professor of Preventive Medicine and Public Health at the Medical Branch, to go to Western Europe and Great Britain from March 1 through April 3, 1967 (March 1 - 24, 1967 is vacation time.) for professional studies with water pollution and research men at Zurich, Switzerland; Essen, Germany; and London, England and for annual vacation. Doctor Connell's trip will be at no expense to the University.
3. Medical Branch: Permission for Doctor Yoshikazu Watanabe to Travel (4T-5). -- Permission was granted to Doctor Yoshikazu Watanabe, Associate Professor of Microbiology at the Medical Branch, to go to Calcutta, India and Manila, Philippine Islands from April 15 - May 15, 1967 (April 15 through May 9, 1967 will be leave without salary and May 9 - 15 will be vacation) to serve as the World Health Organization Consultant on Cholera and as such would lecture and assist with the training course on cholera in Calcutta and Manila. Doctor Watanabe's expenses will be paid by the World Health Organization.
4. Main University: Issuance of Purchase Orders for Equipment for New Geology Building (13-M-66). -- Approval was given to the recommendation submitted by Mr. V. E. Thompson, Vice-Chancellor Hackerman, Vice-Chancellor

Walker, and Chancellor Ransom that the following purchase orders be issued for equipment for the New Geology Building against Account No. 85-9043-0099-New Geology Building - Allotment Account:

Requisition No. 411:

Audio Visual Services, Inc., Houston, Texas

Item No. 1 - Slide Projector \$1,694.00

This award is made on the basis of the low bid.

Requisition No. 412:

Bradshaw's Visual Aids, Austin, Texas

Item No. 1 - Kodak Carousel Slide Projector with ektanton lens (2) 276.00

Item No. 2 - Universal Trays for above (12) 39.00

Item No. 3 - Kodak Carousel Slide Projector with zoom lens (2) 300.00

These awards are made on the basis of the low total bid.

Requisition No. 413:

Miller's Visual Aids, Fort Worth, Texas

Item No. 1 - Overhead Projector with wide angle lens (4) \$ 840.00*

Item No. 2 - Writing Pull attachment for above - No award

Item No. 3 - Acetate Writing Roll 7.50*

This award is made on the basis of the only bid received.

Requisition No. 414:

Miller's Visual Aids, Fort Worth, Texas

Item No. 1 - Projection Optics Overhead Projector 375.00*

This award is made on the basis of the low bid.

*Less 1% Cash Discount

5. Medical Branch: Issuance of Purchase Orders for Equipment for Fourth, Fifth, and Sixth Floors of the Outpatient - Clinical Diagnostic Building (14-M-66). -- Approval was given to the recommendation submitted by Doctor Blocker, Mr. V. E. Thompson, Vice-Chancellor Walker, and

Chancellor Ransom that the following purchase orders be issued for equipment for the Fourth, Fifth, and Sixth Floors of the Outpatient-Clinical Diagnostic Building at the Medical Branch against Account No. 85-9149-0099 - Medical Branch - Fourth, Fifth, and Sixth Floors of the New Outpatient-Clinical Diagnostic Building - Allotment Account:

Requisition No. UMED 3315

Surgical Mechanical Research, Inc., Newport Beach, California	ENT Examining Chairs (7)	\$1,470.00
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This award is based on the only bid received; this item has been sent out for bids previously, and no bid was received. It is, therefore, felt that no purpose could be served by calling for bids again.

Requisition No. UMED 4070

No awards on the following items:

- No. 2 - Echoencephalogram Machine
- No. 3 - Sonic Brain Gauge
- No. 4 - Oscilloscope
- No. 5 - Preamplifier (2)
- No. 6 - Power Supply for Above
- No. 7 - Cathode Probes (2)
- No. 8 - Adult and Pedi Grip Gauge (2)

Modernlab Equipment Company,
New York, New York

Item No. 1 - Carbon Dioxide Conversion System for Lab Incubator (6)	\$1,458.00
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Technical Instrument Corporation,
Ardsley (Chauncey), New York

Item No. 9 - Autoanalyzer PBI	7,639.00
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These awards are made on the basis of the only bids received for these particular items, since these are the only sources for this type of equipment.

6. Arlington State College: Award of Contracts for Furniture and Furnishings for Addition to Library Building (16-M-66)
--Upon the recommendation of President Woolf, Mr. V. E. Thompson, Vice-Chancellor Walker and Chancellor Ransom, contracts have been awarded for furniture and furnishings for the Addition to the Library Building at Arlington State College as follows:

Base Proposal "A":

Abel Contract Furniture and Equipment Company, Inc., Austin, Texas	\$ 90,536.35
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Base Proposal "B":

Rockford Furniture Associates, Austin, Texas	108,250.20
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Base Proposal "C":
Royalmetal Corporation,
New York, New York

85,658.07

Total Recommended Contract Awards

\$284,444.62

The amount of money available for the furniture, furnishings, and equipment for this building addition is approximately \$440,000.00, and these recommended contract awards are well within this amount. The above bids represent a partial list of the movable furniture and equipment required for this building addition, and acquisition of the remaining requirements will be accomplished at a later date.

7. Main University: Issuance of Purchase Orders for Furniture and Furnishings for the Biological Sciences Experimental Field Laboratory (17-M-66). -- Approval was given to the recommendation of Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom that the following purchase orders be issued for furniture and furnishings for the Biological Sciences Experimental Field Laboratory at the Main University:

Vermont-Ware, Hinesburg, Vermont Two-wheel Utility Cart (4)	\$226.30
The Behrens Drug Company, Austin, Texas Boiler Type Humidifier (6)	43.98
Sears, Roebuck and Company, Dallas, Texas Ladders for Swimming Pools (24)	366.00

All of these awards are based on the only bid received for the respective items. Since this is the second time that bids have been called for on these items, and the prices appear to be reasonable, it is believed to the University's advantage to accept these bids rather than call for bids again.

8. Main University: Minutes of Board of Directors of Texas Student Publications, Inc. (18-M-66). -- The minutes of the meeting of the Board of Directors of Texas Student Publications, Inc., held on Thursday, January 12, 1967, were approved by the Executive Committee and thereby the following actions of the Texas Student Publications, Inc. Board were approved:

- a. Appointed Carolyn Nichols as Managing Editor of The Daily Texan for the Spring Semester, 1967 at a salary of \$160.00 per month effective January 30, 1967.
- b. Appointed Ben Barr as Auditor for Texas Student Publications, Inc., for the year 1966-67. Mr. Barr is a part-time member of the faculty of the Accounting Department in the College of Business Administration and a partner in the accounting firm of Barr, Howard, Boswell, and Holck.

- c. Adopted the following amendments to the budgets for
The Daily Texan and the Texas Engineering Science
Magazine:

THE DAILY TEXAN

	Original Budget Plus Revisions of December 12, 1966	Proposed Amendments
1 <u>Estimated Income</u>		
2 Student Activity Fees	\$ 99,220	\$ 99,220
3 Display Advertising		
4 Local	95,000	96,500 *
5 National	32,000	35,000 *
6 Classified Advertising	9,800	9,800
7 Subscriptions and Sales	6,500	6,500
8 Estimated Income in excess of Line 2	<u>1,780</u>	<u>0 *</u>
9 Total Estimated Income	<u>\$244,300</u>	<u>\$247,020 *</u>
10 <u>Appropriation Items</u>		
11 Salaries	\$ 35,825	\$ 36,225 *
12 Wages	<u>96,225</u>	<u>96,575 *</u>
13 Sub Total	\$132,050	\$132,800 *
14 Newsprint and Storage	34,000	35,000 *
15 Maintenance and Operation	32,500	33,600 *
16 Travel	2,200	2,000 *
17 General Overhead Allocation	42,972	42,972
18 Unallocated Account	<u>578</u>	<u>648 *</u>
19 Total Appropriations	<u>\$244,300</u>	<u>\$247,020 *</u>
20 <u>SALARY ROSTER</u>		
21 <u>Supervisory</u>		
22 Editorial Manager		
24 Robert Hilburn	\$ 13,500	\$ 13,500
25 Wages	<u>2,150</u>	<u>2,150</u>
26	\$ 15,650	\$ 15,650
27 <u>Editorial (9 months salaries)</u>		
28 Editor		
30 John Economy	1,485	1,485
31 Managing Editor		
33 Carolyn Nichols	<u>1,440</u>	<u>1,440</u>
35 Sub Total, Salaries	\$ 2,925	\$ 2,925
36 Wages	<u>11,625</u>	<u>11,625</u>
37 Total Editorial	<u>\$ 14,550</u>	<u>\$ 14,550</u>
38 <u>Photo and Fairchild</u>		
39 Wages	<u>\$ 2,800</u>	<u>\$ 2,800</u>

		Original Budget Plus Revisions of December 12, 1966	Proposed Amendments
40	<u>Circulation</u>		
41	Circulation Manager		
42	Bronson Schultz (a)	\$ 2,700	\$ 2,700
43	Wages	<u>13,800</u>	<u>13,800</u>
44	Total Circulation	<u>\$ 16,500</u>	<u>\$ 16,500</u>
45	<u>Printing</u>		
46	Superintendent		
47	Arthur Rinn	\$ 8,500	\$ 8,500
48	Wages	<u>53,000</u>	<u>53,000</u>
49	Total Printing	<u>\$ 61,500</u>	<u>\$ 61,500</u>

1 SALARY ROSTER

2	<u>Advertising</u>		
3	Advertising Manager		
4	Mary G. Frazier (b)	\$ 3,000	\$ 3,400*
5	James Morgan (c)	<u>5,200</u>	<u>5,200</u>
6	Sub Total, Salaries	8,200	8,600*
7	Wages	<u>12,850</u>	<u>13,200*</u>
8		<u>\$ 21,050</u>	<u>\$ 21,800*</u>

(a) Total salary of Circulation Manager for 1966-67 is \$4,920 with \$2,220 charged to General Overhead Salary Account.

(b) Salary for Mrs. Frazier for 1966-67 includes base salary of \$350 per month plus 2% Commission on Texan advertising sales for September through January only. She retires in January 1967.

(c) Salary for new Advertising Manager is \$650 per month for 8 months effective January 1, 1967.

*Proposed change from previously approved budget.

TEXAS ENGINEERING AND SCIENCE MAGAZINE

	Original Budget 1966-67	Proposed Amendments
<u>Estimated Income</u>		
Line 1	\$ 6,400	\$ 7,600
2	<u>1,700</u>	<u>500</u>
3	<u>\$ 8,100</u>	<u>\$ 8,100</u>
<u>Appropriation Items</u>		
5	200	200
6	<u>430</u>	<u>430</u>
7	630	630
8	4,500	4,600
9	2,425	2,325
10	641	641
11	<u>-96</u>	<u>-96</u>
12	<u>\$ 8,100</u>	<u>\$ 8,100</u>

9. Amendments to the 1966-67 Budgets (Main University, Texas Western College, Arlington State College, Medical Branch, and Southwestern Medical School)(6-B-66). -- Below are the proposed amendments to the 1966-67 Budgets and are presented here for ratification by the Board:

MAIN UNIVERSITY
AMENDMENTS TO 1966-67 BUDGET
Source of Funds - Departmental Appropriations
(Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Date
114.	Joseph J. Lagowski Chemistry	Associate Professor	Associate Professor	
	Academic Rate	\$13,000	\$16,000	2/1/67

<u>Item No.</u>	<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Date</u>
115.	International Office Transfer of Funds	From: Unappropriated Balance	To: International Office-Wages	
	Amount of Transfer	\$ 4,760	\$ 4,760	-----
116.	Office of the Dean College of Arts and Sciences Transfer of Funds	From: Institutional Unallocated Travel Account	To: Dean's Office Account - Travel For Arts and Sciences Faculty	
	Amount of Transfer	\$ 1,500	\$ 1,500	-----

TEXAS WESTERN COLLEGE
AMENDMENTS TO 1966-67 BUDGET
Source of Funds - Departmental Appropriations
(Unless Otherwise Specified)

<u>Item No.</u>	<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Date</u>
14.	Intercollegiate Athletics Transfer of Funds	From: Intercollegiate Athletics Balance	To: Intercollegiate Athletics - Salaries For - Appointment of Assistant Football Coach Raymond E. Fulton - Salary Rate \$8,500	2/1-8/31
	Amount of Transfer	\$ 4,958	\$ 4,958	

ARLINGTON STATE COLLEGE
AMENDMENTS TO 1966-67 BUDGET
Source of Funds - Departmental Appropriations
(Unless Otherwise Specified)

<u>Item No.</u>	<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Date</u>
13.	Organized Research - Science Transfer of Funds	From: Other Expenses	To: Travel Expense	
	Amount of Transfer	\$ 316	\$ 316	-----

MEDICAL BRANCH
 AMENDMENTS TO 1966-67 BUDGET
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Date
14.	Robert D. Yates Anatomy	Research Assistant Professor	Research Assistant Professor	
	Salary Rate	\$11,600	\$13,000	2/1/67
	Source of Funds: NIH Grant			
15.	Edith M. Box Microbiology	Associate Professor	Associate Professor	
	Salary Rate	\$11,000	\$14,000	2/1/67
	Source of Funds: Unallocated Salaries			

SOUTHWESTERN MEDICAL SCHOOL
 AMENDMENTS TO 1966-67 BUDGET
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

Item No.	Explanation	Present Status	Proposed Status	Effective Dates
14.	Charles B. Mullins Internal Medicine	Instructor	Instructor	
	Salary Rate	\$12,500	\$14,000	2/1/67
	Source of Funds: USPHS Contract			
15.	Patricia Stapp Medical Art and Visual Education	Associate Professor: Acting Chairman	Associate Professor: Acting Chairman	
	Salary Rate	\$ 9,900	\$15,000	2/1/67
	Source of Funds: Unallocated Salaries			
16.	Robert A. Sage Medical Art and Visual Education	Associate Professor	Associate Professor	
	Salary Rate	\$ 9,000	\$11,400	2/1/67
	Source of Funds: Unallocated Salaries			

<u>Item No.</u>	<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Dates</u>
17.	Annette Porter Medical Art and Visual Education	Assistant Professor	Assistant Professor	
	Salary Rate	\$ 6,540	\$ 8,160	2/1/67
	Source of Funds: Unallocated Salaries			
18.	Geraldine Polley Medical Art and Visual Education	Medical Art Technician III	Medical Art Technician III	
	Salary Rate	\$ 5,028	\$ 6,168	2/1/67
	Source of Funds: Unallocated Salaries			
19.	Patricia Ladd Medical Art and Visual Education	Medical Art Technician II	Medical Art Technician II	
	Salary Rate	\$ 4,392	\$ 5,520	2/1/67
	Source of Funds: Unallocated Salaries			
10.	<u>Main University: Extension of Leave of Absence for Mr. Martin S. Kermacy (7-B-66).</u> -- Approval was given to extend for one additional year (1967-68) the leave of absence granted in the summer of 1965 to Mr. Martin S. Kermacy, Professor of Architecture at the Main University, to serve as Cultural Atache' for the United States Government in Vienna. This is in compliance with the <u>Rules and Regulations, Part One, Chapter III, Section 16.4.</u>			
11.	<u>Medical Branch: Approval of Salary Increase for Mrs. Marilyn R. Spikes (8-B-66).</u> -- The salary of Mrs. Marilyn R. Spikes, Head Nurse at the Medical Branch, was increased to \$7,440, effective January 1, 1967. Mrs. Spikes is the wife of Mr. John J. Spikes, Technical Director of Laboratory Technology in the Clinical Laboratory of the Medical Branch. This is in compliance with the <u>Rules and Regulations, Part One, Chapter III, Section 5.34.</u>			
12.	<u>Amendments to the 1966-67 Budgets (Central Administration, Arlington State College, Medical Branch, Southwestern Medical School, and M. D. Anderson Hospital and Tumor Institute) (9-B-66).</u> -- On the following pages (EXEC - <u>14</u> & <u>15</u>) are the proposed amendments to the 1966-67 Budgets and are presented here for ratification by the Board.			

CENTRAL ADMINISTRATION
 AMENDMENT TO 1966-67 BUDGET
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

<u>Item No.</u>	<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Dates</u>
3.	System Personnel Office - Workmen's Compensation Insurance			
	Transfer of Funds	From: Workmen's Compensation Insurance - Unappropriated Balance	To: Workmen's Compensation Insurance - Compensation Benefits for Injury	
	Amount of Transfer	\$30,000	\$30,000	---

ARLINGTON STATE COLLEGE
 AMENDMENTS TO 1966-67 BUDGETS
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

<u>Item No.</u>	<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Dates</u>
4.	George N. Green - History and Sociology	Instructor	Instructor	
	Academic Rate	\$7,308	\$8,505	2/1/67
	Source of Funds: Unallo- cated Salaries			
5.	Organized Research - Business			
	Transfer of Funds	From: Department of Business Admin- istration, Accounting and Economics - Wages	To: Organized Research - Business - Travel Expense	
	Amount of Transfer	\$1,400	\$1,400	---

MEDICAL BRANCH
 AMENDMENT TO 1966-67 BUDGET
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

<u>Item No.</u>	<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Dates</u>
6.	Bobbie M. Rouse - Pediatrics	Assistant Professor	Assistant Professor	
	Salary Rate	\$11,000	\$14,000	2/1/67
	Source of Funds: HEW Grant			

SOUTHWESTERN MEDICAL SCHOOL
 AMENDMENT TO 1966-67 BUDGET
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

<u>Item No.</u>	<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Dates</u>
20.	Toshio Irino - Experimental Medicine	Fellow	Fellow	
	Salary Rate	\$6,000	\$7,200	2/1/67
	Source of Funds: Current Restricted Funds - Grady H. Vaughn Fund			

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE
 AMENDMENTS TO 1966-67 BUDGETS
 Source of Funds - Departmental Appropriations
 (Unless Otherwise Specified)

<u>Item No.</u>	<u>Explanation</u>	<u>Present Status</u>	<u>Proposed Status</u>	<u>Effective Dates</u>
0.	David S. de Jongh - Pathology	Research Physician	Research Physician	
	Salary Rate	\$12,500	\$15,000	2/1/67
	Source of Funds: N.I.H. Grant and U.S.P.H.S. Grant			
4.	Eugene F. Hutsell - Pharmacy	Pharmacist	Pharmacist	
	Salary Rate	\$7,800	\$8,880	2/1/67
	Source of Funds: Reserve for Salaries			

B. ITEM 15-M-66 REFERRED TO THE COMMITTEE OF THE WHOLE. --

Since there was a negative vote on Item 15-M-66, it was referred to the Committee of the Whole. See Page C of W - 8.

NOTE: With reference to budgetary amendments, in all instances the dates are made effective in compliance with the following budget rule:

"Any increase in an approved salary rate for the current fiscal year without a change in classification or position cannot become effective prior to the first day of the month in which the required final approval of the rate change is obtained."

**Academic and Developmental Affairs
Committee**

ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

Date: March 10, 1967

Time: To be designated in the Supplementary Agenda Material.

Place: Suite 728, The Sealy and Smith Professional Building

Members:

Regent Olan, Chairman
Regent Connally
Regent (Mrs.) Johnson
Vice-Chairman Josey
Chairman Erwin, Ex Officio Member

No items have been submitted for the Academic and Developmental Affairs Committee.

ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

Supplementary Agenda

Date: March 10, 1967

Time: 9 a. m.

Place: Suite 728, The Sealy and Smith Professional Building*

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A&D

1. Main University: Admission Prices for 1967
Football Games.

3

2. Main University: Proposed Amendments to
the Graduate School Catalog with
regard to Degrees in the Biological
Sciences.

4

*See diagram of meeting rooms on C - 3; there will be adequate signs to direct you.

1. Main University: Admission Prices for 1967 Football Games. --
Below is a Xerox copy of Chancellor Ransom's recommendation:

Chancellor Ransom and Vice-Chancellor Hackerman concur in the recommendation of the Athletics Council with respect to the admission prices to 1967 football games, as stated in Chairman Thompson's letter of February 16, 1967.

Dr. Norman Hackerman
Vice Chancellor for Academic Affairs
Main University

ACADEMIC AFFAIRS, U. OF T. February 16, 1967

REC'D. FEB 17 1967

REFER TO: *Chancellor*

HANDLE.....READ & RETURN.....

Dear Dr. Hackerman:

The Athletics Council was polled on the following admission prices to the 1967 home football games and the 1967 Oklahoma game in Dallas as recommended by Mr. Al Lundstedt, business manager of athletics, and Darrell K. Royal, athletics director:

September 30	Texas Tech	Reserved	\$5.00
October 7	Oklahoma State	West Side	5.00
		North End	2.50
October 14	Oklahoma	Reserved	6.00
October 28	Rice	Reserved	5.00
November 11	Baylor	Reserved	5.00
November 18	T.C.U.	Reserved	5.00
		North End	2.50
	Knothole Section, when space is available		1.00

It is noted that the admission prices to the home games are the same as in 1966, and an increase of 50¢ is requested for the Oklahoma game. The reasons for the increase are as follows: The University of Oklahoma has already adopted the \$6 price and recommends it to us; \$6 is also the price of the New Year's Day game in the Cotton Bowl; and the \$6 price includes the admission to the State Fair grounds, which is normally \$1 per person.

The Athletics Council by mail vote approved for recommendation to the Administration and Board of Regents the admission prices listed above to the 1967 home football games and the 1967 Oklahoma game in Dallas.

Sincerely yours

J. Neils Thompson
J. Neils Thompson, Chairman
Athletics Council

Agree
Chancellor
2/17/67
HR
2/20/67

2. Main University: Proposed Amendments to the Graduate School Catalog with regard to Degrees in the Biological Sciences. --
Below is a Xerox copy of Chancellor Ransom's recommendations:

The Graduate Assembly recommends amendments to the Graduate School catalog as stated in a letter from the Secretary and the Chairman of the Graduate Assembly to Dr. Ransom dated December 13, 1966.

Old Library Building 104

December 13, 1966

Austin 78712

H. H. Ransom, Chancellor
Main Building 101

via

Norman Hackerman, Vice-Chancellor for Academic Affairs
Main Building 102

Dear Dr. Ransom:

At its meeting on November 28, 1966 the Graduate Assembly voted to recommend approval of the following amendments of the statement in the Graduate School catalogue, with regard to degrees in the biological sciences at The University of Texas in Austin:

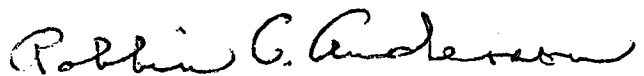
On page 92 the paragraph setting forth programs of graduate work in the Department of Botany should carry the additional statement "The graduate studies committee may, in appropriate instances, propose that degrees be awarded in biological science (with a designated area of specialization)."

On page 98 under the section entitled "Programs of Graduate Work" as they relate to microbiology, the same statement should be added.

On page 101 the statement concerning programs of graduate work in zoology should be similarly amended.

It is additionally proposed that a new statement be included in the catalogue to empower the graduate faculty members in biochemistry within the graduate studies committee in chemistry, and the graduate faculty members in paleontology within a graduate studies committee in geology, to propose that in specific instances programs in their areas be considered as programs for the Master's or Doctor's degree in biological sciences.

Sincerely yours,



Robbin C. Anderson, Secretary



W. S. Livingston, Chairman

RCA/js
Disposition after action by Chancellor
Dr. Hackerman
Dr. Whaley
Dr. Anderson
Dr. Livingston

Vice-Chancellor Hackerman has raised certain questions as contained in his memorandum to Dr. Ransom of December 14, 1966, which follows:



OFFICE OF THE CHANCELLOR
THE UNIVERSITY OF TEXAS
AUSTIN, TEXAS 78712

VICE-CHANCELLOR
FOR ACADEMIC AFFAIRS

December 14, 1966

GWZ

CHANCELLOR
ADVICE
DATE
TO
FROM
BY

Dr. Harry Ransom
Chancellor
The University

Dear Dr. Ransom:

Transmitted herewith are recommendations from the Graduate Assembly regarding degrees in the biological sciences at The University of Texas in Austin. My comments are as follows:

1. This may well be interpreted as a new degree program at the Master's and Ph.D. level, and unless it can be clearly predetermined here that it is or is not, this should be checked with the staff of the Coordinating Board.
2. I assume, but there is no indication certainly, that the graduate studies committee in geology and the graduate studies committee in chemistry are willing to agree to this variation in their programs. It is implicit that this is the case in the biological sciences.
3. There is an inconsistency in the word "science" and "sciences." I assume that the latter is correct.

Sincerely yours,

Norman Hackerman

NH:bg

cc: Dr. R. C. Anderson

Mr. Landrum has reviewed these recommendations for changes in the catalog with Dr. Jack L. Cross, Director, Program Development for Senior Colleges and Universities, Coordinating Board, Texas College and University System. Dr. Cross concurs that these changes do not constitute new degree programs and, therefore, the Coordinating Board does not have to approve the degrees to be granted in the major areas in the proposed recommendations dealing with the area of specialization within previously approved degree programs for both microbiology and zoology; and the determination of the area of specialization is left with the institution to determine.

Based on these findings, Vice-Chancellor Hackerman and Chancellor Ransom concur in the recommendations of the Graduate Assembly and recommend that the Board of Regents approve the proposed amendments to the Graduate School catalog.

Buildings & Grounds Committee

BUILDINGS AND GROUNDS COMMITTEE AND
MEDICAL AFFAIRS COMMITTEE

Date: March 10, 1967

Time: To be designated in the Supplementary Agenda Material.

Place: Suite 728, The Sealy and Smith Professional Building

Members: Buildings and Grounds Committee:
Mrs. J. Lee Johnson III, Chairman
W. H. Bauer
Walter P. Brennan
W. W. Heath
Medical Affairs Committee:
H. Frank Connally, Jr., M. D.,
Chairman
Frank Ikard
Jack S. Josey
Rabbi Olan
Ex Officio Member: Chairman Erwin

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& MED

MEDICAL BRANCH

1. Approval of Final Plans and Specifications for
Animal Quarters Building 2
2. Approval of Final Plans and Specifications for
Basic Sciences Building 2

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE

3. Approval of Final Plans and Specifications for
Remodeling of Outpatient and Other Patient Service Areas 2

THE UNIVERSITY OF TEXAS
OFFICE OF THE DIRECTOR OF
FACILITIES PLANNING AND CONSTRUCTION
AUSTIN, TEXAS 78712

RECOMMENDATIONS TO THE
REGENTS' BUILDINGS AND GROUNDS COMMITTEE AND
MEDICAL AFFAIRS COMMITTEE

February 21, 1967

1. MEDICAL BRANCH - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR ANIMAL QUARTERS BUILDING.--In accordance with authorization given at the Regents' Meetings held May 28, 1966, and November 5, 1966, working drawings and specifications for the Animal Quarters Building at the Medical Branch have been prepared by the Associate Architect for the project, Jenkins, Hoff, Oberg, and Saxe. These final plans and specifications have been approved by the Medical Branch Faculty Building Committee, Dr. Truman G. Blocker, Jr., Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom, and it is recommended that they be approved by the Board, with authorization to the Director of the Office of Facilities Planning and Construction to advertise for bids on the project to be presented to the Board for consideration at a later meeting.

2. MEDICAL BRANCH - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR BASIC SCIENCES BUILDING.--In accordance with authorization given by the Board at the meeting held May 28, 1966, working drawings and specifications for the Basic Sciences Building at the Medical Branch have been prepared by the Associate Architect on the project, Wilson, Morris, Crain and Anderson. These final plans and specifications have been approved by the Medical Branch Faculty Building Committee, Dr. Truman G. Blocker, Jr., Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom, and it is recommended that they be approved by the Board. It is further recommended that authorization be given to the Director of the Office of Facilities Planning and Construction to advertise for bids on the project, these bids to be presented to the Board for consideration at a later meeting.

3. M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR REMODELING OF OUTPATIENT AND OTHER PATIENT SERVICE AREAS.--In accordance with authorization given by the Board at the meeting held May 22, 1965, working drawings and specifications for Remodeling of Outpatient Areas and Other Patient Service Areas in the existing Hospital Building at M. D. Anderson Hospital and Tumor Institute have been prepared by the Associate Architect on the project, MacKie and Kamrath. These final plans and specifications have been approved by Dr. R. Lee Clark, Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom, and it is recommended that they be approved by the Board, with authorization to the Director of the Office of Facilities Planning and Construction to advertise for bids on the project, these bids to be presented to the Board for consideration at a later meeting.

SUPPLEMENTARY AGENDA
BUILDINGS AND GROUNDS COMMITTEE AND
MEDICAL AFFAIRS COMMITTEE

Date: March 10, 1967

Time: 10:00 a. m.

Place: Suite 728, The Sealy and Smith Professional Building*

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M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE

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| 4. Renewal of Two Leases with Hermann Hospital Estate | 4 |
| 5. Renewal of Lease with Hermann Hospital Estate | 4 |
| 6. Authorization for Increase in Present Appropriation
for Remodeling in the Outpatient Clinic and Other Patient Areas | 4 |
| 7. Authorization to Enter Into a Contract with General
Atomic Division of General Dynamics Corporation | 5 |

MEDICAL BRANCH

- | | |
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| 8. Approval of Revised Preliminary Plans for Library
Building | |
| 9. Approval of Final Plans and Specifications for
Expansion of Laundry | |

*See diagram of meeting rooms on C - 3; there will be adequate signs to direct you.

SUPPLEMENTARY AGENDA
BUILDINGS AND GROUNDS COMMITTEE AND
MEDICAL AFFAIRS COMMITTEE

Date: March 10, 1967

Time: 10:00 a. m.

Place: Suite 728, The Sealy and Smith Professional Building*

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M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE

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| 4. Renewal of Two Leases with Hermann Hospital Estate | 4 |
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| 7. Authorization to Enter Into a Contract with General Atomic Division of General Dynamics Corporation | 5 |

MEDICAL BRANCH

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| 8. Approval of Revised Preliminary Plans for Library Building | |
| 9. Approval of Final Plans and Specifications for Expansion of Laundry | |

*See diagram of meeting rooms on C - 3; there will be adequate signs to direct you.

THE UNIVERSITY OF TEXAS
OFFICE OF THE DIRECTOR OF
FACILITIES PLANNING AND CONSTRUCTION
AUSTIN, TEXAS 78712

SUPPLEMENT TO
RECOMMENDATIONS TO THE
REGENTS' BUILDINGS AND GROUNDS COMMITTEE
AND MEDICAL AFFAIRS COMMITTEE

February 24, 1967

4. M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - RENEWAL OF TWO LEASES WITH HERMANN HOSPITAL ESTATE.--At the Regents' Meeting held July 17, 1965, authorization was given to M. D. Anderson Hospital and Tumor Institute to enter into two lease agreements with Hermann Hospital Estate for a two-year period at a rate of \$0.35 per square foot per month, effective April 1, 1965.

One of the leases covered an area of 789 square feet in the ground level space of the Hermann Garage Building at 6414 Fannin Street. It is recommended by Dr. R. Lee Clark, which recommendation is concurred in by Vice-Chancellor Walker and Chancellor Ransom, that this lease be extended for a period of one year beginning April 1, 1967, under the same terms. This area will be used by the Graduate School of Biomedical Sciences after completion of the Addition to the M. D. Anderson Hospital and Tumor Institute Building and the space is no longer needed by the M. D. Anderson Hospital and Tumor Institute.

The second lease covered an area of 536 square feet in the basement level space in the Hermann Professional Building at 6410 Fannin Street. It is recommended by Dr. R. Lee Clark, which recommendation is concurred in by Vice-Chancellor Walker and Chancellor Ransom, that this lease be extended on a month-to-month basis, beginning April 1, 1967, to be terminated when the Addition to the M. D. Anderson Hospital and Tumor Institute Building under construction is accepted.

5. M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - RENEWAL OF LEASE WITH HERMANN HOSPITAL ESTATE.--At the Regents' Meeting held November 24, 1965, authorization was given to the M. D. Anderson Hospital and Tumor Institute to renew a lease with the Hermann Hospital Estate for a total of 1,536 square feet of space in the Hermann Garage Building for a period of one year at a cost of \$0.35 per square foot, and this lease expires on February 14, 1967. It is now recommended by Dr. R. Lee Clark, which recommendation is concurred in by Vice-Chancellor Walker and Chancellor Ransom, that authorization be given to renew this lease for an additional year beginning February 15, 1967, under the same terms.

When this area is no longer needed by M. D. Anderson Hospital and Tumor Institute, it will be made available to the Graduate School of Biomedical Sciences.

6. M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - AUTHORIZATION FOR INCREASE IN PRESENT APPROPRIATION FOR REMODELING IN THE OUTPATIENT CLINIC AND OTHER PATIENT AREAS.--At the Regents' Meeting held May 22, 1965, authorization was given for Remodeling in the Outpatient Clinic and Other Patient Areas at the M. D. Anderson Hospital and Tumor Institute at an estimated cost of \$1,950,000.00. At present, however, only \$941,500.00 has been approved by the Board to be placed in the Allotment Account for this project; the latest estimate obtained from the Architects for the cost involved in performing the remodeling desired is approximately \$1,141,500.00. It is, therefore, recommended by Dr. R. Lee Clark, which recommendation is concurred in by Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom that the Board approve the transfer of \$200,000.00 from the balance of \$280,000.00 in the Reserve for Project Allocations to the Allotment Account for the project, "Remodeling in the Outpatient Clinic and Other Patient Areas." With this transfer, the project will still be under the original estimate approved by the Board.

7. M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - AUTHORIZATION TO ENTER INTO A CONTRACT WITH GENERAL ATOMIC DIVISION OF GENERAL DYNAMICS CORPORATION.--M. D. Anderson Hospital and Tumor Institute has recently been awarded a planning grant by the National Cancer Institute in the amount of \$35,000.00 as a part of an expanded program in research in radiotherapy. This grant was made for the purpose of providing funds with which to contract with a consultant firm to develop specifications for a linear accelerator designed for clinical purposes. The firm selected will aid also in submitting the specifications for this equipment for competitive bidding, reviewing manufacturers' bids, monitoring construction, and reviewing performance of the unit. Funds for purchase of the equipment will be furnished by a grant from the National Cancer Institute.

The General Atomic Division of General Dynamics Corporation has been selected as the consultant firm with the approval of the National Cancer Institute, and a contract is presently being negotiated. It is recommended by Dr. R. Lee Clark, Vice-Chancellor Walker, and Chancellor Ransom that the Board authorize the Chairman of the Board to execute this contract in an amount not to exceed \$35,000.00, the amount of the National Cancer Institute grant, after approval by the Director of M. D. Anderson Hospital and Tumor Institute, the Vice-Chancellor for Medical Affairs, the Vice-Chancellor for Business Affairs, and the University Attorney.

8. MEDICAL BRANCH - APPROVAL OF REVISED PRELIMINARY PLANS FOR LIBRARY BUILDING.--O'Neil Ford, the Associate Architect on the Library Building to be constructed at the Medical Branch, has, at the request of the Board, revised the preliminary plans for this building, and they have been approved by the Medical Branch Faculty Building Committee, Dr. Truman G. Blocker, Jr., Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom. It is recommended that they be approved by the Board and that authorization be given for the Associate Architect to proceed with the preparation of working drawings and specifications based on the revised preliminary plans, these final plans and specifications to be presented to the Board for approval at a later meeting. The estimated cost of \$2,500,000.00 based on these plans is well within the anticipated funds from gifts and Federal matching grants. It is further recommended that in order to cover preliminary expenses and the Architects' Fees on this project as now estimated, an appropriation of \$60,000.00 be made from the Moody Foundation grant for the Library Building, \$10,000.00 to be added to the Consulting Architect's Fees already appropriated, \$47,500.00 to be added to the Associate Architect's Fees already appropriated, and \$2,500.00 to be used for preliminary expenses.

9. MEDICAL BRANCH - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR EXPANSION OF LAUNDRY.--In accordance with authorization given at the Regents' Meetings held November 24, 1965, and May 28, 1966, the working drawings and specifications for the Expansion of the Laundry at the Medical Branch have been prepared by Raymond R. Rapp, Jr., Associate Architect on the project. These final plans and specifications have been approved by Dr. Truman G. Blocker, Jr., Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom, and it is recommended that they be approved by the Board, with authorization to the Director of the Office of Facilities Planning and Construction to advertise for bids to be presented to the Board for consideration at a later meeting.

BUILDINGS AND GROUNDS COMMITTEE

Date: March 10, 1967

Time: To be designated in the Supplementary Agenda Material.

Place: Suite 728, The Sealy and Smith Professional Building.

Members: Mrs. J. Lee Johnson III, Chairman
W. H. Bauer
Walter P. Brennan
W. W. Heath
Chairman Frank C. Erwin, Jr., Ex Officio

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MAIN UNIVERSITY

1. Approval of Resolution by the Board of Regents
in Regard to Women's Cooperative Housing Project 2
2. Approval of Plans and Specifications for Remodeling
of Old Geology Building 2
3. Approval of Plans and Specifications for Relocation
of Closures at Stadium 2
4. Approval of Plans and Specifications for Relocation
of Penick Tennis Courts and Construction of One Additional
Court 2
5. Approval of Final Plans and Specifications for
Transient Quarters at W. J. McDonald Observatory 3
6. Approval of Final Plans and Specifications for East
Mall Development 3

ARLINGTON STATE COLLEGE

7. Approval of Final Plans and Specifications for Remodeling
of Women's Gymnasium 3
8. Approval of Plans and Specifications for Expansion of
Central Heating and Cooling Plant and Utility Distribution
Systems 3
9. Approval of Final Plans and Specifications for Faculty
Office Building 3
10. Approval of Final Plans and Specifications for Business-
Life Science Building 4
11. Approval of Specifications for Furniture and Furnishings
for the Mathematics-Language Building 4
12. Acceptance of Supplement to Grant No. Tex. 4-1118 for
Mathematics-Language Building 4

THE UNIVERSITY OF TEXAS
OFFICE OF THE DIRECTOR OF
FACILITIES PLANNING AND CONSTRUCTION
AUSTIN, TEXAS 78712

RECOMMENDATIONS TO THE
REGENTS' BUILDINGS AND GROUNDS COMMITTEE

February 21, 1967

1. MAIN UNIVERSITY - APPROVAL OF RESOLUTION BY THE BOARD OF REGENTS IN REGARD TO WOMEN'S COOPERATIVE HOUSING PROJECT.--At the meeting held January 30, 1965, a general authorization was given by the Board for the filing of applications with Federal or other agencies for aid in connection with construction projects; however, Housing and Urban Development requires a specific resolution with reference to the Women's Cooperative Housing Project showing that authorization has been given to make an application for a loan on this project and to sign the Civil Rights compliance assurance. It is, therefore, recommended that the Board pass a resolution as set out below:

BE IT RESOLVED, that V. E. Thompson, Director of Facilities Planning and Construction of The University of Texas, be and he is hereby, authorized, empowered, and directed to file an application, along with all related documents including HUD Form 41901, "Assurance of Compliance with Department of Housing and Urban Development Regulations under Title VI of the Civil Rights Act of 1964," for a construction loan under Title IV, College Housing Loan Program, for the Women's Cooperative Housing Project at the Main University of The University of Texas.

2. MAIN UNIVERSITY - APPROVAL OF PLANS AND SPECIFICATIONS FOR REMODELING OF OLD GEOLOGY BUILDING.--In accordance with authorization given by the Regents at the meeting held October 1, 1966, plans and specifications have been prepared for Remodeling of the Old Geology Building at the Main University by Kuehne and Turley, Architect for this project. These plans and specifications have been approved by the Main University Faculty Building Committee, Mr. V. E. Thompson, Vice-Chancellors Hackerman and Walker, and Chancellor Ransom. It is recommended that they be approved by the Board and that authorization be given for the Director of the Office of Facilities Planning and Construction to advertise for bids to be presented to the Board for consideration at a later meeting.

3. MAIN UNIVERSITY - APPROVAL OF PLANS AND SPECIFICATIONS FOR RELOCATION OF CLOSURES AT STADIUM.--In accordance with authorization given at the Regents' Meeting held December 17, 1966, plans and specifications have been prepared by the Office of Facilities Planning and Construction for the Relocation of Closures of the Stadium at the Main University and have been approved by the Main University Athletic Council, Mr. V. E. Thompson, Vice-Chancellors Hackerman and Walker, and Chancellor Ransom. It is recommended that they be approved by the Board and that the Director of the Office of Facilities Planning and Construction be authorized to advertise for bids to be presented to the Board for consideration at a later meeting.

4. MAIN UNIVERSITY - APPROVAL OF PLANS AND SPECIFICATIONS FOR RELOCATION OF PENICK TENNIS COURTS AND CONSTRUCTION OF ONE ADDITIONAL COURT.--At the Regents' Meeting held December 17, 1966, authorization was given for the preparation of plans and specifications by the Office of Facilities Planning and Construction for Relocation of Penick Tennis Courts and Construction of One Additional Court. These plans and specifications have now been completed and approved by the Main University Athletic Council, Mr. V. E. Thompson, Vice-Chancellors Hackerman and Walker, and Chancellor Ransom, and it is recommended that they be approved by the Board, with authorization to the Director of the Office of Facilities Planning and Construction to advertise for bids to be presented to the Board for consideration at a later meeting.

5. MAIN UNIVERSITY - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR TRANSIENT QUARTERS AT W. J. McDONALD OBSERVATORY.--In accordance with authorization given at the Regents' Meeting held October 1, 1966, working drawings and specifications for the Transient Quarters at W. J. McDonald Observatory, Fort Davis, Texas, have been prepared by Merle A. Simpson, Associate Architect on the project. These final plans and specifications have been approved by the Main University Faculty Building Committee, Mr. V. E. Thompson, Vice-Chancellors Hackerman and Walker, and Chancellor Ransom. It is recommended that they be approved by the Board and that the Director of the Office of Facilities Planning and Construction be authorized to advertise for bids to be presented to the Board for consideration at a later meeting.

6. MAIN UNIVERSITY - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR EAST MALL DEVELOPMENT.--In accordance with authorization given by the Board at the meetings held August 27, 1966, and November 5, 1966, final plans and specifications for the East Mall Development at the Main University have been prepared by Brooks, Barr, Graeber, and White. These plans and specifications have been approved by the Main University Faculty Building Committee, Mr. V. E. Thompson, Vice-Chancellors Hackerman and Walker, and Chancellor Ransom, and it is recommended that they be approved by the Board, with authorization to the Director of the Office of Facilities Planning and Construction to advertise for bids to be presented to the Board for consideration at a later meeting.

7. ARLINGTON STATE COLLEGE - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR REMODELING OF WOMEN'S GYMNASIUM.--In accordance with authorization given by the Board at the meeting held January 15, 1966, working drawings and specifications for the Remodeling of the Women's Gymnasium at Arlington State College have been prepared by Preston M. Geren, Associate Architect on the project. These final plans and specifications have been approved by President Woolf, Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom, and it is recommended that they be approved by the Board, with authorization to the Director of the Office of Facilities Planning and Construction to advertise for bids to be presented to the Board for consideration at a later meeting.

8. ARLINGTON STATE COLLEGE - APPROVAL OF PLANS AND SPECIFICATIONS FOR EXPANSION OF CENTRAL HEATING AND COOLING PLANT AND UTILITY DISTRIBUTION SYSTEMS.--At the Regents' Meeting held December 17, 1966, the firm of Cowan, Love, and Jackson, Inc., was appointed as Engineers for the Expansion of the Central Heating and Cooling Plant and Utility Distribution Systems at Arlington State College, with authorization to prepare plans and specifications for this project within an estimated cost of \$500,000.00. These plans and specifications have now been completed and approved by President Woolf, Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom, and it is recommended that they be approved by the Board, with authorization to the Director of the Office of Facilities Planning and Construction to advertise for bids to be presented to the Board for consideration at a later meeting.

9. ARLINGTON STATE COLLEGE - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR FACULTY OFFICE BUILDING.--At the Regents' Meeting held October 1, 1966, authorization was given for the Associate Architect on the Project, Hueppelsheuser and White, to proceed with the preparation of working drawings and specifications for the Faculty Office Building at Arlington State College. These final plans and specifications have now been completed and approved by President Woolf, Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom. It is recommended that they be approved by the Board and that the Director of the Office of Facilities Planning and Construction be authorized to advertise for bids, these bids to be presented to the Board for consideration at a later meeting.

10. ARLINGTON STATE COLLEGE - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR BUSINESS-LIFE SCIENCE BUILDING.--In accordance with authorization given by the Board at the meetings held October 1, 1966, and November 5, 1966, working drawings and specifications have been prepared by the Associate Architect on the project, Harwood K. Smith and Partners, for the Business-Life Science Building at Arlington State College and have been approved by President Woolf, Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom. It is recommended that they be approved by the Board and that authorization be given for the Director of the Office of Facilities Planning and Construction to advertise for bids to be presented to the Board for consideration at a later meeting.

11. ARLINGTON STATE COLLEGE - APPROVAL OF SPECIFICATIONS FOR FURNITURE AND FURNISHINGS FOR THE MATHEMATICS-LANGUAGE BUILDING.--Specifications for Furniture and Furnishings for the Mathematics-Language Building at Arlington State College have been prepared in the Office of the Director of Facilities Planning and Construction. The estimated cost of the furniture and furnishings covered in these specifications is within the allocation of \$87,500.00 for this purpose. It is recommended that these specifications be approved by the Board and that authorization be given to the Director of Facilities Planning and Construction to advertise for bids to be presented to the Board for consideration at a later meeting.

12. ARLINGTON STATE COLLEGE - ACCEPTANCE OF SUPPLEMENT TO GRANT NO. TEX. 4-1118 FOR MATHEMATICS-LANGUAGE BUILDING.--In April, 1966, Federal Grant No. TEX. 4-1118 in the amount of \$458,921.00 was received for aid in the construction of the Mathematics-Language Building at Arlington State College. The bids on this building came in over the estimated amount, and on this basis an application was made for a supplemental grant on the project. We have received approval of a supplemental grant award in the amount of \$41,628.00. It is recommended that this grant award be accepted by the Board and that the amount be added to the Allotment Account for this building.

SUPPLEMENTARY AGENDA
BUILDINGS AND GROUNDS COMMITTEE

Date: March 10, 1967

Time: Following the Joint Meeting with the Medical Affairs Committee
at 10:00 a. m.

Place: Suite 728, The Sealy and Smith Professional Building*

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MAIN UNIVERSITY

13. Approval of Preliminary Plans for Music Building
No. 2

6

TEXAS WESTERN COLLEGE

14. Approval of Granting of Right-of-way Easement to
City of El Paso

6

*See diagram of meeting rooms on C - 3; there will be adequate
signs to direct you.

THE UNIVERSITY OF TEXAS
OFFICE OF THE DIRECTOR OF
FACILITIES PLANNING AND CONSTRUCTION
AUSTIN, TEXAS 78712

SUPPLEMENT TO RECOMMENDATIONS TO
REGENTS' BUILDINGS AND GROUNDS COMMITTEE

February 24, 1967

13. MAIN UNIVERSITY - APPROVAL OF PRELIMINARY PLANS FOR MUSIC BUILDING NO. 2.--In accordance with authorization given at the Regents' Meetings held August 28, 1965, May 28, 1966, and August 27, 1966, preliminary plans and outline specifications have been prepared for Music Building No. 2 at the Main University. These preliminary plans have been approved by the Main University Faculty Building Committee, Mr. V. E. Thompson, Vice-Chancellors Hackerman and Walker, and Chancellor Ransom, and it is recommended that they be approved by the Board and that the Associate Architect on the project, Marmon and Mok, be authorized to proceed with the preparation of working drawings and specifications based on the approved preliminary plans and outline specifications, these final plans and specifications to be presented to the Board for approval at a later meeting.

In order that there will be sufficient funds to pay Architects' Fees and preliminary expenses through the working drawing stage, it is further recommended that an appropriation of \$50,000.00 be made from Permanent University Fund Bond Proceeds previously allocated, \$5,125.00 to be added to the appropriation previously made for Consulting Architect's Fees, \$43,750.00 for Associate Architect's Fees, and \$1,125.00 for preliminary expenses.

14. TEXAS WESTERN COLLEGE - APPROVAL OF GRANTING OF RIGHT-OF-WAY EASEMENT TO CITY OF EL PASO.--The City of El Paso plans to build and open Rim Road west of Hawthorne Street within the next year. In order to accomplish this, the City has asked for a right-of-way easement across two small parcels of land owned by The University of Texas, one parcel containing approximately 0.051 acres and the other approximately 0.235 acres. These parcels are shown on a map which will be available for the Committee at the time of the meeting. This road as now contemplated will give Texas Western College easy access from Hawthorne Street to the south part of the campus and the granting of this right-of-way will provide a tie-in of Rim Road to Wiggins Road, which runs through the Texas Western College Campus. This routing of the road is a distinct advantage to the University.

Since most of the benefits in this new routing will accrue to Texas Western College, it is recommended by President Ray, which recommendation is concurred in by Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom that the right-of-way easement requested be granted to the City of El Paso without any remuneration, and that the Chairman of the Board be authorized to sign the easement instrument, after approval as to content by Mr. V. E. Thompson and as to form by University Attorney Waldrep. It is understood that the easement agreement will contain a clause which provides that in the event the property or any part thereof should not be used for the purposes herein stated, or should the road be permanently abandoned, the property would revert to the University.

Medical Affairs Committee

MEDICAL AFFAIRS COMMITTEE

Date: March 10, 1967

Time: To be designated in the Supplementary Agenda Material.

Place: Suite 728, The Sealy and Smith Professional Building

Members:

Regent Connally, Chairman
Regent Ikard
Regent Josey
Regent Olan
Chairman Erwin, Ex Officio Member

	<u>Page</u> <u>MED</u>
1. Medical Branch: Appointment of Herbert O. Sieker, M.D., as Professor and Chairman of Department of Internal Medicine	2
2. Medical Branch: Establishment of School of Allied Health Sciences	4
3. M. D. Anderson Hospital and Tumor Institute: Cooperative Agreement between Texas A & M University, Texas Medical Center, and M. D. Anderson Hospital Department of Biomathematics	7

1. MEDICAL BRANCH: APPOINTMENT OF HERBERT O. SIEKER, M. D., AS PROFESSOR AND CHAIRMAN OF DEPARTMENT OF INTERNAL MEDICINE.-- Below is a Xerox copy of Chancellor Ransom's recommendation:

Chancellor Ransom, on the advice of Vice-Chancellor LeMaistre, concurs in the recommendation of Dr. Blocker as set out in his letter of February 17, 1967, which follows:

THE UNIVERSITY OF TEXAS — MEDICAL BRANCH
GALVESTON

THE SCHOOL OF MEDICINE
THE SCHOOL OF NURSING
THE TECHNICAL CURRICULA
THE POST-GRADUATE PROGRAM

February 17, 1967

THE JOHN SEALY HOSPITAL
THE CHILDREN'S HOSPITAL
THE PSYCHOPATHIC HOSPITAL
THE ROSA AND HENRY ZIEGLER HOSPITAL

Dr. Harry H. Ransom
Chancellor
The University of Texas
Austin, Texas 78712

Dear Dr. Ransom:

Upon the enthusiastic endorsement of the Medicine Search Committee and the members of the Department of Internal Medicine, and with the concurrence of Dr. William J. McGanity, Acting Dean of Medicine, I recommend that Herbert O. Sieker, M.D., be appointed Professor and Chairman of the Department of Internal Medicine, effective July 1, 1967 at a salary of \$42,000 per annum, to be paid as follows:

Teaching Salaries, Internal Medicine	\$32,000.00
USPHS Health Professions Basic Improvement Grant	\$10,000.00

I further recommend that Dr. Sieker be appointed Visiting Professor of Internal Medicine effective March 1, 1967, without salary.

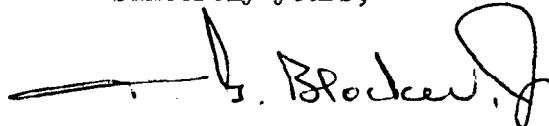
Dr. Sieker received his M.D. degree from Washington University School of Medicine in St. Louis in 1948. He served an internship at Duke University from 1948-49 and was an Assistant Resident and Research Fellow in Medicine from 1949-51. Following two years in the Air Force as a Research Physiologist Dr. Sieker returned to Duke University where he continued as a Research Fellow and a Senior Assistant Resident in Medicine. He was appointed Instructor in 1954, was promoted to Assistant Professor in 1956, to Associate Professor in 1959, and to Professor of Medicine in 1961. In recognition of his interest in teaching and curriculum planning he was appointed Assistant Dean of the School of Medicine in 1964.

In addition to his work at Duke University Dr. Sieker has served as consultant for Veterans Administration Hospitals at Durham and Fayetteville, North Carolina, and for the U. S. Army Hospital, Fort Bragg, North Carolina. He has been very active in professional societies as well as in clinical research, and is currently President Elect of the Southern Society for Clinical Investigation. His research has been extensive and, as noted on the attached list, he has 84 publications to his credit.

Dr. Sieker comes to us with the highest of recommendations from his colleagues in Internal Medicine and with an especially favorable endorsement by Dr. Donald W. Seldin, Chairman of the Department of Internal Medicine at Southwestern. We are elated with the prospect of his joining our faculty and it is with real pleasure that I recommend his appointment as Professor and Chairman of the Department of Internal Medicine.

A copy of Dr. Sieker's curriculum vitae and a list of his publications are attached.*

Sincerely yours,



T. G. Blocker, Jr., M.D.
Executive Director and Dean

TGB:WGH:dr
Enclosures

Please return approved copies to:

Dr. T. G. Blocker, Jr.
Mr. Warren G. Harding (2)
Dr. William J. McGanity
Mr. J. R. Jannasch, Jr.

* These were retained in the Chancellor's Office.

2. MEDICAL BRANCH: ESTABLISHMENT OF A SCHOOL OF ALLIED HEALTH SCIENCES. -- Below is a Xerox copy of Chancellor Ransom's recommendation:

Chancellor Ransom concurs in the recommendation of Vice-Chancellor LeMaistre that the recommendations set forth in Dr. Blocker's letter of February 15, 1967 be approved by the Board. Dr. Blocker's letter follows:

THE UNIVERSITY OF TEXAS — MEDICAL BRANCH
GALVESTON

THE SCHOOL OF MEDICINE
THE SCHOOL OF NURSING
THE TECHNICAL CURRICULA
THE POST-GRADUATE PROGRAM

February 15, 1967

THE JOHN SEALY HOSPITAL
THE CHILDREN'S HOSPITAL
THE PSYCHOPATHIC HOSPITAL
THE ROSA AND HENRY ZIEGLER HOSPITAL

Dr. Harry H. Ransom
Chancellor
The University of Texas
Austin, Texas 78712

CHANCELLOR'S OFFICE U. OF T.	
Acknowledged.....	File.....
REC'D	FEB 17 1967
TO.....	FOR INFO AND RETURN
TO.....	PLEASE ADVISE ME
TO.....	PLEASE HANDLE

Dear Dr. Ransom:

The University of Texas Medical Branch has been active in the formal training of Allied Health personnel since 1942. At that time the American Medical Association and the American Physical Therapy Association gave approval to the Medical Branch to offer the first Certificate Program in Physical Therapy in the State of Texas. That program was upgraded to a baccalaureate degree program in 1951 and six other certificate programs have been given formal approval since that date. Enrollment in the three programs currently active totals 63 students.

In 1963 we informally proposed the consolidation of the several training programs into a unified educational unit that would have an administrative and educational role similar to the School of Medicine and the School of Nursing. The proposal was reflected as a line item in the preliminary budget request for the current biennium, but was deleted upon advice from Central Administration in regard to the overall priority of funds requested.

In the application for participation in the Regional Medical Program Grant the Medical Branch included "planning program" for the development of a School of Allied Health Sciences. That application was approved and a Planning Director has been actively working on the program for the past six months. The special committee which developed the Medical Branch section of the report for the LeMaistre Committee recommended that the existing programs in the Health Sciences be formally brought together into a School of Allied Health Sciences and that every effort be made to strengthen existing programs and expand into new areas of training as soon as necessary facilities and budgetary support become available. In the summary report the LeMaistre Committee not only endorsed this recommendation but further recommended that the School of Allied Health Sciences at the Medical Branch be developed as a prototype for other medical components of The University of Texas. This recommendation was reviewed by the Medical Affairs Council and their concurrence was reported to the Medical Affairs Committee last fall.

The proposal was reviewed with Dr. John A. Burdine, Dean, College of Arts and Sciences, on Monday, February 6. Dr. Burdine endorsed the proposal and assured us that we not only would have his full cooperation and support, but that he would assist us in recruitment of students and in the correlation of the pre-professional programs in Austin with the professional programs in Galveston.

We are therefore proposing the creation of a School of Allied Health Sciences to be headed by a full-time Dean who will report to the Executive Director and Dean in the same manner as the Dean of Medicine. The programs to be included and the changes currently recommended are reflected in the attached table. No additional budgetary support is requested for the program during the next biennium. Current levels and sources of support will be continued and will be identified in a separate budget item in order that funds may be requested for the biennium beginning in September 1969. In the meantime supplementary support is expected from the Public Health Services under the new Allied Health Professional Educational Improvement Grant Program.

Degree programs as proposed are not only essential to recruitment of students but are also required for participation in the available grant support for program development as well as for the construction of physical facilities. We at the Medical Branch feel that we have a major responsibility in strengthening and expanding our training programs in the Allied Health Sciences in an effort to meet the critical shortage of trained health personnel. We therefore urgently recommend your approval of this proposal and, subject to the approval of the Board of Regents, further recommend that the proposal be submitted to the Coordinating Board, Texas Colleges and University System, with request for early consideration.

Sincerely yours,



T. G. Blocker, Jr., M.D.
Executive Director and Dean

TGB:WGH:dr

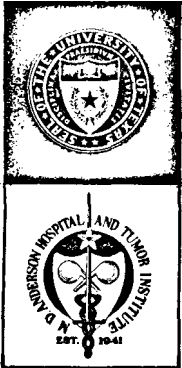
cc: Dr. C. A. LeMaistre
Mr. G. W. Landrum

TABLE

<u>PROGRAM</u>	<u>PRESENT STATUS</u>	<u>RECOMMENDED</u>
PHYSICAL THERAPY	Baccalaureate in Physical Therapy awarded by UTMB. Certificate awarded to holders of Baccalaureate by UTMB.	No change
MEDICAL TECHNOLOGY	B. S. degree awarded by cooperating college or university. Certificate awarded by UTMB.	Baccalaureate in Medical Technology awarded by UTMB. Certificate awarded to holders of Baccalaureate by UTMB.
X-RAY TECHNOLOGY	On-the-job training program. Certificate awarded by UTMB.	Educational program with clinical experience. Certificate awarded by UTMB.
MEDICAL RECORDS ADMINISTRATION	Certificate program inactive since 1959.	Baccalaureate in Medical Records Administration awarded by UTMB.
OCCUPATIONAL THERAPY	Certificate program inactive since 1958.	Baccalaureate in Occupational Therapy awarded by UTMB.

3. M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE:
COOPERATIVE AGREEMENT BETWEEN TEXAS A & M UNI-
VERSITY, TEXAS MEDICAL CENTER, AND M. D. ANDERSON
HOSPITAL DEPARTMENT OF BIOMATHEMATICS. -- Below is
a Xerox copy of Chancellor Ransom's recommendation:

Chancellor Ransom concurs in the request submitted by Dr. R. Lee Clark,
and Vice-Chancellor LeMaistre and Chancellor Ransom recommend, that
Dr. Clark be granted permission to proceed with joint planning as
outlined in Dr. Clark's letter of February 13, 1967 which follows:



THE UNIVERSITY OF TEXAS
M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE

Texas Medical Center Houston, Texas 77025

February 13, 1967

OFFICE OF THE DIRECTOR

Dr. Harry H. Ransom
Chancellor
The University of Texas
Austin, Texas

CHANCELLOR'S OFFICE U. OF T.	
Acknowledged	File
REC'D FEB 15 1967	
TO	FOR INFO AND RETURN
TO <i>CAR, GLL</i>	PLEASE ADVISE ME
TO	PLEASE HANDLE

Dear Doctor Ransom:

We recently have discussed areas of mutual interest in bio-mathematics with Dr. H. O. Hartley, Director of the Institute of Statistics at Texas A&M University, and the desirability of a cooperative endeavor involving his Institute, the Common Research Computer Facility of the Texas Medical Center, and the Department of Biomathematics of the M. D. Anderson Hospital and Tumor Institute.

It is requested that provision be made on the agenda for the March 10-11 meeting of the Board of Regents meeting for me to report briefly on these discussions and to request permission to proceed with joint planning leading to the development of a cooperative agreement between these institutions.

Sincerely yours,

R. Lee Clark
R. Lee Clark, M. D.
Director

cc: Dr. C. A. LeMaistre
Miss Betty Anne Thedford (copy attached to forward if approved)

MED - 7

Approval Recommended by

Charles LeMaistre

MEDICAL AFFAIRS COMMITTEE

Supplementary Agenda

Date: March 10, 1967

Time: Following the Joint Meeting with the Buildings and Grounds Committee at 10:00 a. m.

Place: Suite 728, The Sealy and Smith Professional Building*

- | | Page |
|---|------|
| | MED |
| 4. Medical Branch: Establishment of the Department of Human Genetics and the Appointment of Doctor Barbara Bowman as I. H. Kempner Professor of Human Genetics and Chairman of the Department | 9 |
| 5. M. D. Anderson Hospital and Tumor Institute: Appointment of Mr. C. E. Naylor to Board of Visitors of University Cancer Foundation | 11 |

*See diagram of meeting rooms on C - 3; there will be adequate signs to direct you.

4. MEDICAL BRANCH: ESTABLISHMENT OF THE DEPARTMENT OF HUMAN GENETICS AND THE APPOINTMENT OF DOCTOR BARBARA BOWMAN AS I. H. KEMPNER PROFESSOR OF HUMAN GENETICS AND CHAIRMAN OF THE DEPARTMENT. -- Below is a xerox copy of Chancellor Ransom's recommendation:

Chancellor Ransom, on the advice of Vice-Chancellor LeMaistre, concurs in the recommendation of Dr. Blocker, as set out in his letter of February 19, 1967, which follows:

THE UNIVERSITY OF TEXAS — MEDICAL BRANCH
GALVESTON

THE SCHOOL OF MEDICINE
THE SCHOOL OF NURSING
THE TECHNICAL CURRICULA
THE POST-GRADUATE PROGRAM

February 22, 1967

THE JOHN SEALY HOSPITAL
THE CHILDREN'S HOSPITAL
THE PSYCHOPATHIC HOSPITAL
THE ROSA AND HENRY ZIEGLER HOSPITAL

Dr. Harry H. Ransom
Chancellor
The University of Texas
Austin, Texas 78712

Dear Dr. Ransom:

Upon the unanimous recommendation of the Faculty Committee on Human Genetics and with the concurrence of Dr. William J. McGanity, Acting Dean of Medicine, I recommend the creation of a Department of Human Genetics, effective March 1, 1967. I further recommend that Dr. Barbara Bowman be appointed I. H. Kempner Professor of Human Genetics and Chairman of the Department, effective July 1, 1967, at a salary of \$22,000 per annum, to be paid from Unallocated Teaching Salaries. Since Dr. Bowman plans to make periodic visits to the campus prior to July 1, we are also recommending her appointment as Visiting Professor, without salary, March 1, 1967.

Dr. Bowman is considered one of the outstanding geneticists in the country today. We have received excellent recommendations from the faculty in Austin as well as from many other outstanding investigators who have been aware that she might join our faculty. Following completion of her undergraduate work at Baylor University, Dr. Bowman enrolled in the Graduate School of the University of Texas at Austin. She received the Master of Arts degree in Microbiology in 1955 and the Doctor of Philosophy degree in Zoology (Genetics) in 1959. She served as Bacteriologist for the Texas Department of Health in 1954-55, and as Research Associate in Zoology at the University of Texas at Austin from 1959-63. She joined the Rockefeller Institute as Research Associate in 1963 and was promoted to her present position as Assistant Professor of Human Genetics at the Rockefeller University in 1965. We are extremely well pleased that Dr. Bowman has accepted this position and are looking forward to the rapid growth and development of this new department under her leadership. Dr. Bowman's curriculum vitae and bibliography are enclosed.

By letter of August 21, 1964 addressed to you, Mr. Harris Kempner, Vice-Chairman, the Harris & Eliza Kempner Fund, stated "we are holding available for the Medical School \$100,000 to be paid in two equal annual installments for use in establishing the Department of Human Genetics in honor of Mr. I. H. Kempner. We have asked, however, before making this donation, that we have positive assurance that this department will be headed by someone outstanding in the field, and capable of really developing the department - - - - We understand from your letter that this donation would serve to establish an I. H. Kempner Professorship and we would be very pleased if this were the case so that his name could be attached to the Professorship rather than to a building or laboratory."

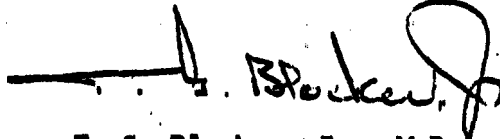
On the basis of Mr. Kempner's letter, the I. H. Kempner Professorship in Human Genetics was approved by the Board of Regents at the meeting of September 18-19, 1964.

Mr. Harris Kempner has been informed of Dr. Bowman's pending appointment and is elated at the prospect that the department will now be established and the first I. H. Kempner Professor named. He has stated by telephone that the first \$50,000 for establishment of the Professorship will be available on confirmation of Dr. Bowman's appointment and her formal acceptance of the position. The second installment will be paid a year later as indicated in previous correspondence.

In a subsequent letter dated September 8, 1964 and addressed to me, Mr. Harris Kempner also agreed to a separate grant of \$50,000 to the Medical Branch for the setting up of the laboratory for the Department of Human Genetics. At the meeting of the Board of Regents October 23-24, 1964 approval was given to the acceptance of the Harris & Eliza Kempner Fund Grant and the establishment of the Kempner Laboratory, with appropriate plaque therein stating that the laboratory was donated in memory of D. W. Kempner and S. E. Kempner. Mr. Harris Kempner has stated that these funds will be available on request for use in minor renovations of the laboratory space and for the purchase of equipment.

I respectfully recommend that Dr. Bowman's appointment be placed on your agenda for consideration at the March 10-11 Board of Regents Meeting.

Sincerely yours,



T. G. Blocker, Jr., M.D.
Executive Director and Dean

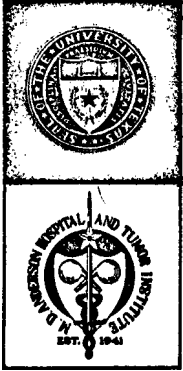
TGB:WGH:dr
Enclosures

Please send approved copies to:

Dr. T. G. Blocker, Jr.
Mr. Warren G. Harding (2)
Dr. William J. McGanity
Mr. J. R. Jannasch

5. M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE:
 APPOINTMENT OF MR. C. E. NAYLOR TO BOARD OF
 VISITORS OF UNIVERSITY CANCER FOUNDATION. --
 Below is a xerox copy of Chancellor Ransom's recom-
 mendation:

Chancellor Ransom concurs in the recommendation of Dr. R. Lee Clark that the Board of Regents approve the appointment of Mr. C. E. Naylor of Houston to the Board of Visitors of the University Cancer Foundation. Dr. Clark's letter of February 22, 1967 to Dr. Ransom follows:



OFFICE OF THE DIRECTOR

THE UNIVERSITY OF TEXAS
 M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE

Texas Medical Center Houston, Texas 77025

February 22, 1967

Dr. Harry H. Ransom
 Chancellor
 The University of Texas
 Austin, Texas

Dear Doctor Ransom:

We are pleased to recommend to you and to the Board of Regents the appointment of Mr. C. E. Naylor, of Houston, to our Board of Visitors of the University Cancer Foundation. Mr. Naylor was recruited by some of our Houston Board members and we are delighted at his willingness to serve.

Mr. Naylor and Mrs. Naylor (the former Mrs. E. W. Bertner) have been greatly interested in our program for many years and we feel that he will be a very valuable addition to our Board of Visitors.

There is enclosed a brief biographical resume concerning Mr. Naylor.

Sincerely yours,

R. Lee Clark

R. Lee Clark, M. D.
 Director

RLC:sf

cc: Copy attached for Miss Betty Anne Thedford

BR 3/10

CHANCELLOR'S OFFICE
 Acknowledged
 TO: GWT, WLS



Committee of the Whole

COMMITTEE OF THE WHOLE
Chairman Erwin, Presiding

Date and Time: March 10, 1967. Time to be designated in the
Supplementary Agenda Material.

Place: Suite 728, The Sealy and Smith Professional
Building

	<u>Page C of W</u>
A. REPORTS AND SPECIAL ITEMS RELATING TO INSTITUTIONS OUT OF AUSTIN (See Page C of W - <u>18</u> for the items that have been submitted relating to these institutions.)	2
B. REPORTS AND SPECIAL ITEMS RELATING TO MAIN UNIVERSITY AND SYSTEM-WIDE	
1. System-Wide: Status of Legislation, 60th Legislature	3
2. Main University: Waiver of Nepotism Rule (Mr. Charles C. Raines and Doctor W. H. Watson)	4
3. Main University: Waiver of Nepotism Rule (Mr. Kenneth Edward Hawker, Jr. and Doctor Orville Wyss)	4
4. Main University: Request for Detached Service for Certain Employees of Genetics Foundation	5
5. Main University, Murray Case Sells Estate: Revision of Resolution Authorizing Execution of Certain Instruments	7
6. Main University, Albert Schweitzer Scholar- ship Fund: Sale of Property at 3909 Avenue D (Gift from Mrs. Zettie W. Salathe) - Executive Committee Item 15-M-66	8
7. Permanent University Fund: Recommendations for Revision of Investment Policy	9
8. Trust and Special Funds: Recommendation re Amendment of Policy for Funds Grouped for Investment and Change of Name Thereof	13
C. REPORTS AND SPECIAL ITEMS BY CHANCELLOR (Orange Book)	16
D. REPORTS AND SPECIAL ITEMS BY REGENTS (Not Listed on Agenda)	16

A. REPORTS AND SPECIAL ITEMS RELATING TO
INSTITUTIONAL HEADS OUT OF AUSTIN (See Page
Page C of W - 18 for the items that have been
submitted relating to these institutions.)

1. Arlington State College (Doctor Woolf)
2. Texas Western College (Doctor Ray)
3. Medical Branch (Doctor Blocker)
4. Dental Branch (Doctor Olson)
5. M. D. Anderson Hospital and Tumor Institute
(Doctor Clark)
6. Southwestern Medical School (Dean Gill)
7. South Texas Medical School (Doctor Pannill)
8. Graduate School of Biomedical Sciences at
Houston (Doctor Arnim)

9. Division of Continuing Education (Doctor Taylor)

B. REPORTS AND SPECIAL ITEMS RELATING TO MAIN
UNIVERSITY AND SYSTEM-WIDE

1. SYSTEM-WIDE: STATUS OF LEGISLATION, 60TH
LEGISLATURE.-- A report by Vice-Chancellor Vowell
on the status of pending legislation for The University
of Texas System will be presented (oral with distribution
of an up to date report).

2. MAIN UNIVERSITY: WAIVER OF NEPOTISM RULE
(MR. CHARLES C. RAINES AND DOCTOR W. H. WATSON)
.-- Below is a Xerox copy of Chancellor Ransom's recommendation:

Chancellor Ransom and Vice-Chancellor Hackerman concur in the recommendation Dr. Harlan J. Smith, Chairman of the Department of Astronomy and Director of McDonald Observatory, that the Board of Regents approve the appointment of Mr. Charles C. Raines as Research Scientist Associate IV for the period March 1, 1967 through August 31, 1967 at a monthly salary of \$770.00. Mr. Raines is the brother-in-law of Dr. W. H. Watson, Associate Professor of Management.

Since neither one will act in any official capacity on the other's appointment or promotion, Chancellor Ransom recommends approval by the Board of Regents in accordance with Section 5.34 of Chapter III, Part One, of the Regents' Rules and Regulations.

3. MAIN UNIVERSITY: WAIVER OF NEPOTISM RULE
(MR. KENNETH EDWARD HAWKER, JR. AND DOCTOR ORVILLE WYSS).-- Below is a Xerox copy of Chancellor Ransom's recommendation:

Chancellor Ransom and Vice-Chancellor Hackerman concur in the recommendation of the Defense Research Laboratory that the Board of Regents approve the appointment of Mr. Kenneth Edward Hawker, Jr. as Research Scientist Associate II, effective February 1, 1967, at an annual salary rate of \$8,880.00. Mr. Hawker is the son-in-law of Dr. Orville Wyss, Professor of Microbiology and Director, Research in Microbiology and Research in Aerobiology.

Since neither one will act in any official capacity on the other's appointment or promotion, Chancellor Ransom recommends approval by the Board of Regents in accordance with Section 5.34 of Chapter III, Part One, of the Regents' Rules and Regulations.

4. MAIN UNIVERSITY: REQUEST FOR DETACHED SERVICE FOR CERTAIN EMPLOYEES OF GENETICS FOUNDATION.--
Below is a Xerox copy of Chancellor Ransom's recommendation:

Chancellor Ransom and Vice-Chancellor Hackerman concur in the recommendations of Dr. Wilson Stone for several persons in the Genetics Foundation to work on detached service with salary, travel and collecting expenses as necessary to be paid from Research Grant GM 11609-04 and -05. I quote below from Dr. Stone's letter:

Genetics Foundation
DEPARTMENT OF ZOOLOGY
P. O. Box 7216

THE UNIVERSITY OF TEXAS
AUSTIN 78712

CHANCELLOR'S OFFICE U. OF T.	
Acknowledged.....	File.....
REC'D FEB 8 1967	
TO.....	FOR INFO AND RETURN
TO.....	PLEASE ADVISE ME
TO.....	PLEASE HANDLE

February 6, 1967

Dr. H. H. Ransom, Chancellor *HR*
The University of Texas
Main Building 101

VICE-CHANCELLOR FOR ACADEMIC AFFAIRS, U. OF T.	
REC'D. FEB 7 1967	
REFER TO.....	
HANDLE.....	READ & RETURN.....

Dear Chancellor Ransom:

I am writing to obtain the prior approval of the Board of Regents for several persons to work on detached service with salary, travel and collecting expenses as necessary to be paid from our research grant GM 11609-04 and -05. They will work through the University of Hawaii and in other Pacific and Southeast Asia areas. This is part of our program of collecting and investigating natural populations which require the field collections from a number of areas to carry out the most significant research. Some of these people will work only in Hawaii. Those whose collections involve foreign travel will require prior NIH approval when the trip is arranged. We will send through regular Travel Authorization requests for administrative approval when the trips have been worked out. The people involved are:

John Murphy, September 1, 1967 through August 31, 1968
Malcolm Brown, summer, 1967
Kathleen Resch, summer, 1967
Michael Kambyzellis, June 1, 1967 through August 31, 1968
Carmen Kanapi, June 1, 1967 through October 31, 1968
E. Susan Rockwood, June 1, 1967 through August 31, 1967
Cynthia Greer, June 1, 1967 through August 31, 1967
John Ellison, June 1, 1967 through August 31, 1967
Marshall R. Wheeler, June 1, 1967 through August 31, 1967
Wilson S. Stone, June 1, 1967 through August 31, 1967

The group working on the Hawaiian Drosophilidae will be here April 6th (in connection with another meeting) to plan our Hawaiian program for the next year. We want to get all of our people ready to push this research as rapidly as possible. Our research with the material obtained from the Pacific islands is going very well.

Thank you.

Yours sincerely,

Wilson S. Stone

Wilson S. Stone
Project Director

WSS:gs

Approved:

Norman Hackerman

Norman Hackerman
Vice-Chancellor for Academic Affairs

5. MAIN UNIVERSITY, MURRAY CASE SELLS ESTATE: REVISION OF RESOLUTION AUTHORIZING EXECUTION OF CERTAIN INSTRUMENTS.-- Below is a Xerox copy of Chancellor Ransom's recommendation:

At the July 22, 1961 meeting of the Board of Regents, the following resolution was adopted:

BE IT RESOLVED, That the Chancellor of The University of Texas be and he is hereby authorized to execute, acknowledge and deliver for, in the name of and in behalf of The University of Texas, all such instruments and documents (including but not being limited to instruments releasing, assigning or reducing overriding royalty interests, production payments, or pooling such interests or amending or modifying pooling agreements to which said interests may be subject) pertaining to the properties received by the said The University of Texas under the terms of or in connection with the Will of Murray Case Sells, deceased, in such form, and upon such consideration, and upon such terms and conditions as the said Chancellor may deem proper.

Since many of the documents requiring execution pertaining to the properties received from the Sells Estate involved division orders, proxy designations, mineral interests, etc., it is Chancellor Ransom's recommendation that the Executive Director, Investments, Trusts and Lands, be authorized to execute, acknowledge and deliver on behalf of the Board of Regents such instruments and documents as are necessary that pertain to the Murray Case Sells Estate. Chancellor Ransom recommends that the following resolution be adopted by the Board of Regents:

BE IT RESOLVED, That the Executive Director, Investments, Trusts and Lands, of The University of Texas be and he is hereby authorized to execute, acknowledge and deliver for, in the name of and in behalf of The University of Texas, all such instruments and documents (including but not being limited to instruments releasing, assigning or reducing overriding royalty interests, production payments, or pooling such interests or amending or modifying pooling agreements to which said interests may be subject) pertaining to the properties received by the said The University of Texas under the terms of or in connection with the Will of Murray Case Sells, deceased, in such form, and upon such consideration, and upon such terms and conditions as the said Executive Director, Investments, Trusts and Lands may deem proper.

6. MAIN UNIVERSITY, ALBERT SCHWEITZER SCHOLARSHIP FUND: SALE OF PROPERTY AT 3909 AVENUE D (GIFT FROM MRS. ZETTIE W. SALATHE) -- EXECUTIVE COMMITTEE ITEM 15-M-66.-- The following request to the Executive Committee (Item 15-M-66) received one negative vote with the statement that the downpayment as proposed is not sufficient and that the interest rate should be increased to 6-1/2%. As a result of the negative vote, and in accordance with this committee's procedures, this item has been referred to the Committee of the Whole:

You may recall that the Board of Regents accepted at the December meeting the gift of the property at 3909 Avenue D from Mrs. Zettie W. Salathe for the Albert Schweitzer Scholarship Fund and authorized me to list it for sale, with any sale to be submitted to the Board of Regents for approval.

We obtained an independent appraisal which gave \$7,700 as fair market value and were convinced that this figure was in line. The property was put on Multiple Listing through Hub Bechtol & Associates at asking price of \$9,000. Mr. Bechtol and Mr. Ben Looney have presented an offer which, after a little negotiation, is at \$7,750 from Mr. M. B. Lynch, payable \$1,000 down and the balance in monthly installments over 15 years with interest at 6%. We have accepted this, subject to approval by the Board of Regents.

The property is vacant, and we are convinced chances of doing any better are not very good. Therefore, I would like to see the sale closed as soon as possible.

I recommend approval of the sale by the Board of Regents in order that it may be closed prior to the next regular meeting of the Board of Regents.

Since Mr. Shelton was notified of the negative vote and the reason therefor, he has conferred with the real estate agent, and the prospective purchaser has agreed to amend his offer to increase the interest rate to 6-1/2% but did not agree to increase the down payment. Executive Director Shelton has requested that this amended offer be submitted to the Committee of the Whole.

Below is a Xerox copy of Executive Director Shelton's recommendation:

PERMANENT UNIVERSITY FUND - INVESTMENT MATTERS.--

7. RECOMMENDATIONS FOR REVISION OF INVESTMENT POLICY.--The Executive Director of Investments, Trusts and Lands submits for consideration and recommends the adoption of the revised investment policies for the Permanent University Fund as follows:

Investment Policies for

Permanent University Fund
(Revised)

1. Investment Policy for Permanent University Fund.

The following statement of policies is adopted by the Board of Regents of The University of Texas as the governing principles to be observed in the investment of funds and the management of assets of the Permanent University Fund of the The University of Texas.

1.1 Investments Authorized for Purchase.

- *1.11 Bonds of the United States, the State of Texas, or counties of said State, or in School Bonds of municipalities, or in bonds of any city of this State, or in bonds issued under and by virtue of the Federal Farm Loan Act approved by the President of the United States, July 17, 1916, and amendments thereto.
- *1.12 First lien real estate mortgage securities guaranteed in any manner in whole by the United States Government or any agency thereof.
- *1.13 Corporation bonds, preferred stocks and common stocks.
- 1.14 Bonds issued by corporations operated as instrumentalities of the United States Government (which shall be considered as falling within the classification set out in paragraph 1.13 above).

1.2 Standards as to Quality.

1.21 Corporate Stocks:

- *1.211 Stocks eligible for purchase shall be restricted to stocks of companies incorporated within the United States which have paid dividends for ten (10) consecutive years or longer immediately prior to the date of purchase.
- *1.212 Except for bank and insurance shares, stock must be listed upon an exchange registered with the Securities and Exchange Commission or its successors.
- 1.213 To be eligible for purchase, preferred and common stocks must be issued by corporations which have been formally approved by the Board of Regents.

- 1.22 Corporate Bonds: Corporate bonds must be rated "A" or better by Moody's or Standard & Poor's. Bonds offered by private placement, or which for other reasons are not rated by such agencies, may be purchased if they bear a rating of equivalent quality by the University's Investment Counsel.

1.3 Diversification.

- *1.31 Not more than 50% of the Permanent University Fund shall be invested at any given time in corporation bonds, preferred stocks and common stocks; described in paragraphs 1.13 and 1.14 above.
- *1.32 The balance of the Fund not invested as provided in paragraph 1.31 above shall be invested in those securities described in paragraphs 1.11 and 1.12 above.
- *1.33 Not more than 5% of the voting stock of any one (1) corporation shall be owned at any given time by the Permanent University Fund.
- *1.34 Not more than 1% of the Permanent University Fund shall be invested at any given time in securities issued by any one (1) corporation.
- 1.35 The percentage limitations set out in paragraphs 1.31 and 1.34 above relate to book values of the Permanent University Fund.

1.4 Standard of Care.

*1.41 Prudent Man Rule:

In making or retaining each and all investments for the Permanent University Fund, and in the management, purchase and sale of such investments from time to time there shall be exercised the judgment and care under the circumstances then prevailing which men of ordinary prudence, discretion, and intelligence exercise in the management of their own affairs, not in regard to speculation, but in regard to the permanent disposition of their funds, considering the probable income therefrom as well as the probable safety of their capital.

1.42 Consistent with the foregoing it is contemplated that:

- 1.421 Investment of funds in corporate securities shall be reasonably diversified among the various industries operating in our economy, and among the outstanding corporations operating within the respective industry groups.
- 1.422 Ours is a dynamic and ever-changing economy. Therefore a proper observance of the Prudent Man Rule requires that changes be made in the diversification of the Fund from time to time as conditions change the earnings outlook or the relative market level for a particular industry or for a particular company. Accordingly, in keeping with the duty to be prudent, purchases and sales of Fund assets shall be made from time to time when circumstances dictate the prudence of doing so.
- 1.423 With a monthly inflow of funds available for investment, an opportunity is afforded to purchase investments in each month of every year, thus providing the Permanent University Fund with a reasonable dollar cost averaging experience.

1.5 Policies with respect to Stock Rights, Fractional Shares and Proxies.

1.51 As a general rule, stock rights received are to be exercised. In each instance, exercise or sale of the rights is to be made at the discretion of the Staff Investment Committee.

1.52 As a general rule, fractional shares received from stock dividends, etc., are to be sold. In each instance, the decision to round out fractional shares or to sell will be made by the Staff Investment Committee.

1.53 With few exceptions, voting stocks held are to be voted by returning proxies to present management. Exceptions require approval of the Board of Regents.

1.6 Repeal of Conflicting Policies and Rules.

All rules and regulations heretofore adopted by the Board of Regents with respect to the investment of funds and the administration of the assets of the Permanent University Fund which are inconsistent with the terms hereof are hereby repealed, and are replaced by the rules, regulations and policies herein set forth.

*Required by the provisions of Sections 11 and 11a, Article VII, of the Constitution of the State of Texas.

Implementation of

Revised Investment Policies for

Permanent University Fund

1. Two lists of companies whose stocks are considered suitable for purchase or retention shall, after consultation with the Investment Advisory Committee, and the Investment Counsel, be submitted by the Staff Investment Committee for approval to the Board of Regents through the Regents' Land and Investment Committee:
 - A. List "A" shall consist of those companies whose stocks are approved for purchase.
 - B. List "B" shall consist of those companies whose stocks are approved for retention only.
2. Annually, and at such oftener intervals as may be considered advisable, the Staff Investment Committee, after consultation with Investment Counsel (and where possible, the Investment Advisory Committee) shall recommend for approval by the Board of Regents, through the Regents' Land and Investment Committee:
 - A. The percentage of new monies which shall, during the ensuing period, be invested in fixed income securities and in common stocks;
 - B. The percentage of new common stock monies to be invested in the various industry groups.

The basis approved by the Board of Regents shall be the guide lines for the Staff Investment Committee to follow in the investment of funds until the guide lines are changed by subsequent action of the Board of Regents.

3. Within the revised policies and in conformance with paragraphs 1 and 2 above, it shall be the responsibility of the Staff Investment Committee, after consultation with Investment Counsel:
 - A. To determine the stocks to be purchased from time to time and the timing of the purchases made.
 - B. To determine the bonds to be purchased from time to time and the timing of the purchases made.
 - C. To execute all purchases of securities.
4. It is contemplated that from time to time the best interests of the University and the Permanent University Fund may best be served by the sale of certain securities (stocks or bonds), and the reinvestment of the proceeds in other securities (whether similar or dissimilar). It is likewise contemplated that some such sales may be advisable, even though they might result in some loss in book value of the Fund. In any such transaction it is recognized that time is of importance. A requirement that such sale or exchange transactions be first approved by the Board of Regents would be impractical, because of the time involved in obtaining such approval. Accordingly, the Staff Investment Committee, with the concurrence of Investment Counsel and the approval of at least two members of the Regents' Land and Investment Committee (whose vote may be obtained by telephone), is hereby authorized:
 - A. To sell stocks from time to time from List "B", and effect the delivery thereof to the purchaser or purchasers.
 - B. With the proceeds of any such sale or sales to purchase other securities (stocks or bonds authorized for purchase under the revised policies), even though the investment so made may represent some deviation from the general investment pattern authorized as set out in paragraph 2 above.
5. The Staff Investment Committee shall seek the advice and counsel of the Investment Advisory Committee at its regular quarterly meetings on all of the major matters involving the Permanent University Fund, and particularly on the matters set out in paragraphs 1 and 2 above.
6. As in the past, all purchases, sales and exchanges of investments will be reported, for ratification, to the Board of Regents, through the Regents' Land and Investment Committee, at each meeting of the Board.

This revision has been given careful consideration by the Staff Investment Committee, the Investment Advisory Committee and the Investment Counsel. The revision submitted herewith is substantially the same as that discussed with the Land and Investment Committee at its special meeting held on January 12, 1967.

Below is a Xerox copy of Executive Director Shelton's recommendation:

8. TRUST AND SPECIAL FUNDS - RECOMMENDATION RE AMENDMENT TO AND EDITING OF THE POLICY ADOPTED BY THE BOARD OF REGENTS ON FEBRUARY 27, 1948, FOR FUNDS GROUPED FOR INVESTMENT, AND FOR CHANGE OF NAME TO THE UNIVERSITY OF TEXAS COMMON TRUST FUND.--It is recommended by the Executive Director of Investments, Trusts and Lands, and concurred in by the Staff Investment Committee, that the policy adopted by the Board of Regents on February 27, 1948, for the establishment of a common trust fund entitled "Funds Grouped for Investment" be amended and edited as set out in the policy for a common trust fund, the new title for the fund to be "The University of Texas Common Trust Fund." The basic operation of the original fund has not been changed, the major change being to conform the terms of the plan to the present practices of the Board of Regents in the control of the Fund by the Board through the Staff Investment Committee, currently comprised of the Executive Director of Investments, Trusts and Lands, the Endowment Officer, and the Assistant to the Endowment Officer.

THE UNIVERSITY OF TEXAS COMMON TRUST FUND
(Policy as Adopted for "Funds Grouped for Investment" on February 27, 1948,
and as Edited and Amended on March 11, 1967)

ARTICLE I

Name, Nature and Eligibility of Fund

1. The common trust fund as herein established shall be known as "The University of Texas Common Trust Fund" (originally designated as "Funds Grouped for Investment") and shall be under the control of the Board of Regents of The University of Texas System, as Trustee.
2. The purpose of the Common Trust Fund is to provide for the collective investment of various trust and endowment funds held by The University of Texas System or by the Board of Regents of The University of Texas System in a fiduciary capacity.
3. No fund shall be admitted unless it is under the sole control of the Board of Regents of The University of Texas System and/or an official or officials of The University of Texas System in his official capacity with full discretion as to investments. No official, however, shall have any control over the management of the Common Trust Fund other than to request admittance or withdrawal of any fund under his control as designated trustee thereof. No fund shall be admitted which contains a specific provision against commingling or whose investment restrictions prohibit purchase of securities as stated in Article II hereof.
4. The fiscal year for the Common Trust Fund shall be from September 1 through August 31 of the succeeding year.

ARTICLE II

Investments

1. The title to all assets of the Common Trust Fund shall at all times be vested in the Board of Regents of The University of Texas System, and such assets shall be deemed to be held as a fiduciary regardless of the name in which the securities may be registered.

2. The Common Trust Fund may be invested and reinvested in such securities and investments as are permitted by the laws of the State of Texas as legal investments for funds held by trustees. Where not otherwise in conflict with the provisions of this plan, investment and other powers established by the Texas Trust Act shall prevail.
3. The Common Trust Fund shall be further limited to such investments as are eligible under the investment policy as adopted by the Board of Regents, and as amended from time to time, for all trust and special funds held by the Board of Regents in a fiduciary capacity.

ARTICLE III

Valuing Assets

1. As of the first valuation date (March 1, 1948) following adoption of the original plans for a common trust fund, units of the fund were issued for each \$1.00 invested therein, and thereafter additional units were issued and shall be issued from time to time only on the basis of an amount equal to the then per unit value as determined in accordance with Article III, Section 2, hereof. In order to permit complete investment of a separate fund, any odd cents over the unit value shall be transferred to the Common Trust Fund, but no unit shall be issued therefor unless the amount is more than 50% of the per unit cost. Each fund whose monies are invested in the Common Trust Fund shall have an undivided interest in such fund in the proportion that the number of units invested therein bears to the total number of all the units comprising the Common Trust Fund.
2. On or as of the last business day occurring in November, February, May, and August in each fiscal year, and on or as of such other day or days in each year as may be selected from time to time, the net market value of all assets held for the Common Trust Fund and the unit value of participating funds therein shall be determined. Valuations shall be given no effect on the general ledger and supporting subsidiary ledgers of the University but shall be memorandum accounts only. Such valuations shall be determined in the following manner:
 - (a) Securities listed on the New York Stock Exchange or on the American Stock Exchange shall be evaluated by taking the closing price of each security on the day of such determination. If no closing price is reported for the day of such determination, the mean between the bid and asked prices reported shall be used. If there are no such bid and asked prices reported, then the value as determined by the Staff Investment Committee from the best information then available shall be used.
 - (b) Nonlisted securities, other than mortgages and mortgage participations, shall be evaluated by using the mean between the bid and asked prices reported on the day of such determination. If there are no such bid and asked prices reported, such securities shall be evaluated by taking the best price obtainable from or by a reputable broker, or if not obtainable from a broker, then by taking the value as determined by the Staff Investment Committee from the best information then available.
 - (c) Mortgages and mortgage participations shall be evaluated by taking the then face value unless there shall be an existing default in the payment of principal and/or income; in which event, the value as determined by the Staff Investment Committee from the best information then available shall be used.
 - (d) All other assets shall be evaluated by the Staff Investment Committee from the best information then available.
 - (e) The amount determined as provided above, together with any principal cash balance in the Common Trust Fund, after deducting therefrom all expenses and losses chargeable to principal, shall represent the net market value of the assets comprising such fund; and the value of each unit thereof shall be its proportionate part of such net value. Such valuation shall be final and conclusive.

ARTICLE IV

Admissions and Withdrawals

1. Entrance to the Common Trust Fund may be made on any quarterly entrance date (September 1, December 1, March 1, and June 1 of each fiscal year) upon deposit to the Common Trust Fund of cash or eligible securities, valued according to the method described in Article III hereof, prior to approval of the Board of Regents. Securities to be eligible for deposit to the Common Trust Fund must be on the list approved by the Board of Regents for purchase for trust and special funds of the University. Securities not on the list approved for purchase require prior approval of the Board of Regents for deposit to the Common Trust Fund.
2. Cash available for addition to the Common Trust Fund may be added by the Staff Investment Committee on any quarterly entrance date prior to approval of the Board of Regents.
3. Withdrawals may be made at the discretion of the Staff Investment Committee in cash or in kind or partly in cash and partly in kind on any quarterly withdrawal date (September 1, December 1, March 1, and June 1 of each fiscal year) prior to approval of the Board of Regents.
4. All admissions and withdrawals made prior to approval of the Board of Regents shall be reported at the first subsequent meeting of the Board for ratification.

ARTICLE V

Segregation of Investments

1. If any investment contained in the Common Trust Fund shall be considered by the Board of Regents to be ineligible as an original investment or as an investment to be held for the funds of the common trust, such investment may, prior to any further admissions to or withdrawals from such fund, be sold or segregated and set apart in a liquidating account solely for the benefit of, or distributed in kind to, those trusts participating in the Common Trust Fund at the time of such segregation. The Board of Regents may at any time set apart in a liquidating account any investment contained in the Common Trust Fund even though it may be eligible as a new investment for such fund.
2. Each such liquidating account shall be administered in such manner and the proceeds thereof distributed at such time or times as the Board of Regents deems to be for the best interests of those trusts beneficially interested therein.

ARTICLE VI

Distribution of Income

1. The net income actually received by the Common Trust Fund shall be distributed not less often than quarter-annually (November 30, February 28, May 31 and August 31 of each fiscal year) to the funds participating during the respective quarter.
2. Income shall be maintained on an actual cash receipts basis after amortization.
3. Bond premiums and discounts shall be amortized to the maturity dates of the bonds held.

ARTICLE VII

Management of Fund

1. Unless in conflict with specific provisions hereof, the management and investment of the Common Trust Fund shall be under the Staff Investment Committee of The University of Texas System, such management and investment thereof to be in accordance with the provisions of the Texas Trust Act and the policy approved by the Board of Regents for the management and investment of all trust and special funds held by the Board of Regents in a fiduciary capacity.
2. Charges against and deductions from the principal or income of the Common Trust Fund may be apportioned between such principal and income for any expenses, except regular administrative expenses, incurred in the administration of the Common Trust Fund.
3. No charges shall be paid out of the Common Trust Fund as a fee or commission for the management thereof.

ARTICLE VIII

Amendment or Termination of Plan

1. The Board of Regents reserves the right to amend or terminate the Common Trust Fund as it deems necessary or advisable.

C. REPORTS AND SPECIAL ITEMS BY CHANCELLOR
(Orange Book)

D. REPORTS AND SPECIAL ITEMS BY REGENTS
(Not Listed On Agenda)

1. Chairman Frank C. Erwin, Jr.

2. Vice-Chairman Jack S. Josey

3. Regent W. H. Bauer
4. Regent Walter P. Brennan
5. Regent H. F. Connally, Jr., M. D.
6. Regent W. W. Heath
7. Regent Frank N. Ikard
8. Regent (Mrs.) J. Lee Johnson III
9. Regent Levi A. Olan

COMMITTEE OF THE WHOLE
Chairman Erwin, Presiding

Supplementary Agenda

Date and Time: March 10, 1967, 1:00 p.m.
March 11, 1967, 9:30 a.m. to 10:30 a.m.,
10:30 a.m. to 11:00 a.m.

Place: Suite 728, The Sealy and Smith Professional
Building*

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* See diagram of meeting rooms on C-3; there will be adequate signs to direct you.

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A. REPORTS AND SPECIAL ITEMS RELATING TO INSTITUTIONAL HEADS OUT OF AUSTIN.--

Arlington State College (Doctor Woolf)

1. Acquisition of Properties Owned by Arlington Independent School District. -- Below is a Xerox copy of the Administration's recommendation:

At the last meeting of the Board of Regents, there was a discussion of the possibility of acquiring certain properties of the Arlington Independent School District. Action was deferred on this item until a later date. In as much as the Arlington Independent School District needs to make certain plans depending upon whether the college would or would not buy these properties, Dr. Woolf has requested that this be discussed at this Regents' meeting.

Pending determination of evaluation of the Swift School property, it is recommended that we purchase the Ousley Junior High School property only. This property consists of 5.344 acres on which is located 5 masonry structures. These structures contain approximately 60,000 gross square feet. The appraiser employed by the college has valued the Ousley School property (land and improvements) at \$674,586.52. Whereas the appraiser for the Arlington Independent School District has valued the same property at \$703,521.00.

Priority I construction program at Arlington State College included funds for facilities, physical plant, such as warehouse, shops, etc. It has been determined that the improvements at the Ousley School could be fully utilized with a minimum of renovation. The purposes for which that could be used are as follows: (1) Physical Plant Warehouse and Shop spaces, plus other Physical Plant facilities such as vehicle storage and office space; (2) Printing Shop; (3) Radio-Television studio facilities; (4) Classroom and Office Space for the proposed School of Social Work; and (5) Temporary art and/or architectural labs pending construction in the future of a new building for these departments.

If this school property is purchased, the space being designed in the basement of the Auditorium, which is scheduled to be a part of the Administration Building, for Radio and Television studios and the Printing Shop could be deleted. Associate architects who are designing the Administration Building have indicated that this deletion would result in a reduction of \$225,000 in the costs of this building,

It is recommended by President Woolf, Chancellor Ransom, and Vice-Chancellors Walker and Landrum that subject to approval of the Land Acquisition Bill for Arlington State College by the 60th Legislature, that: (1) the Board approve purchase of these properties at a price midpoint between the appraisal of the University and the appraisal of the Arlington Independent School District, funds to come from the proceeds -- ad valorem tax funds and grant funds, and (2) authorize the filing of an application for an undergraduate facilities grant to be used on a matching basis for purchase and remodeling of the Ousley School property.

Texas Western College (Doctor Ray)

Medical Branch (Doctor Blocker)

Dental Branch (Doctor Olson)

M. D. Anderson Hospital and Tumor Institute
(Doctor Clark)

Southwestern Medical School (Doctor Gill)

South Texas Medical School (Doctor Pannill)

Graduate School of Biomedical Sciences at Houston
(Doctor Arnim)

Division of Continuing Education (Doctor Taylor)

B. REPORTS AND SPECIAL ITEMS RELATING TO MAIN UNIVERSITY AND SYSTEM-WIDE.--

9. MAIN UNIVERSITY: WAIVER OF NEPOTISM RULE (MR. AND MRS. MORRIS ENFIELD).-- Below is a Xerox copy of Chancellor Ransom's recommendation:

Chancellor Ransom and Vice-Chancellor Hackerman concur in the recommendation of Dr. W. P. Lehmann, Chairman of the Department of Linguistics and Director of the Linguistics Research Center, that approval be given for the appointment of Mrs. Anne Greer Enfield as Computer Programmer II at a monthly salary of \$620.00, in the Linguistics Research Center. Mrs. Enfield is the wife of Mr. Morris Enfield, Computer Programmer III in the Computation Center.

Since neither one will act in any official capacity on the other's appointment or promotion, Chancellor Ransom recommends approval by the Board of Regents in accordance with Section 5.34 of Chapter III, Part One, of the Regents' Rules and Regulations.

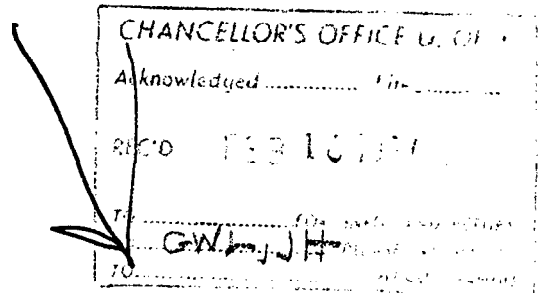
10. REGENTS' RULES AND REGULATIONS, AMENDMENT BY ADDING CHAPTER ON STUDENT SERVICES AND ACTIVITIES
.-- Below is a report from Chancellor Ransom with reference to the amendment to Part One of the Rules and Regulations relating to student services and student activities as adopted on first reading at the January meeting:

At the January meeting of the Board of Regents, proposed policies on student services and activities were presented for approval of the Board. Certain amendments to the proposed policies were made by the Board which in effect reinstated the present rules and regulations of student services and activities.

The Board of Regents requested comments and recommendations from the institutional heads outside of Austin with respect to the proposed policies adopted on first reading at the January meeting of the Board. Letters from President Ray and President Woolf have been received and are as follows:

February 14, 1967

Dr. Harry H. Ransom, Chancellor
The University of Texas
P. O. Drawer 7878
University Station
Austin, Texas



Dear Dr. Ransom:

I am writing in connection with the "PROPOSED POLICIES ON STUDENT SERVICES AND ACTIVITIES FOR THE UNIVERSITY OF TEXAS SYSTEM."

Some five or six months ago we saw an earlier draft of this proposed new chapter for the Regents' Rules, but there have been a good many changes in the draft since that time.

My people in Student Services, Dr. Leech, and I have gone fully over the proposed new Rules. I was able to persuade them that we could live with all of the provisions in the proposals except for section 3. 5. This phrase now reads:

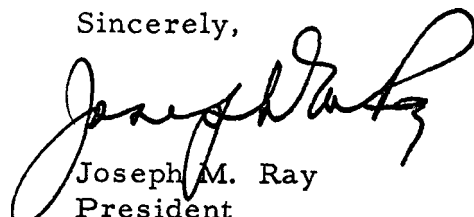
3. 5 The drinking of intoxicating liquors, gambling, immoral conduct, and dishonesty render the student subject to discipline.

Our people think that this will prove to be exceedingly difficult to live with, and that the paragraph should be written as follows:

3. 5 Gambling, immoral conduct, dishonesty, and the improper use of alcoholic beverages render the student subject to discipline. [Basic word changes underscored.]

This is the only recommendation we have for amending the draft.

Sincerely,


Joseph M. Ray
President

Office of the President

February 14, 1967

CHANCELLOR'S OFFICE U. OF T

acknowledged..... File.....

REC'D FEB 15 1967

FOR INFO AND RETURN
PLEASE ADVISE ME
PLEASE HANDLE

Dr. Harry Ransom, Chancellor
The University of Texas
Austin, Texas

Subject: Proposed Changes in Regents' Rules and Regulations, Chapter VII, Part One

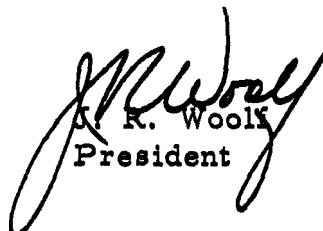
Dear Dr. Ransom:

This office has previously been furnished a copy of proposed changes in Chapter VII, Part One of the Regents' Rules and Regulations pertaining to student services and activities. That document was reviewed by the Dean of Student Life and the President of Arlington State College and our suggestions for changes were submitted to your office. Reference is now made to the format of the proposed changes in the subject chapter dated January 30, 1967.

This document has been reviewed by the Dean of Student Life and the Board on Student Organizations. The Board on Student Organizations at Arlington State College is composed of faculty, staff, and students. The Board and the Dean have made certain suggestions. In my opinion, most of these can be carried out via the local (Arlington) regulations within the proposed framework of the Regents' Rules and Regulations. There are only two minor recommendations which we would make. The first, pertaining to Section 3.5, raises the question as to whether the illegal use of drugs, i. e., narcotics, should also be prohibited. The second suggestion is that in Section 9.2 the word "may" be substituted for the word "will" in that section.

There is no objection to the proposed Regents' Rules and Regulations. The above recommendations we feel would improve the Regulations but perhaps are of no great concern.

Very truly yours,



J. R. Woolf
President

JRW:md

In addition, we have a telephone conversation from Mr. Warren Harding of the Medical Branch indicating there is no objection to the new chapter to the Regents' Rules and Regulations. Mr. Harding did request clarification on certain items with respect to the right of appeal by students, and this information has been furnished to Mr. Harding.

The suggestions offered by President Ray and President Woolf would in effect constitute amendments to the present rules and regulations which were substituted by the Board of Regents at the January meeting of the Board for the proposals offered by Central Administration. Therefore, it is the opinion of the Central Administration that the suggestions made are minor in nature and are not recommended as changes to the proposed policies on student services and activities adopted on first reading at the January 27 - 28 meeting of the Board of Regents.

SECRETARY'S NOTE: In compliance with the Rules and Regulations of the Board of Regents for the Government of The University of Texas, the following amendment is presented for second reading. If this amendment is approved, the present Chapter VII of Part One will become Chapter VIII and its pages will be numbered accordingly:

CHAPTER VII

STUDENT SERVICES AND ACTIVITIES

Sec. 1. General Provisions.

1.1 These policies and regulations apply to all component institutions of The University of Texas System and shall be implemented appropriately in each Institutional Supplement.

1.2 When the title, "Dean of Students," appears in this chapter, reference is made to the administrator bearing that title, or his counterpart, at each component institution.

1.21 It is understood that any action by a Dean of Students as provided in this chapter is subject to the approval of the institutional head.

1.3 Any individual student, group of students, or student organization may petition the Board of Regents on any matter relating to these policies through the Dean of Students, the institutional head, and the Chancellor.

1.4 These policies shall become effective on June 1, 1967 and shall, at that time, supersede all policies that might be in conflict.

1.5 The Dean of Students, under the direction of the institutional head, shall be charged with the responsibility for the preparation of institutional regulations which will implement the policies set forth in this chapter.

1.6 Definition of Student. --A student is one who is currently enrolled at one of the component institutions. These policies will also apply to a prospective or a former student who has been accepted for admission or readmission and who is at the campus.

1.7 Definition of Campus. --The campus of a component institution is defined as all real property over which that institution has jurisdiction.

Sec. 2. The Dean of Students and His Staff.

2.1 The Dean of Students shall be the administrative officer responsible for the development and administration of policies relating to students and for the development and implementation of services to students in the areas assigned to him.

2.2 The Dean of Students shall, under the direction of the institutional head, be responsible for (1) the supervision and development of student out-of-class programs and activities and of all student organizations; (2) the development of policies affecting student life; (3) the promulgation and enforcement of University rules that govern student conduct; (4) the administration of student discipline on the campus.

2.3 The administrative staff of the Dean of Students shall consist of the heads of services for which he has administrative responsibility.

2.4 The Dean of Students shall, with the approval of the institutional head, work with academic deans and department chairmen in structuring and implementing a program of faculty advising for new students.

2.5 The Dean of Students shall be responsible for the preparation of the budgetary recommendations for the student services and activities under his jurisdiction.

Sec. 3. Student Conduct and Discipline.

3.1 The University, in common with other large institutions, has for its orderly and efficient conduct special regulations, and each student is charged with notice and knowledge thereof.

3.2 All students are expected to show respect for properly constituted authority and to observe correct standards of conduct.

3.3 Obedience to the law being a primary duty of the citizen, the conviction of the student for violation of the law renders him subject also to disciplinary action on the part of the University.

3.4 Members of secret political organizations are excluded from the University.

3.5 The drinking of intoxicating liquors, gambling, immoral conduct, and dishonesty render the student subject to discipline.

3.6 Hazing in state educational institutions is prohibited by a state law. (Texas Penal Code, 1925, Articles 1152, 1153, 1154, and 1155.) Hazing with or without the consent of a student is prohibited by The University of Texas System.

3.7 Initiations by organizations may include no feature which is dangerous, harmful, or degrading to the student.

3.8 The component institutions of The University of Texas System shall administer student discipline within the procedures of fair and established due process.

3.81 Under the direction of the institutional head, the Dean of Students shall have the authority and responsibility for the administration of student discipline in his institution and may administer penalties for violation of System and/or institutional policies or rules and regulations, whether or not such violations are also violations of civil or criminal law.

3.811 The Administrative Council, or its counterpart, will review any disciplinary action in which expulsion (permanent severance from the institution) is recommended. When the Council is in doubt about the propriety of the penalty, it will return the case, with the Council's reason for doing so, to the Dean of Students for reconsideration by a second and completely different discipline committee. The decision of the second committee shall be final subject to provisions of section 1.3 of this chapter.

3.82 Through matriculation at an institution in The University of Texas System, a student neither loses the rights nor escapes the responsibilities of citizenship. Students who violate the law may incur penalties prescribed by civil authorities, but institutional authority shall never be used merely to duplicate the function of general laws. When the institution's interests as an academic community are distinct from those of the general community, the special authority of the institution shall be asserted.

3.83 Upon recommendation of the Discipline Committee, indictment for a felony may suspend the student. If the student is not acquitted, his readmission to the institution will be subject to the approval of the Dean of Students and the institutional head.

3.84 Since the value of the University's degree depends on the absolute integrity of the work done by each student for that degree, it is imperative that a student maintain a high standard of individual honor in his scholastic work. Scholastic dishonesty is the submission

as one's own work of material that is not one's own. As a general rule, it involves one of the following acts: cheating, plagiarism, and collusion.

3.85 The Dean of Students may take immediate interim disciplinary action for violation of University rules and regulations when, in his opinion, such action is warranted.

3.86 Due process is recognized as basic to the enforcement of institutional regulations. The Dean of Students, with the concurrence of the institutional head, shall, therefore, establish a discipline committee and institutional regulations providing for the processing of discipline cases in accordance with recognized standards of procedural due process.

Sec. 4. Student Organizations.

4.1 An organization in which membership is limited to students (recognizing that faculty and staff may also be members) of a component institution may become a registered student organization in that institution by complying with the registration procedures established by an appropriate committee or committees and approved by the Dean of Students.

4.2 The Dean of Students, with the approval of the institutional head, shall establish regulations requiring faculty or staff advisers for registered student organizations.

4.3 A registered student organization may state that its membership is composed of students or students and staff of a component institution, but shall not suggest or imply that it is acting with the authority of that institution.

4.4 The Dean of Students, with the approval of the institutional head, may issue regulations governing the eligibility of students for participation in organized activities.

4.5 At each component institution, an appropriate committee or committees shall have jurisdiction over all registered student organizations.

4.6 Any student organization is subject to disciplinary action or revocation of registration as a student organization for violation of institutional policies or regulations.

Sec. 5. Participation in Student Government.

5.1 Students' Associations. -- Students' associations currently authorized

at the component institutions of the University are hereby approved. They shall have such jurisdictions and shall exercise such powers as the Board of Regents, upon their request and with the approval of the institutional heads, may delegate to them.

5.11 Constitutions and Laws Approved. --The constitutions and laws of the several associations in force at the date of adoption of these Rules and Regulations are hereby approved, and the jurisdictions and powers therein set forth are hereby delegated by the Board of Regents to the several associations.

5.12 Mode of Amending Constitutions and Laws. --An amendment or addition to the constitution or laws of a students' association may be adopted by an association, in accordance with its constitution and laws, but the change shall not become effective until transmitted to and acted upon by the Dean of Students, the institutional head, and the Chancellor and approved by the Board of Regents.

5.13 Amendment or Repeal by Regents. --The Board of Regents shall amend or repeal any portion of the constitution and laws of a students' association when, in the judgment of the Board, the interests of the particular institution shall require it.

5.14 Amendment or Repeal by Dean of Students. --The Dean of Students shall have the power, when in his judgment the interests of the institution require it, to amend or repeal any provision in the constitution or laws of the particular association, but his action shall be in force only until the next meeting of the Board of Regents, when Section 5.13, above, becomes applicable.

5.15 Salaried Employees Approved by Regents. --All persons officially employed on salary by or under the direct supervision of a students' association shall be subject to approval by the Dean of Students, the institutional head, the Chancellor, and the Board of Regents, both as to salary and as to qualifications.

5.16 Annual Financial Reports. --Every officially recognized students' association shall make annually a complete financial report to the institutional business officer, and shall make special reports as may be called for by him. A duplicate copy of each report shall be filed with the Dean of Students. Committees and administrative units of a students' association maintaining a budget in excess of \$25.00 per annum shall make any interim reports of financial condition as may be required by the Dean of Students.

5.2 The students' association on each campus shall be a recognized forum of student opinion.

5.21 When a students' association takes a position with reference to issues directly related to a component institution and its operations, its recommendations for legislative or administrative action shall go through the Dean of Students.

5.22 When a students' association takes a position on non-University issues, it shall make clear the fact that it does not speak for the institution.

5.23 A students' association may conduct polls, initiate petitions, and/or establish forums for debate or discussion under specific conditions.

5.24 Officers of a students' association may so identify themselves when they express their personal views, but they shall then make it clear that they are not speaking for the institution, the students' association, or for the student body.

Sec. 6. Use of University-Owned Facilities.

6.1 The Dean of Students is charged with the responsibility of establishing regulations and procedures for the use of institutional buildings, grounds, and other facilities by students or student groups for purposes other than regular academic use. He will coordinate such regulations and procedures with the Property Manager, or his counterpart, at each institution. Regulations shall be in accordance with the following:

6.11 Commercial solicitations will not be authorized.

6.12 Use of Physical Facilities of the University by Outside Groups; a Registered Student Organization as a Joint Sponsor. --Registered student organizations may use University physical facilities in compliance with institutional regulations. Groups of students which are not registered may not use University physical facilities. Registered student organizations may not enter into joint sponsorship of any on campus project or program with individuals, groups of students which are not registered, or non-University groups, except as provided in Part Two, Chapter VII, Sec. 2.

6.13 Registered student organizations may be authorized to conduct fund-raising activities, subject to the following limitations:

6.131 Such fund-raising activities shall be for the benefit of the total institution or of a worthy institution-related activity.

6.132 Any fund raising from students by students for charity shall be subject to regulations made by the students' association

at each component institution.

6.133 Institutional regulations may permit fund-raising activities by student organizations for their own benefit only among their own members and only at official meetings.

6.134 To insure noninterference with University purposes and functions, institutional regulations shall include appropriate provisions for establishing time, place, and manner of fund-raising activities and for requiring financial reporting and accountability.

6.14 Regulations permit students and registered student organizations, under specified conditions, to petition, post signs, set up booths, and/or peacefully demonstrate on the campus. Regulations prohibit any activity that would interfere with regularly scheduled University programs.

6.15 Institutional regulations shall provide means by which students or registered student organizations may reserve University-owned facilities.

6.2 The use of student center or student union facilities on the campus of each component institution shall be subject to approval of that center's governing board.

6.3 Extracurricular student activities involving the use of University-owned facilities shall be conducted in accordance with the law (local, state, national) and with the applicable University regulations. It shall be understood that such activities shall not disrupt or disturb the regularly scheduled University program and shall not result in damage to or defacement of property.

6.4 All individuals on University-owned property or using University-owned facilities are required to identify themselves upon request of an institutional representative acting in the performance of his duties.

Sec. 7. Speech and Advocacy.

7.1 Freedom of inquiry and discussion are basic and essential to intellectual development. Students have the right, therefore, to freedom of speech and of advocacy, subject to the following:

7.11 "It shall be unlawful for any person knowingly or willfully to . . . advocate, abet, advise, or teach by any means . . . under such circumstances as to constitute a clear and present danger to the security of the United States, or of the State of Texas, or of any political

subdivision of either of them. . . ." (Texas Civil Statutes, Article 6889-3A, Sec. 5.)

7.12 The time, place, and manner of exercising speech and advocacy on the campuses shall be subject to regulations adopted by the component institutions. Such regulations require orderly conduct, noninterference with University functions and/or activities, and identification of sponsoring individuals or groups.

7.13 Students who are candidates for public office or students appearing in the interest of a particular candidate or candidates for public office may be permitted the use of University-owned facilities under the provisions of paragraphs 7.241 and 7.242.

7.2 Off-Campus Speakers. --The Board of Regents reserves the right to regulate the presentation of guest speakers on the campus who are unaffiliated with the University (hereafter referred to as off-campus speakers) in accordance with the following policies:

7.21 Only registered student organizations, University-owned dormitories, and student center committees may present off-campus speakers.

7.22 The organization sponsoring an off-campus speaker has the responsibility of making clear the fact that the student organization, not the institution, is extending the invitation to speak and that any views the speaker may express are his own and not necessarily those of the University system or of a component institution.

7.23 An off-campus speaker is subject to the Texas Civil Statutes as quoted in section 7.11.

7.24 Candidates for public office, or other off-campus speakers appearing in the interest of a particular candidate or candidates for public office, may be permitted the use of University-owned facilities under the following conditions:

7.241 The meeting will be open only to members of the recognized sponsoring organization and their personally invited guests, other students and faculty.

7.242 The places of the meetings will be limited to student center or student union facilities and/or to specified auditoriums on dates regularly reserved for meetings of this nature.

7.25 Off-campus speakers must be registered in advance by the sponsoring group with an official designated by the Dean of Students.

Sec. 8. Off-Campus Student Housing.

8.1 Off-Campus Student Housing. -- The component institutions of The University of Texas System will not extend Approved Housing status to any student residential units except those owned and operated by The University of Texas System. Each student at a component institution will have free choice in the selection of his non-University-operated residential accommodations, subject to parietal rules.

8.11 The office of the Dean of Students will maintain an open file of private housing, which file will contain descriptive information submitted voluntarily by any operators on quality and cost of accommodations, rules and regulations enforced, supervision provided, and similar matters. Subject to parietal rules, this file will be made accessible to anyone desiring to use it.

Sec. 9. University Policy in Regard to Debts of Students.

9.1 The University is not responsible for debts contracted by individual students or by student organizations. On the other hand, the University expects all students and student organizations to conduct themselves honorable in all commercial transactions. The University will not assume the role of a collection agency for organizations, firms, and individuals to whom students may owe bills, nor will the University adjudicate disputes between students and creditors over the existence or the amounts of debts.

9.2 A student, however, is expected to perform his contractual obligations and in the event of conduct on the part of the student clearly demonstrating a flagrant disregard of his commercial obligations (refusal to pay or meet admitted debts or obligations will be thus construed), action will be taken appropriate to the age of the student and other circumstances.

9.3 In the event of nonpayment to the University, one or more of the following actions may be taken: (a) a bar against readmission for the student, (b) withholding of the student's grades and official transcript, (c) withholding of a degree to which the student otherwise would be entitled.

Sec. 10. Anonymous Publications.

10.1 Anonymous publications are prohibited. Any student publishing or aiding in publishing, or circulating or aiding in circulating, any anonymous publication will be subject to suspension.

Sec. 11. Other Regulations Concerning Student Affairs are Reported in the Rules and Regulations of the Board of Regents, as follows:

Fellowships, Scholarships, and Loan Funds- Part Two, Chapter 1, Sec. 2, p.2.

Tuition and Other Fees - Part Two, Chapter I, Sec. 3, p. 2.

Policy Against Discrimination - Part Two, Chapter I, Sec. 5, p. 2.

Student Employment - Part Two, Chapter V, Sec. 2.5, p. 31.

Parking Lots - Part Two, Chapter VII, Sec. 12.3, p. 47.

Auxiliary Enterprises - Part Two, Chapter X, Sec. 1-7, p. 59.

Texas Student Publications - Part Two, Chapter X, Sec. 8, pp. 59-60a.

11. DUAL POSITIONS UNDER ATTORNEY GENERAL'S OPINION NO. C-550: SOUTHWESTERN MEDICAL SCHOOL, SOUTH TEXAS MEDICAL SCHOOL, AND M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE.--Chancellor Ransom recommends that an appropriate resolution be adopted authorizing that the following be permitted to serve on the board or commission as indicated. This recommendation complies with the Attorney General's Opinion No. C-550 relative to service on a state or federal board or commission by members of the faculty or administration of The University of Texas within the meaning of Sections 12, 33 or 40 of Article XVI of the Constitution of Texas.

SOUTHWESTERN MEDICAL SCHOOL

<u>Name</u>	<u>Classification</u>	<u>Board or Commission</u>
Vernie A. Stenbridge, M.D.	Professor and Acting Chairman of the Department of Pathology	Consultant - Armed Forces Institute of Pathology, with specified duties and extended services

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE

Richard H. Jessee, M.D.	Associate Head and Neck Surgeon, Department of Surgery and Associate Professor of Surgery (1966-67)	Member - Advisory Committee to the Cancer Control Pro- gram of the Public Health Service
Emil Frei, III, M.D.	Associate Director (Clinical Research); Internist; Head, Department of Develop- mental Therapeutics and Professor of Medicine (1966-67)	Member - Cancer Chemotherapy Collabora- tive Clinical Trials Review Committee

SOUTH TEXAS MEDICAL SCHOOL

Charles A. Rockwood, M.D.	Associate Professor of Orthopedic Surgery	Member - Anatomical Board of the State of Texas
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(If this is approved, the minute order will be of the same format as it has been in previous minutes, the appropriate resolution having been adopted by the Board at its meeting on February 26, 1966.)

12. CHANCELLOR'S DOCKET NO. 14. --The Secretary of the Board will report the results of the ballots on Chancellor's Docket No. 14 at the meeting. The ballots are due at the close of business on March 7, 1967.

The Administration has called to the Secretary's attention that there is an omission in the Southwestern Medical School portion of the docket. On Page S-12, Item 2. Line 2, there should be added "Director of Research and Planning in Neurological Sciences,". The omission of this part of his title was an inadvertency. Doctor Harrison has been performing these duties since January 1, 1967 at which time he was relieved of the responsibility of advising Arlington State College on the development of its graduate programs.

13. SCHEDULED MEETINGS OF THE BOARD.--

1967											
JANUARY S M T W T F S 1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31				JULY S M T W T F S 1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31				Holidays, Holy Days and Commemorative Days Jan. 1 New Year's Day* Feb. 8 Ash Wednesday 12 Lincoln's Birthday* 14 St. Valentine's Day 22 Washington's Birthday Mar. 17 St. Patrick's Day 19 Palm Sunday 24 Good Friday 26 Easter Sunday Apr. 25 Jewish Passover May 14 Mother's Day 20 Armed Forces Day 21 Trinity Sunday 30 Memorial Day Jun. 11 Children's Day 14 Flag Day 18 Father's Day Jul. 4 Independence Day Sep. 4 Labor Day 17 Citizenship Day Oct. 5 Jewish New Year 12 Columbus Day 14 Jewish Yom Kippur 24 United Nations Day 31 Halloween Nov. 7 Election Day 11 Veterans Day 23 Thanksgiving Day Dec. 3 First Sunday of Advent 25 Christmas Day			
FEBRUARY S M T W T F S 1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28				AUGUST S M T W T F S 1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31							
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MAY S M T W T F S 1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30 31				NOVEMBER S M T W T F S 1 2 3 4 5 6 7 8 9 10 11 12 13 14 15 16 17 18 19 20 21 22 23 24 25 26 27 28 29 30							
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List of Commitments

May 5-6, Board of Regents Meet in Austin

Board Meeting?

Commencement Dates

Main University	June 3, 1967
Texas Western College	May 27, 1967
Arlington State College	May 31, 1967
Southwestern Medical School	June 5, 1967
Medical Branch	June 14, 1967
Dental Branch	June 5, 1967

14. ITEMS FOR THE RECORD.-- The following have been approved as is indicated in each item and are here reported for the record and ratification:

- a. West Texas Lands: Rate Schedule for Pipeline Easements; Power, Telephone and Telegraph Line Easements; and Material Source Permits (Section 18 of the Report of the Special Advisory Committee on Surfacing Leasing Policy of West Texas Lands as Amended).-- Referring to Page 35 of the minutes of the Regents' meeting held on January 28, 1967 (Permanent Minutes, Volume XIV, Page 934), there is listed below the rate schedule for pipeline easements; power, telephone and telegraph line easements; and for material source permits on West Texas Lands as adopted to be effective as to all instruments received by the University Land Agent after February 1, 1967:

PIPE LINE EASEMENTS (All measurements OD diameters)

- A. Standard rates for varying sizes of pipe line, the rates being per rod for a 10-year period, payable in advance for the 10-year period:
- | | |
|--|--------|
| 1. Lines 6 1/2 inches or under | \$0.60 |
| 2. Lines over 6 1/2 inches and under 12 inches | 1.20 |
| 3. Lines 12 inches and under 25 inches | 1.80 |
| 4. Lines 25 inches and under 35 inches | 2.40 |
| 5. Lines 35 inches and over | 3.00 |
- B. MINIMUM for a pipe line easement \$50 payable in advance for the 10-year period.
- C. FILING FEE in the amount of \$5.00 made payable to the General Land Office must be submitted with all easements.

POWER, TELEPHONE AND TELEGRAPH LINE EASEMENTS

- A. Standard rates for varying types of lines, the rates being per rod for a 10-year period, payable in advance for the 10-year period:
- | | |
|---|--------|
| 1. Two-wire residential type telephone line | \$0.30 |
| 2. Single pole line and buried cable | 0.60 |
| 3. H-Frame pole construction | 0.90 |
| 4. Steel towers | 1.20 |
- B. MINIMUM for a power, telephone or telegraph line easement \$50 payable in advance for the 10-year period.
- C. FILING FEE in the amount of \$5.00 made payable to the General Land Office must be submitted with all easements.

MATERIAL SOURCE PERMITS (Caliche, etc.)

- A. Per cubic yard, under 20,000 cubic yards \$0.30
- B. 20,000 cubic yards or over, one project Negotiated (\$0.10 Min.)
- C. MINIMUM for each permit \$50.
- D. NO FILING FEE required.

- b. South Texas Medical School: Affiliation Agreement Between the Board of Regents of The University of Texas and the Board of Managers of the Bexar County Hospital District. --On February 23, 1967, approval was given to the following affiliation agreement between the Board of Regents of The University of Texas and the Board of Managers of the Bexar County Hospital District and the Chairman of the Board of Regents was authorized to execute the document when it has been approved as to content by Vice-Chancellor LeMaistre and as to form by University Attorney Waldrep. This agreement supersedes a previous agreement between the Board of Managers of the Bexar County Hospital District and the Board of Regents of The University of Texas dated April 20, 1962.

AFFILIATION AGREEMENT

THE STATE OF TEXAS }
COUNTY OF BEXAR }

This AGREEMENT made and entered into this _____ day of _____, 1967, by and between the BOARD OF MANAGERS OF THE BEXAR COUNTY HOSPITAL DISTRICT, a political subdivision, hereinafter sometimes called "Hospital Board," and the BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS SYSTEM for and on behalf of The University of Texas South Texas Medical School, San Antonio, Texas, hereinafter sometimes called "University," WITNESSETH:

WHEREAS, it is mutually recognized that the Hospital Board and the South Texas Medical School have certain objectives in common, namely, (a) the advancement of medical service through excellent professional care of patients, (b) the education and training of medical and ancillary personnel, (c) advancement of medical knowledge through research, and (d) promotion of personal and community health, and that each can accomplish these objectives in larger measure and more effectively through affiliated operations; and

WHEREAS, it is mutually recognized that the primary function of the Bexar County Hospital District is the provision of the best possible medical and hospital care for the citizens of Bexar County; and

WHEREAS, it is the desire of both parties that the hospitals operated by the Hospital Board shall be available as teaching

hospitals of The University of Texas South Texas Medical School in order that both parties can accomplish their obligations in larger measure and more effectively one with the other:

NOW, THEREFORE, for and in consideration of the foregoing and in further consideration of the mutual benefits, the parties hereto agree as follows:

1. That The University of Texas South Texas Medical School will be established and operated as an accredited school of medicine as prescribed by the laws of the State of Texas, with the Board of Regents of The University of Texas System retaining all jurisdictional powers incident to separate ownership, including the power to determine the general and fiscal policies of the institution and to appoint its administrative, faculty and other personnel under the terms of subsequent paragraphs of this agreement.

2. That the Hospital Board shall retain for its hospitals all jurisdictional powers incident to separate ownership, including the powers to determine general and fiscal policies and to appoint its administrative officers and other personnel, under terms of subsequent paragraphs of this agreement. Such Board shall furnish a teaching and research hospital within one mile of the medical school fully integrated with the program of The University of Texas South Texas Medical School and will make available inpatient and outpatient professional services in other hospitals operated by Hospital Board as may be required for the purposes of teaching and research.

3. That the Hospital Board retains final jurisdiction over the administration and supervision of the hospitals and over admission of patients to the hospitals and the assignment of beds therein, but must consult with the Dean of The University of Texas South Texas Medical School in the formulation of such policies.

4. That the Hospital Board will operate its hospitals in a manner and with standards consistent with those of the leading

teaching hospitals in the United States, and it shall bear all costs for supporting and maintaining a complete staff of interns and residents and other personnel it requires.

5. That University will provide, without cost to the Hospital Board, qualified physicians and surgeons from the Medical School faculty to supervise and direct professional services to in-patients and out-patients of the Bexar County Teaching Hospital and other such in-patient and out-patient professional services within other hospitals operated by Hospital District provided that the construction of a Teaching Hospital is completed no later than January 1, 1969. In the event the Teaching Hospital is not available on or before January 1, 1969 it is understood and agreed that this agreement shall terminate and be of no further force and effect. The physicians and surgeons of the Medical School faculty will supervise all medical training and research activities conducted in the hospitals under the auspices of The University of Texas South Texas Medical School.

6. That appointments to the teaching staff of the hospitals shall be made annually by the Hospital Board only upon the recommendation of the Dean of The University of Texas South Texas Medical School from the faculty of the school and that the teaching staff and the active staff of the hospitals shall be one and the same, and the only medical staff of the hospitals.

7. Upon the execution of this agreement by both the Board of Managers of the Bexar County Hospital District and the Board of Regents of The University of Texas System it shall supersede and replace that certain agreement between the parties dated April 20, 1962.

8. That the Hospital Board shall appoint as the Chiefs of the Departments, Services or Divisions of the hospital staff the corresponding chairmen or chief officers of the departments or divisions of The University of Texas South Texas Medical School. Provided further that upon nomination of the Dean of the Medical School, members of the Medical staff who are not chairmen or chief officers of departments or divisions of The University of

Texas South Texas Medical School may be appointed by the Hospital Board as Director of hospital departments, services or divisions. The hospitals will provide monies for salaries to compensate the staffs of certain medical school departments, such as Anesthesiology, Pathology, and Radiology, in order that they may direct and perform professional duties required by hospital district health needs.

9. That the appointment of the Administrator of the Bexar County Hospital District will be made by The Board of Managers of the District only upon nomination by the Board of Regents of The University of Texas System, and at the pleasure of the Board of Regents he shall hold the position as Associate Dean for Hospital Affairs at The University of Texas South Texas Medical School. The salary of the Administrator will be the joint responsibility of the Hospital Board and University.

10. That the Medical Advisory Council (Executive Committee) of the Medical Staff of the Hospitals shall include but not be restricted to the Dean of the Medical School and the chiefs of the hospital services of pediatrics, pathology, obstetrics and gynecology, general surgery, internal medicine, and the majority of its members shall be drawn from the full-time faculty.

11. That The University of Texas South Texas Medical School and the Hospital Board recognize that their mutual interdependence in carrying out the terms of this contract will result in the operations of one affecting the operations of the other, and that there will be consultation and agreement between the Administrator of the Hospitals and the Dean of the Medical School in instances where the operations of one affect the other.

12. That decisions regarding the extent of and the number of students in undergraduate teaching in the hospitals, the intern and residency training programs, and the medical research programs will be made by The University of Texas South Texas Medical School.

13. All patients in the hospitals shall be available for purpose of teaching.

14. That the by-laws of the Hospital Medical Staff will not be in conflict with the provisions of this contract.

15. That all expenses incurred for the operation of the hospitals shall be paid by the Hospital Board and all expenses incurred for the operation of The University of Texas South Texas Medical School shall be paid by the Board of Regents of The University of Texas System. However, nothing in this paragraph shall prohibit subsequent agreements, subject to the legal powers and limitations of the parties, for the joint employment of personnel and for the pro rata apportionment of salaries thereof or for the pro rata apportionment of other related costs and expenditures.

16. The programs and operations of the Bexar County Hospital District teaching hospitals for the years 1968, 1969 and 1970 are reflected in Exhibit A - Hospital Operations which is attached hereto and made a part of this agreement.

17. This agreement shall be for a term of twenty (20) years from and after the effective date of the same and may be terminated prior to termination of the twenty (20) year period upon mutual consent of the parties. A period of at least three (3) years shall be allowed to effect such termination. It is understood that this agreement may be amended in writing to include such provisions as the parties may agree upon and may be renewed for an additional term of years.

IN WITNESS WHEREOF, the parties have hereunto set their hands, the day and year first above written.

ATTEST:

ATTEST:

Secretary

Approved as to Form:

University Attorney

BOARD OF MANAGERS OF THE
BEXAR COUNTY HOSPITAL DISTRICT

By _____

BOARD OF REGENTS OF
THE UNIVERSITY OF TEXAS SYSTEM

By _____

Chairman

Approved as to Content:

Vice-Chancellor for
Health Affairs

THE STATE OF TEXAS Y
 X
 X
 X
 X
COUNTY OF BEXAR X

BEFORE ME, the undersigned authority, on this day personally appeared _____ of the Board of Managers of the Bexar County Hospital District, known to me to be the person and officer whose name is subscribed to the foregoing instrument, and acknowledged to me that the same was the act and deed of the Board of Managers of the Bexar County Hospital District and that he executed the same as the act and deed of such Board for the purposes and consideration therein expressed, and in the capacity therein stated.

GIVEN UNDER MY HAND AND SEAL OF OFFICE, this _____ day of _____, 1967.

Notary Public in and for
Bexar County, Texas

THE STATE OF TEXAS Y
 X
 X
 X
 X
COUNTY OF TRAVIS X

BEFORE ME, the undersigned authority, on this day personally appeared FRANK C. ERWIN, JR., Chairman of the Board of Regents of The University of Texas, known to me to be the person and officer whose name is subscribed to the foregoing instrument, and acknowledged to me that the same was the act and deed of the Board of Regents of The University of Texas and that he executed the same as the act and deed of such Board for the purposes and consideration therein expressed, and in the capacity therein stated.

GIVEN UNDER MY HAND AND SEAL OF OFFICE, this _____ day of _____, 1967.

Notary Public in and for
Travis County, Texas

HOSPITAL OPERATION

Beginning January 1, 1968, the Bexar County Hospital District will provide the sum of \$10,000,000 from tax revenue for the operation of the Bexar County Hospital District hospitals in accordance with the following table:

	<u>1968</u>
325 beds (90% occupancy) January 1 to October 31 at Robert B. Green November 1 to December 31: 95 beds at Robert B. Green 230 beds at Teaching Hospital	\$ 6,600,000
<u>Out Patient Department and Emergency Room</u>	1,200,000
<u>Southton</u>	500,000
<u>Debt Service</u>	500,000
	<hr/>
	8,800,000
<u>Equipment for Teaching Hospital</u>	1,200,000
	<hr/>
<u>TOTAL</u>	<u>\$ 10,000,000</u>

This will assure operation of 325 beds at the Robert B. Green Hospital from January 1, 1968 to October 31, 1968 including in-patient care, out-patient clinic and emergency services. It will also assure availability of funds for the purchase of necessary equipment for activation of the new Teaching Hospital. On or about November 1, 1968, 230 beds will be operated at the Teaching Hospital, and 95 beds will be retained at the Robert B. Green Hospital, to include 32 intensive care beds and 63 beds for obstetrical patients. Of the total out-patient and emergency services, seventy-five percent will be retained at the Robert B. Green Hospital, and twenty-five percent of these services will be provided at the Teaching Hospital.

Beginning January 1, 1969, the Bexar County Hospital District will provide the sum of \$10,635,000 from tax revenue for the operation of the Bexar County Hospital District hospitals in accordance with the following table:

1969

Robert B. Green

95 beds: 32 Intensive Care Units	\$ 2,123,000
63 Obstetrics	
Emergency Room & Out-Patient Department	1,031,250
	<u>\$ 3,154,250</u>

Teaching Hospital

230 Beds	5,137,000
Emergency Room & Out-Patient Department	343,750
	<u>\$ 5,480,750</u>

For Convalescent Care & Debt Service 1,000,000

Renovation of Robert B. Green 1,000,000

TOTAL \$ 10,635,000

This will assure operation of 95 beds at the Robert B. Green Hospital to include 32 intensive care beds and 63 beds for obstetrical patients and 75% of the total out-patient and emergency services. It will also assure operation of 230 beds for medically indigent patients at the Teaching Hospital and 25% of the total out-patient and emergency services. It will also assure availability of \$1,000,000 for the renovation of the physical plant at the Robert B. Green Hospital to accommodate additional in-patient services. There will be available approximately 270 beds at the Teaching Hospital for paying patients.

Beginning January 1, 1970, the Bexar County Hospital District will provide the sum of \$11,500,000 from tax revenue for the operation of the Bexar County Hospital District hospitals with the provision of such additional beds and patient services at either location as may be required by the needs of the teaching program.

1970

Robert B. Green

32 Intensive Care Units	\$ 2,350,000
95 beds:	
63 Obstetrics	
Emergency Room & Out-Patient Department	1,150,000
	<u>\$ 3,500,000</u>

Teaching Hospital

230 beds	\$ 5,700,000
Emergency Room & Out-Patient Department	400,000
	<u>6,100,000</u>
TOTAL	\$ 6,100,000

<u>For Convalescent Care & Debt Service</u>	1,000,000
Additional Patient Services	900,000
	<u>1,900,000</u>
<u>TOTAL:</u>	<u>\$ 11,500,000</u>

All income derived by the Bexar County Hospital District in addition to these sums will be used to increase the quality of patient care to the level of quality required by the national accrediting agencies.

- c. Nursing Education: Response to Coordinating Board's Request. --At the meeting of the Committee of the Whole also on February 23, 1967, a committee, composed of Doctor Marilyn D. Willman, Vice-Chairman Josey, Regent Connally and Vice-Chancellor LeMaistre, was authorized to approve the response to the Coordinating Board's request for a recommendation "by or before March 1, 1967, whether additional baccalaureate nursing programs should be established, and if so, where, when, and at what estimated cost." The committee has approved the following response which is reported for the record and ratification:

March 1, 1967

Dr. J. K. Williams, Commissioner
Coordinating Board, Texas College and University System
Sam Houston State Office Building
Austin, Texas

Subject: Response to Request of Coordinating Board -- Summary of Plans
for The University of Texas School of Nursing

Dear Dr. Williams:

At the present time, The University of Texas School of Nursing Baccalaureate program consists of four semesters and one Summer session, or portions thereof, in the College of Arts and Sciences at the Main Campus in Austin, followed by four semesters in the School of Nursing at the Medical Branch in Galveston. Similarly, the Baccalaureate program for Registered Nurses and the Master of Science in Nursing program are divided between the Austin and Galveston campuses.

In an effort to meet present and future needs of the State for nurses and nurse educators, the Board of Regents at its meeting on January 27, 1967, adopted a series of recommendations for Nursing Education. The recommendations provide for unified administrative control of all nurse education programs under The University of Texas School of Nursing, and appointment of a Dean of Nursing Education who reports directly to the Vice-Chancellor for Health Affairs. At each component unit of The University System, as Associate Dean of Nursing Education is to be appointed who will report to the Dean through the head of the institution relative to all matters affecting the institution in which the clinical program is based. By mutual agreement between the Institutional Head and the Dean of the School of Nursing, operating details may be delegated by the Dean of the School of Nursing to the Associate Deans who will be responsible for keeping the Institutional Head informed.

To implement the Regents' statement of policy on nursing education, the following initial organizational changes are to be made:

- (a) The Baccalaureate program will be expanded by establishing clinical programs in major medical centers located in areas of high population density in which The University of Texas has component institutions.
- (b) Nurse education at The University of Texas Medical Branch in Galveston will be designated and administered as a clinical activity.

March 1, 1967

- (c) The existing graduate nurse program will be moved from Galveston to Austin effective September 1, 1967, to take maximum advantage of all assets of the University System. Further, the graduate program in nursing will increase its efforts in the preparation of teachers for nursing education.
- (d) In recognition of the acknowledged shortage of bedside nurses and need for such nurses to assist in the care of the sick in Texas and in the Nation, the University will encourage, where appropriate, the establishment and development of Associate Degree Programs by the junior colleges located in geographic proximity to University of Texas biomedical units. Particular attention will be given to the Regents' policy that its clinical facilities be made available for the training of nursing personnel under the auspices of the junior colleges of Texas.
- (e) A statewide program of Continuing Education in Nursing will be developed by and placed under the joint jurisdiction of The University of Texas School of Nursing and Texas Woman's University College of Nursing.

Dr. Marilyn Willman has accepted the position as Acting Dean, The University of Texas School of Nursing. Miss Chloe Floyd has accepted the position as Acting Director of The Clinical Program in Galveston. Attached are specific proposals from The School of Nursing with budgetary requirements for implementing programs developed in accord with the Regents' statement of policy.

Sincerely,

Marilyn D. Willman

Dr. Marilyn Willman
Acting Dean
The University of Texas
School of Nursing

Charles A. LeMaistre

Charles A. LeMaistre, M. D.
Vice-Chancellor
for Health Affairs

The University of Texas School of Nursing will:

- (1) give first attention to the reorganization of the School and centralization of the administration in Austin, and to relocation of the graduate program by September 1, 1967.

Rationale

Essential to further development is the establishment of a strong central core through which the programs can be strengthened and expanded. Recruitment of a Dean and other administrative personnel, as well as recruitment and retention of faculty, are dependent upon the demonstrated effectiveness of the proposed organizational structure. Recent resignation of administrative and teaching personnel represented an unanticipated loss to the program. Time and additional financial resources will be required to seek competent replacements for strengthening the clinical teaching program and to provide for the new administrative structure. Additional physical facilities and clerical support will be necessary in Austin for the graduate faculty and administrative personnel.

- (2) retain and strengthen clinical programs located at the Medical Branch in Galveston.

- (3) evaluate Houston and Austin during the 1967-68 academic year as extended sites for teaching maternal-child health and public health to supplement the program in Galveston.

Rationale

The number of obstetrical patients in Galveston is inadequate to provide satisfactory clinical experience for students presently enrolled in the nursing program. Appropriate institutions in Houston will be evaluated for adequacy of offerings in maternal-child health. St. David's and Seton Hospitals in Austin will also be evaluated for adequacy of offerings in this same area and other clinical areas.

Galveston County, Harris County, and Austin-Travis County health departments will be evaluated for adequacy of facilities to accommodate increasing number of students. The Austin-Travis County unit, presently being utilized in the teaching of public health, appears to be accommodating optimum numbers of students in terms of space. The Visiting Nurse Association and city health department in Houston will also be included in the evaluation to ascertain possibilities for student experience.

(4) develop a clinical branch in Austin recognizing the fact that St. David's Hospital is presently in use as a base for student experience. Other hospital and community health facilities appropriate to program development will be investigated with the intention of development of Austin as the parent site of the School of Nursing offering all portions of the clinical program in 1969.

Rationale

In the Austin-Travis County area, there is available only a diploma program. Considering the wealth of clinical facilities, both present and projected, there is ample justification for expansion of The University nursing program in this area. With such expansion, additional professional nursing students could be accommodated, and a complete basic program would complement the graduate program to be located in Austin in its entirety beginning in September 1967. The basic program curriculum provides a source of needed teaching experience for graduate students, and the possibility of teaching assistantships for graduate students would be likely to encourage larger numbers of students to seek advanced preparation.

(5) study all available clinical facilities in Houston for graduate and undergraduate education with the intention of development of Houston as a site offering all portions of the undergraduate clinical program and selected portions of the graduate program beginning in 1969.

Rationale

In the Houston-Gulf Coast area, there are four baccalaureate programs, two associate degree programs, and five diploma programs. Of the baccalaureate programs, one is located in a private institution, one is state-supported, but not accredited by the National League for Nursing, and the other two are state-supported and League-accredited.

The University School of Nursing offers a program which permits completion of the majority of the liberal arts courses in another institution prior to transfer, a pattern which meets the needs of a large group of students. The School also admits male students, who are seeking nursing careers in increasing numbers. Thus, what seems to be a duplication of baccalaureate programs in this area become, in reality, a matter of two programs, similar in that they are state-supported, but quite different in the

needs which they can meet. There seems to be clear justification, therefore, for considering the expansion described above in the Houston area. The proximity of the Galveston branch to any development in Houston would give strength to and maintain the unity in the clinical program.

Preliminary discussions with officials of the Hermann Hospital indicate a genuine interest in the development of a University of Texas School of Nursing clinical branch utilizing the Hermann Hospital and the M. D. Anderson Hospital and Tumor Institute for appropriate portions of the clinical program.

(6) evaluate the potential for the development of other clinical branches in such population centers as Dallas and San Antonio. When the present and proposed programs in Austin, Galveston, and Houston are functioning effectively with strong faculties, adequate facilities, and healthy enrollments, it is anticipated that other clinical branches will be needed for the continued expansion of enrollment.

Since the question of a clinical facility at The University of Texas in El Paso had been raised, the matter was considered. The distance from the parent campus of The University of Texas School of Nursing in Austin raises questions about the practicality of its use as a clinical extension of The University nursing program at this time. It is our belief that the feasibility of developing a baccalaureate program in nursing at this site, instead of a clinical branch, should be determined on the basis of an area study.

Rationale

The Board of Trustees of Presbyterian Hospital in Dallas, offered "to the University at no cost, a reasonable amount of land adjoining our hospital for the establishment of a Baccalaureate Nursing School." Presbyterian Hospital of Dallas began operation in 1966 as a teaching hospital affiliated with The University of Texas and is not currently being utilized for baccalaureate nursing programs. The policy of The University School of Nursing which permits completion of the majority of the liberal arts courses in other institutions prior to transfer to the University and the acceptance of male students, provides an adequate source of candidates for the clinical branch. Thus, the development of a clinical branch in Dallas has as remaining obstacles faculty recruitment, physical facilities for the school and operating budget.

The San Antonio-South Texas area is presently provided with opportunities for nursing education in the form of one baccalaureate program, three associate degree programs (in various stages of development with respect to admission of students), and two diploma programs. Since the baccalaureate program is offered in a

private institution, costs are more prohibitive than in public institutions. There seems to be, therefore, ample justification for the development in this area of a clinical program, particularly with the incorporation of junior colleges and their liberal arts offerings into the planning.

A tabulation was made recently of sources of inquiries about professional nursing education directed to the Health Careers Program of the Texas Hospital Association from June through December 1966. The largest number of inquiries originated in San Antonio and the five counties immediately surrounding the metropolitan area, with relatively large numbers originating in the Austin-Travis County, Houston-Gulf Coast, and Dallas-Fort Worth areas.

(7) increase its contribution to the supply of professional nurses immediately by closer cooperation with junior colleges.

Rationale

In addition to the associate degree nursing program, preparing technical nursing personnel, the junior college makes a contribution to the preparation of professional nursing personnel through the offerings of liberal arts courses. These courses are prerequisite to the upper division nursing major and many are the same as those required of other students in other majors during the first two years in the junior or senior college.

More concerted planning of courses with the following junior colleges would permit students to live at home while completing the majority of the liberal arts prerequisites before transferring into The University program:

Wharton Junior College, Wharton
Victoria College, Victoria
Del Mar Junior College, Corpus Christi
Texas Southmost College, Brownsville
Laredo Junior College, Laredo
San Antonio College, San Antonio
Southwest Texas Junior College, Uvalde

Prospective students in the southern area of the state would thus be presented with the greater possibility of baccalaureate education in nursing without the establishment of a new baccalaureate nursing program in the area.

(8) offer consultation and assistance, as appropriate, in the development of associate degree nursing programs in junior colleges in the state.

Rationale

The graduate program includes preparation for teaching, and continuing education programs are being planned to assist administrators and faculty in associate degree nursing programs to function more effectively in this type of program. The University has faculty in the College of Education uniquely prepared to offer formal courses in junior college curriculum and teaching as well as to cooperate with the School of Nursing in offering consultation and assistance.

In summary, the School of Nursing is proposing to concentrate first on reorganization and strengthening of the present program and then on a series of orderly expansions into various areas in the state. Such expansion will follow determination of the adequacy of clinical facilities and the availability of faculty, supporting personnel, physical facilities and equipment.

BUDGET PROJECTIONS SCHOOL OF NURSING THE UNIVERSITY OF TEXAS SYSTEM

March 1, 1967

Summary of Budget Needed to Implement Proposed

Program	<u>1968</u>	<u>1969</u>
Nursing System Administration (Austin)	\$ 102,000	\$ 112,100
Graduate Program - Austin	96,600	106,550
Basic Program - Austin	90,900	100,500
Basic Program - Galveston	304,400	315,000
Planning for necessary Physical Facilities	35,000	15,000
	<hr/>	<hr/>
	\$ 628,900	\$ 649,150
Original Budget Request (Galveston)	\$ <u>382,602</u>	\$ <u>400,852</u>
Additional Funds Needed for Reorganized Program *	\$246,298	\$248,298

*Does not include establishment of full Clinical Branches at Austin, Houston San Antonio, or Dallas.

(1) and (2) Reorganization of The School and Centralization of Administration

(a) Nursing System Administration

	<u>1968</u>	<u>1969</u>
Administrative Salaries	\$ 71,000	\$ 78,000
Clerical Salaries	20,000	22,000
Operating Expenses	<u>11,000</u>	<u>12,100</u>
Sub-total	\$ 102,000	\$ 112,100

(b) Graduate Program - Austin

Teaching Salaries	\$ 82,000	\$ 90,500
Non-teaching Salaries	9,600	10,550
Operating Expenses	<u>5,000</u>	<u>5,500</u>
Sub-total	\$ 96,600	\$ 106,550

(c) Basic Program - Austin

Teaching Salaries	\$ 51,000	\$ 56,500
Non-teaching Salaries	32,400	35,750
Operating Expenses	<u>7,500</u>	<u>8,250</u>
Sub-total	\$ 90,900	\$ 100,500

(d) Basic Program - Galveston (140 students)

Teaching Salaries	\$ 225,000	\$ 227,500
Non-teaching Salaries	50,400	55,500
Operating Expenses	<u>29,000</u>	<u>32,000</u>
Sub-total	\$ 304,400	\$ 315,000

(e) Planning budget for physical facilities at (1) Austin, (2) Galveston, (3) Houston, (4) Dallas and San Antonio

<u>1968</u>	<u>1969</u>
\$35,000	\$15,000

(3) Extension Into Other Areas for Supplementation of Clinical Program in Galveston

35 students rotating at 8-week intervals at estimated cost of \$2,174 per student

Total cost for each extension - \$76,090 (included in budget presented under (1) and (2) above)

(4) and (5) Development of Other Clinical Branches

Pro forma Annual Operating Budget
(Based on Faculty-Student Ratio of 7-1)

	1969	
	<u>140 Students</u>	<u>210 Students</u>
Teaching Salaries	\$ 227,500	\$ 330,250
Non-teaching Salaries	55,500	66,000
Operating Expenses	<u>32,000</u>	<u>37,500</u>
Total	\$315,000	\$433,750
Estimated cost per student	\$2,250	\$2,065

LEGISLATIVE BUDGET BOARD SUBMISSION

Budget Requested

October 14, 1966

School of Nursing (included in Medical Branch Budget)

	Budgeted	Requested	
	<u>1967</u>	<u>1968</u>	<u>1969</u>
Teaching Salaries	\$ 245,710	\$ 293,950	\$ 312,200
Non-teaching Salaries	67,104	71,652	71,652
Operating Expenses	<u>14,859</u>	<u>17,000</u>	<u>17,000</u>
Totals	\$ 327,673	\$ 382,602	\$ 400,852

- d. Legislation (60th Legislature) Relating to Name Changes. --The Committee of the Whole agreed that the changes in names of The University of Texas and its component institutions as authorized by Senate Bill No. 15 shall become effective September 1, 1967. A proposed resolution directing the name changes will be presented at this meeting (March 1967).

C. REPORTS AND SPECIAL ITEMS BY CHANCELLOR
(Orange Book)

System-Wide: Counseling Program

D. REPORTS AND SPECIAL ITEMS BY REGENTS
(Not Listed on Agenda)

1. Chairman Frank C. Erwin, Jr.
 - a. South Texas Medical School: Status Report on Financing
 - b. Southwest Center for Advanced Study: Status Report on Negotiations
2. *C. Main Univ. - Electric Power over our ability to produce*
Vice-Chairman Jack S. Josey
3. Regent W. H. Bauer
4. Regent Walter P. Brennan
5. Regent H. F. Connally, Jr., M.D.
6. Regent W. W. Heath
7. Regent Frank N. Ikard
8. Regent (Mrs.) J. Lee Johnson III
9. Regent Levi A. Olan

E. WEST TEXAS LANDS: PROTEST OF NEW RATE SCHEDULE ON EASEMENTS, ETC. BY MR. TOM SEALY.--Mr. Tom Sealy, former Chairman of the Board of Regents of The University of Texas and present member of the Coordinating Board, has requested an opportunity to appear before the Board of Regents to protest the new rate schedule for pipeline easements; power, telephone, and telegraph line easements; and material source permits on West Texas Lands that was approved at the January 1967 meeting of the Board. In this matter, he represents various utility and pipeline companies in West Texas, some of whom will have representatives with Mr. Sealy.

For the information of each Regent, Chairman Erwin has requested the Secretary to prepare the following comparative schedule of rates on West Texas Lands of the University:

Rates on West Texas University Lands

<u>Item</u>	<u>Prior to Report by SAC *</u>	<u>Recommended by SAC</u>	<u>Adopted January 1967</u>
PIPELINE EASEMENTS (All measurements 12-36 inch diameters)			
Standard rates for varying sizes of pipeline, the rates being per rod for a 10-year period, payable in advance for the 10-year period:			
1. Lines 6-1/2 inches or under	\$.50	\$.50	\$.60
2. Lines over 6-1/2 inches and under 12 inches	1.00	1.00	1.20
3. Lines 12 inches and under 25 inches	1.50	1.50	1.80
4. Lines 25 inches and under 35 inches	1.50	2.00	2.40
5. Lines 35 inches and over	1.50	2.50	3.00
B. <u>Minimum for a pipeline easement \$50 payable in advance for the 10-year period.</u>	Same	Same	Same
C. <u>Filing Fee in the amount of \$5.00 made payable to the General Land Office must be submitted with all easements.</u>	Same	Same	Same

POWER, TELEPHONE AND TELEGRAPH LINE EASEMENTS

A. Standard rates for varying types of lines, the rates being per rod for a 10-year period, payable in advance for the 10-year period:			
1. Two-wire residential type telephone line	.50	.25	.30

* Special Advisory Committee on Surface Leasing Policy of West Texas Lands

em	Prior to Report by SAC	Recommended by SAC	Adopted January 1967
2. Single pole line and buried cable	.50	.50	.60
3. H-Frame pole construction	.50	.75	.90
4. Steel towers	.50	1.00	1.20
<u>Minimum</u> for a power, telephone or telegraph line easement \$50.00 payable in advance for the 10-year period.	Same	Same	Same
<u>Filing Fee</u> in the amount of \$5.00 made payable to the <u>General Land Office</u> must be submitted with all easements.	Same	Same	Same
MATERIAL SOURCE PERMITS (Caliche, etc.)			
Per cubic yard, under 20,000 cubic yards	.25	.25	.30
20,000 cubic yards or over, one project	.25	Negotiated (\$.10 Min.)	Negotiated (\$.10 Min.)
<u>Minimum</u> for each permit \$50.00.	Same	Same	Same
<u>No Filing Fee</u> required.	Same	Same	Same
INTERFACE LEASES (other than grazing leases)			
Pump Stations, Booster Stations, Camp Sites, etc., per acre	10.00	15.00	\$100 per acre first year; \$20 per acre per year thereafter**
Business Sites, Residential Sites, Microwave Towers, and other miscellaneous leases	Negotiated	Negotiated	Negotiated
<u>Minimum</u> payable in advance per year for each such lease	50.00	50.00	Omitted**
<u>No Filing Fee</u> required.	Same	Same	Same

Note: Chairman Erwin requests that if any one of the Regents has someone whom he wishes to appear either in support or in protest of this new schedule he is welcome to do so. It might be well if these names were recorded with the Secretary in order that enough time could be allotted for them to be heard.

** Adopted by the Board of Regents at the December 1966 meeting.

COMMITTEE OF THE WHOLE
EMERGENCY ITEMS
March 10 - 11, 1967

15. MAIN UNIVERSITY: APPROPRIATIONS FOR (1) FURNITURE AND FURNISHINGS FOR THE LITTLEFIELD HOME; AND (2) REMODELING OF LITTLEFIELD CARRIAGE HOUSE.--At the August 29, 1966 meeting of the Board of Regents, an appropriation was approved by the Board of Regents for remodeling of the Littlefield Home and air-conditioning of the Littlefield Home and Carriage House. Furniture and furnishings for the Littlefield Home were not included in the remodeling estimates at that time, but the needs have now been determined.

(1) Mr. Wayne Bell, architect in charge of this remodeling and decorating project, has advised that an amount of \$18,000 is required to purchase and install furniture and furnishings in all office areas of the ground and second floors, the Development Board conference room on the ground floor, and the receptionist's desk on the ground floor of the Littlefield Home. Rooms not included in this furniture estimate are the main downstairs hallways, the front and back parlors, and the library. Chancellor Ransom concurs in the recommendation of Business Manager Colvin and Vice-Chancellor Landrum that \$18,000 be appropriated from the Main University Unappropriated Balance to provide furniture and furnishings for the Littlefield Home.

(2) Mr. Eckhardt and his staff have estimated the cost of remodeling the Carriage House, including the removal of the stucco addition that was made to the Carriage House, to be \$23,000. The exterior of the Carriage House would be remodeled to be in keeping with the exterior of the Littlefield Home proper. The interior of the Carriage House will be remodeled and refurbished to provide space for the News and Information Service, presently located in the basement of the Home Economics Building. The location of the News and Information office to an area accessible to visitors' parking space would be an advantage to the News and Information staff as well as news media and the general public.

Chancellor Ransom concurs in the recommendation of Architect Wayne Bell, Business Manager Colvin, and Vice-Chancellor Landrum that an appropriation of \$23,000 be approved from the Main University Unappropriated Balance for the remodeling of the Carriage House.

16. MAIN UNIVERSITY: LAND ACQUISITION PROGRAM--PAYMENT OF LEGAL FEES.--The firm of Clark, Thomas, Harris, Denius & Winters, of Austin, Texas, has submitted a statement for legal services in an amount of \$5,008.50 together with court costs and expenses in an amount of \$786.46, making an aggregate of \$5,794.96 due and owing to the firm. This fee is for services rendered in connection with law suits authorized by the Board of Regents to acquire certain properties necessary for campus expansion, the same having been authorized pursuant to a mandate of the Legislature in this connection. It is the recommendation of Chancellor Ransom, Vice-Chancellor Landrum, Vice-Chancellor Hackerman, and Business Manager Colvin that the fees for legal services be in all things approved. The sum of \$5,794.96 is hereby appropriated from the Main University Land Acquisition Program Authorized by the 59th Legislature, 1965, Account No. 85-9001-0000, in payment of the services rendered from 9-1-66 to 2-15-67.

17. PROPOSED ADDITION TO THE REGENTS' RULES AND REGULATIONS, PART ONE, CHAPTER III, SECTION 30.--Chancellor Ransom concurs in the recommendation of President Woolf that the present subsection 30.(17) be renumbered to become 30.(18) and add a new subsection 30.(17) to read as follows:

The regulations and provisions of this section (Section 30) shall not apply to faculty members, non-classified and classified personnel at Arlington State College. All such personnel shall retire at age 65. Any subsequent employment prior to age 70 shall be recommended on a year-to-year basis only for those persons whose specialized talent or productivity meets an institutional need.

The employees at Arlington State College were under a plan that provided for retirement at the end of the fiscal year in which they reached age 65. President Woolf feels that it is in the best interest of Arlington State College to continue this policy until such time as the retirement policy might be reviewed for the entire University System. The adoption of this amendment to the Regents' Rules and Regulations is, in effect, an exception to the general rule, and there is a precedent for an exception in Section 30.(16) for certain employees at the M. D. Anderson Hospital and Tumor Institute. Additional information and justification are contained in President Woolf's letter to Chancellor Ransom, which follows:

Subject: Retirement Age for Faculty Members

Dear Dr. Ransom:

The Regents' Rules and Regulations provide that faculty members will retire from full-time service at the end of the year in which they reach their 70th birthday. For many years at Arlington State College, faculty members, along with all other personnel, retired at the end of the fiscal year in which they reached age 65. Faculty members, however, have been permitted to teach beyond age 65 upon invitation of the administration and on a year's continuation at a time. That is, each extension beyond age 65 was for one year only and subject to termination at the end of that special year.

Because of the variation of past practice and the longer period permitted by the Regents' Rules and Regulations, however, I have asked that this matter be studied specifically by various groups on the Arlington campus. A faculty committee was appointed composed entirely of faculty members. That committee has recommended the continuation of our past practice. The matter has also been discussed before the Council of Academic Deans. They likewise recommend the continuation of the past practice. Therefore, it is respectfully recommended to you and requested that at Arlington State College approval be given to a practice whereby the normal continuation of faculty appointments ceases at the end of the year in which the faculty member reaches age 65, but that on a year-to-year basis faculty members may be continued upon recommendation of their department head, dean, and the President of the College. Any continuation beyond age 65, of course, would cease at age 70 insofar as full-time service with full pay would be concerned.

If this recommendation meets with your approval, would you please advise us at an early date inasmuch as this matter is timely due to the imminence of budget preparation for the coming year?

Very truly yours,


J. R. Woolf
President

JRW:md

18. MAIN UNIVERSITY - AWARD OF CONTRACT FOR PARKING LOT AT 26½ STREET AND SAN JACINTO BOULEVARD.--In accordance with authorization given by the Board at the meeting held January 28, 1967, bids were called for and were opened and tabulated on February 28, 1967, for a Parking Lot at 26½ Street and San Jacinto Boulevard, Main University, Austin, Texas, as shown below:

Bidder	Base Bid	Alternate No. 1	Alternate No. 2 Deduct	Working Days
Austin Paving Company, Austin, Texas	\$27,000.00	-\$1,800.00	\$1,300.00	50
Pat Canion Excavating Company, Austin, Texas	24,968.00	- 1,290.00	1,300.00	45
J. D. Evans Construction Co., Inc., Austin, Texas	27,585.00	No Bid	1,359.00	40
Bruce Luckie Construction Company, Austin, Texas	28,479.42	+ 198.05	1,200.00	60
Maufrais Brothers, Inc., Austin, Texas	32,638.00	None	1,400.00	90
Texas Bridge Company, Inc., Austin, Texas	40,577.00	- 3,200.00	1,350.00	65
Talmage "Bucky" Willson, Belton, Texas	36,150.00	- 300.00	2,500.00	60

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

It is recommended by Main University Business Manager Colvin, Mr. V. E. Thompson, Vice-Chancellor Hackerman, Vice-Chancellor Walker, and Chancellor Ransom that a contract be awarded in the amount of \$24,968.00 to the low bidder, Pat Canion Excavating Company, Austin, Texas, on the basis of that company's base bid. The total of the contract award and miscellaneous expenses in connection therewith is within the amount of money appropriated for this project at the January 28, 1967, meeting.

19. ARLINGTON STATE COLLEGE - REJECTION OF BIDS FOR ADDITION TO REGISTRAR'S OFFICE BUILDING AND REAPPROPRIATION FOR REMODELING IN LIEU THEREOF.--In accordance with authorization given by the Regents at the meeting held January 28, 1967, bids were called for and were opened and tabulated on March 1, 1967, as shown below, for the Addition to the Registrar's Office Building at Arlington State College:

Bidder	Base Bid	Alternate No. 1 Add	Alternate No. 2 Add	Alternate No. 3 Add
Robert A. Morton, Inc., Arlington, Texas	\$69,445.00	\$3,586.00	\$2,588.00	\$6,199.00
Charles Berry, Contractor, Arlington, Texas	73,773.00	3,675.00	2,834.00	3,121.00
Don Hansen, Contractor, Fort Worth, Texas	68,000.00	3,160.00	2,250.00	3,800.00

The total appropriation for this project was \$50,000.00, and since all bids are well over the amount of money available, it is recommended by President Woolf, which recommendation is concurred in by Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom, that all bids be rejected.

In order to provide the approved site for the new Faculty Office Building, approximately 1,400 square feet of the existing Registrar's Office Building must be removed. It is, therefore, recommended that the \$50,000.00 appropriated for the Addition to the Registrar's Office Building be redesignated for the removal of the 1,400 square feet of the existing Registrar's Office Building, and to remodel portions of the Library Building and Administration Building to provide adequate space for the Registrar's Office. It is further recommended that this work be performed by the Physical Plant staff of Arlington State College within the \$50,000.00 available.

20. ARLINGTON STATE COLLEGE - AWARD OF CONTRACT FOR REPAIR AND REMODELING OF PRESTON HALL.--In accordance with authorization given by the Board at the meeting held January 28, 1967, bids were called for on Repair and Remodeling of Preston Hall at Arlington State College, and were opened and tabulated on March 7, 1967, as shown below:

Bidder	Base Bid	Alternate No. 1 Add	Bidder's Bond
Dallas Air Conditioning Company, Inc., Dallas, Texas	\$86,445.00	\$4,700.00	5%
Drake Company, Inc., Fort Worth, Texas	77,776.00	6,600.00	5%

It is recommended by Herman Blum, Engineer on the project, President Woolf, Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom that a contract award be made to the low bidder, as follows:

Drake Company, Inc., Fort Worth, Texas	
Base Bid	\$77,776.00
Add Alternate No. 1	<u>6,600.00</u>
Total Recommended Contract Award	<u>\$84,376.00</u>

The legislative appropriation for this project was \$82,804.00. In order to have sufficient funds to cover the recommended contract award, Engineer's Fees thereon, and miscellaneous expenses, it is further recommended that an additional \$10,000.00 be appropriated to this project from Account No. 85-9799-5000 - Arlington State College - Reserve for Architects' Fees and Miscellaneous Construction.

21. TEXAS WESTERN COLLEGE - AWARD OF CONTRACT FOR ADDITION TO LIBRARY BUILDING.--In accordance with authorization given by the Board at the meeting held December 17, 1966, bids were called for on the Addition to the Library Building at Texas Western College and were opened and tabulated on March 7, 1967, as shown on the attached tabulation sheet.

It is recommended by the Consulting Architects, Brooks, Barr, Graeber and White, the Associate Architect, Carroll and Daeuble and Associates, President Ray, Mr. V. E. Thompson, Vice-Chancellor Walker, and Chancellor Ransom that award of a contract be made on the basis of the base bid to the low bidder, R. D. Lowman General Contractor, Inc., El Paso, Texas, in the amount of \$1,191,900.00, subject to concurrence of the Office of Education. It is further recommended that an appropriation of \$920,000.00 be made to this project

from Permanent University Fund Bond Proceeds, the amount allocated to the project from this source which has not yet been appropriated.

The total of the recommended contract award plus Architects' Fees thereon, estimated cost of movable furniture and equipment, and miscellaneous expenses, is well within the allocation of \$1,500,000.00 made for this project.

ADDITION TO LIBRARY BUILDING
 TEXAS WESTERN COLLEGE OF THE UNIVERSITY OF TEXAS
 EL PASO, TEXAS

Bids Opened: 2:00 P. M., Tuesday, March 7, 1967
 In Office of the Director of Facilities Planning and Construction
 Austin, Texas

	Hunt Building Marts, Inc. El Paso, Texas	J.R. Francis Gen. Contractor, Inc. El Paso, Texas	The Knapp Corporation El Paso, Texas	C. H. Leavell and Company El Paso, Texas	R.D. Lowman Gen. Contractor, Inc. El Paso, Texas	Rbt. E. McKee Gen. Contractor, Inc. El Paso, Texas	Ray Ward and Son El Paso, Texas
Base Proposal	\$1,364,887.00	\$1,291,706.00	\$1,249,101.00	\$1,263,000.00	\$1,191,900.00	\$1,199,400.00	\$1,207,000.00
Alternate No. 1	- 3,900.00	- 3,724.00	- 3,800.00	- 3,800.00	- 3,700.00	- 3,700.00	- 4,000.00
Alternate No. 2	+ 760.00	+ 3,137.00	- 2,200.00	+ 2,150.00	+ 1,875.00	+ 3,250.00	+ 2,300.00
Alternate No. 3	- 1,700.00	- 1,627.00	- 1,700.00	- 1,700.00	- 1,660.00	- 1,600.00	- 1,800.00
Alternate No. 4	- 1,600.00	- 2,602.00	- 1,700.00	- 2,650.00	- 2,500.00	- 1,600.00	- 1,670.00
Alternate No. 5	- 5,100.00	- 5,032.00	- 5,500.00	- 5,100.00	- 5,000.00	- 5,000.00	- 5,300.00
Alternate No. 6	- 2,800.00	- 4,305.00	- 6,500.00	- 7,000.00	- 5,200.00	- 5,800.00	- 3,500.00
Alternate No. 7	no change	no change	- 500.00	no change	no change	no change	no change
Alternate No. 8	- 6,000.00	- 5,817.00	- 7,000.00	- 5,700.00	- 6,500.00	- 5,600.00	- 2,500.00
Alternate No. 9	- 4,900.00	- 4,816.00	- 5,200.00	- 4,350.00	- 4,800.00	- 5,000.00	- 5,000.00
Alternate No. 10	- 10,500.00	- 10,850.00	- 9,000.00	- 11,100.00	- 10,900.00	- 10,600.00	- 8,500.00
Alternate No. 11	- 3,900.00	- 2,919.00	- 3,000.00	- 3,000.00	- 1,850.00	- 2,900.00	- 1,900.00
Alternate No. 12	- 27,000.00	- 26,551.00	- 27,000.00	- 27,600.00	- 25,500.00	- 26,450.00	- 26,500.00
Alternate No. 13	- 1,500.00	- 1,510.00	- 1,600.00	- 1,550.00	- 1,500.00	- 1,500.00	- 1,600.00
Alternate No. 14	- 16,000.00	- 16,008.00	- 15,000.00	- 17,000.00	- 16,000.00	- 16,300.00	- 18,000.00
Alternate No. 15	- 1,600.00	- 1,546.00	- 1,600.00	- 1,600.00	- 1,500.00	- 1,500.00	- 1,600.00
Alternate No. 16	- 8,841.00	- 10,455.00	- 10,000.00	- 32,000.00	- 5,500.00	- 9,500.00	- 5,500.00

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

22. MAIN UNIVERSITY: RECOMMENDED MODIFICATION OF CONTRACT WITH CONTROL DATA CORPORATION, MINNEAPOLIS, MINNESOTA, DATED FEBRUARY 24, 1966, RE 6600 COMPUTER PURCHASE.--Control Data Corporation and the Board of Regents of The University of Texas entered into an agreement on February 24, 1966 for the purchase of a 6600 CDC Computer System which included two CDC 1700 System units. In previous discussions with the Board of Regents, Vice-Chancellor Hackerman has indicated that there was a possibility of the acquisition of two additional CDC 1700 Systems if the proper financing could be arranged. Dean Kozmetsky and Vice-Chancellor Hackerman, as a result of further study, now recommend the acquisition of a CDC 3113 Storage Module for the use of the College of Business Administration in conjunction with the CDC 6600 Computer.

On January 4, 1967, a modification of the contract was agreed upon by the parties which, among other things, provides for the purchase of the 3113 Storage Module. The list price for the 3113 Computer unit is approximately \$84,000. In the negotiations, particular items called for within the original contract in the amount of \$3,088,310 are being deleted, and these deletions result in \$63,964 being available to apply on the purchase of the 3113 Storage Module.

Authorization is hereby requested by the Board of Regents to effect the modification in the original purchase agreement and authorize the original contract price of \$3,088,310 to be increased by \$16,029. The additional sum of \$16,029 added to the original contract price will be provided from the budget of the College of Business Administration. The deletions from the original contract in the amount of \$63,964 and the \$16,029 addition to the contract will enable the University to acquire the 3113 Storage Module.

When the appropriate amendment to the original contract has been approved as to content by the Main University Business Manager and Vice-Chancellor Hackerman, and as to form by the University Attorney, it is requested that the Chairman of the Board of Regents be authorized to execute the amendment for the University.

Chancellor Ransom concurs in the recommendation of Dean Kozmetsky and Vice-Chancellor Hackerman that the Board of Regents approve these recommendations.

RESOLUTION

BE IT RESOLVED BY THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS SYSTEM that pursuant to the provisions of Senate Bill 14, 60th Texas Legislature, effective March 6, 1967:

1. The name of the "Board of Regents of the University of Texas" is hereby changed to the "Board of Regents of The University of Texas System," but no change in the interests, rights, powers, duties, or responsibilities of such Board is intended or made hereby other than in its name.

2. The name of the "Main University of Texas at Austin" is hereby changed to "The University of Texas at Austin."

3. The name of the "McDonald Observatory at Mount Locke" is hereby changed to "The University of Texas McDonald Observatory at Mount Locke."

4. The name of the "Marine Science Institute at Port Aransas" (sometimes referred to as the "Institute of Marine Science, Port Aransas, Texas") is hereby changed to "The University of Texas Marine Science Institute at Port Aransas."

5. The name of "The University of Texas South Texas Medical School" is hereby changed to "The University of Texas Medical School at San Antonio."

6. The name of "The University of Texas School of Public Health" is hereby changed to "The University of Texas School of Public Health at Houston."

7. The name of the "Institute for Dental Science" is hereby changed to "The University of Texas Dental Science Institute at Houston."

8. The name of "The University of Texas Dental School" is hereby changed to "The University of Texas Dental School at Houston."

9. The name of "Arlington State College at Arlington" (sometimes referred to as "Arlington State College of The University of Texas System") is hereby changed to "The University of Texas at Arlington."

10. The name of "Texas Western College of The University of Texas at El Paso" (sometimes referred to as "Texas Western College, El Paso" or "Texas Western College of El Paso") is hereby changed to "The University of Texas at El Paso."

11. "The University of Texas McDonald Observatory at Mount Locke" and "The University of Texas Marine Science Institute at Port Aransas" shall be, and are, parts of and under the direction and control of "The University of Texas at Austin."

12. "The University of Texas Medical Branch at Galveston" shall be, and is, composed of "The University of Texas Medical School at Galveston," "The University of Texas Nursing School at Galveston," "The University of Texas Hospitals at Galveston" (including the "John Sealy Hospital," the "Rosa and Henry Ziegler Hospital," the "Marvin L. Graves Hospital," the "Children's Hospital," the "Randall Pavilion," the "R. Waverly Smith Pavilion," the "John W. McCullough Outpatient Clinic," and the "Moody School for Cerebral Palsied Children"), and such other institutions and activities as may from time to time be made a part of such Medical Branch.

13. "The University of Texas Dental Branch at Houston" shall be, and is, composed of "The University of Texas Dental School at Houston," "The University of Texas Dental Science Institute at Houston," and such other institutions and activities as may from time to time be made a part of such Dental Branch.

14. "The University of Texas at Houston" shall be, and is, composed of "The University of Texas Dental Branch at Houston," "The University of Texas M. D. Anderson Hospital and Tumor Institute at Houston," "The University of Texas Graduate School of Biomedical Sciences at Houston," "The University of Texas School of Public Health at Houston," and such other institutions and activities as may from time to time be made a part of said "The University of Texas at Houston."

BE IT FURTHER RESOLVED that all appropriations heretofore made and now effective and all appropriations hereafter made by the Texas Legislature for the use and benefit of any of the above named institutions whose name is changed hereby, shall be available for the use and benefit of such institution after such name change is made; and all contracts, bonds, notes or other debentures heretofore issued by any above named institution whose name is changed hereby, are hereby ratified, confirmed and validated for and on behalf of such institution after such name change is made; and as to the institutions hereinabove mentioned, it is not intended hereby to change the classification, status, role or scope of any such institution or change any department, school or degree program thereof, nor shall anything herein be deemed to increase, diminish, alter or in any way change the heretofore existing rights and/or interests of any of the respective institutions mentioned herein in or to The University of Texas System's share of the Permanent University Fund and/or of the interest and income therefrom.

BE IT FURTHER RESOLVED that in communications wherein the full names of The University of Texas System's institutions and units are not used, in the interest of clarity and uniformity the following abbreviations shall be used:

<u>INSTITUTIONS AND UNITS</u>	<u>ABBREVIATION</u>
1. Board of Regents of The University of Texas System	Board of Regents
2. The University of Texas System	U. T. System
3. The University of Texas at Austin	U. T. Austin

INSTITUTIONS AND UNITS

ABBREVIATION

- | | |
|--|-------------------------------|
| 4. The University of Texas McDonald Observatory at Mount Locke | McDonald Observatory |
| 5. The University of Texas Marine Science Institute at Port Aransas | Port Aransas Marine Institute |
| 6. The University of Texas at Arlington | U. T. Arlington |
| 7. The University of Texas at El Paso | U. T. El Paso |
| 8. The University of Texas Medical Branch at Galveston | Galveston Medical Branch |
| 9. The University of Texas Medical School at Galveston | Galveston Medical School |
| 10. The University of Texas Nursing School at Galveston | Galveston Nursing School |
| 11. The University of Texas Hospitals at Galveston | Galveston Hospitals |
| 12. The University of Texas Southwestern Medical School at Dallas | Dallas Medical School |
| 13. The University of Texas Medical School at San Antonio | San Antonio Medical School |
| 14. The University of Texas at Houston | U. T. Houston |
| 15. The University of Texas Dental Branch at Houston | Houston Dental Branch |
| 16. The University of Texas Dental School at Houston | Houston Dental School |
| 17. The University of Texas Dental Science Institute at Houston | Houston Dental Institute |
| 18. The University of Texas M. D. Anderson Hospital and Tumor Institute at Houston | Anderson Hospital |
| 19. The University of Texas Graduate School of Biomedical Sciences at Houston | G.S.B.S. |
| 20. The University of Texas School of Public Health at Houston | Houston Public Health School |
| 21. The University of Texas Nursing School at Austin | Austin Nursing School |

BE IT FINALLY RESOLVED that the terms and provisions of this resolution shall be, and they are, effective as of eight o'clock a. m. , March 13, 1967; provided, however, that the Chancellor of The University of Texas System shall be, and he is, hereby authorized to stay until any date not later than August 31, 1967, the effect of this resolution on any matter or affair in respect to which, in his opinion, the best interests of the University System would be served by such stay.

SUGGESTED CHANGES IN THE DRAFT
OF THE
PROPOSED NEW CHAPTER VII, PART ONE,
OF THE
REGENTS' RULES AND REGULATIONS*

As Adopted on First Reading at the
January 1967 Meeting

Sec. 3. Student Conduct and Discipline

3.1 The University, in common with other large institutions, has for its orderly and efficient conduct special regulations, and each student is charged with notice and knowledge thereof.

3.2 All students are expected to show respect for properly constituted authority and to observe correct standards of conduct.

3.3 Obedience to the law being a primary duty of the citizen, the conviction of the student for violation of the law renders him subject also to disciplinary action on the part of the University.

3.4 Members of secret political organizations are excluded from the University.

3.5 The drinking of intoxicating liquors, gambling, immoral conduct, and dishonesty render the student subject to discipline.

As Proposed and Suggested by Chairman
Erwin

Sec. 3. Student Conduct and Discipline

3.1 No Suggested Change

3.2 All students are expected to obey the law, show respect for properly constituted authority, and to observe correct standards of conduct.

3.3 Gambling, immoral conduct, dishonesty, the illegal use of drugs or narcotics, or the improper use of intoxicating liquors renders the student subject to discipline.

3.4 The use of intoxicating beverages is prohibited in University classroom buildings, laboratories, auditoriums, library buildings, museums, faculty and administrative offices, and intercollegiate athletic facilities. With respect to possession and consumption of alcoholic beverages on any other University property, state law will be strictly enforced.

* See Page C of W - 25.

As Adopted on First Reading at the
January 1967 Meeting

3.6 ---*

3.7 ---*

3.8 ---*

3.81 ---*

3.811 ---*

3.82 Through matriculation at an institution in The University of Texas System, a student neither loses the rights nor escapes the responsibilities of citizenship. Students who violate the law may incur penalties prescribed by civil authorities, but institutional authority shall never be used merely to duplicate the function of general laws. When the institution's interests as an academic community are distinct from those of the general community, the special authority of the institution shall be asserted.

3.83 ---*

3.84 Since the value of the University's degree depends on the absolute integrity of the work done by each student for that degree, it is imperative that a student maintain a high standard of individual honor in his scholastic work. Scholastic dishonesty is the submission as one's own work of material that is not one's own. As a general rule, it involves one of the following acts: cheating, plagiarism, and collusion.

3.85 ---*

3.86 ---*

Sec. 9. University Policy in Regard to
Debts of Students

9.1 The University is not responsible for debts contracted by individual students or by student organizations. On the other hand, the University expects all students and student organizations

As Proposed and Suggested by Chairman
Erwin

3.5 ---*

3.6 ---*

3.7 ---*

3.71 ---*

3.711 ---*

3.72 Through matriculation at an institution of The University of Texas System, a student neither loses the rights nor escapes the responsibilities of citizenship. Students who violate the law may incur penalties prescribed by civil authority, but institutional penalties shall not be used merely to duplicate the penalties imposed by civil authority. However, when a student violation of the law occurs on the campus of an institution or in connection with an institution-oriented activity, institutional penalties may be imposed regardless of whether penalties have been imposed by civil authority for the same offense.

3.73 ---*

3.74 Since the value of the University's degree depends on the absolute integrity of the work done by each student for that degree, it is imperative that a student maintain a high standard of individual honor in his scholastic work. Scholastic dishonesty is the submission as one's own work of material that is not one's own. As a general rule, it involves one of the following acts: cheating, plagiarism, and collusion. Each component institution will adopt regulations concerning scholastic dishonesty.

3.75 ---*

3.76 ---*

Sec. 9. University Policy in Regard to Debts
of Students

9.1 The University is not responsible for debts contracted by individual students or by student organizations. On the other hand, the University expects all students and student organizations to conduct themselves honorable in

* The same as adopted at the January 1967 meeting, but numbers changed to conform to the suggested changes on Page 1.

As Adopted on First Reading at the
January 1967 Meeting

to conduct themselves honorable in all commercial transactions. The University will not assume the role of a collection agency for organizations, firms, and individuals to whom students may owe bills, nor will the University adjudicate disputes between students and creditors over the existence or the amounts of debts.

9.2 A student, however, is expected to perform his contractual obligations and in the event of conduct on the part of the student clearly demonstrating a flagrant disregard of his commercial obligations (refusal to pay or meet admitted debts or obligations will be thus construed), action will be taken appropriate to the age of the student and other circumstances.

As Proposed and Suggested by Chairman
Erwin

all commercial transactions. The University will not assume the role of a collection agency except for monies owed to the University, nor will the University adjudicate disputes between students and creditors over the existence or the amounts of debts.

9.2 A student, however, is expected to perform his contractual obligations and in the event of conduct on the part of the student clearly demonstrating a flagrant disregard of his commercial obligations, the University may take action against the student that is appropriate to the circumstances.

THE UNIVERSITY OF TEXAS SYSTEM
Status of Proposed Legislation
March 9, 1967

Bill No.	Filed	Caption	Comm. Referred	Comm. Action	Subcomm. Action	House or Senate Action	Recd. in other Branch	Comm. Referred	Comm. Action	Subcomm. Action	House or Senate Action	Finally Passed	Signed by Gov	Effective Date
SB 14 HB 222	1/23/67 1/30/67	Changing the name of the Board of Regents of The University of Texas.	State Affairs Education	2/6/67 Favorable 2/15/67 To Subcomm		2/13/67 Passed Senate	2/14/67 in House	Education	2/15/67 Sent to Subcomm for HB 222	2/15/67 Subst. SB 14 Favorable	2/22/67 Passed House	2/22/67	3/6/67	3/6/67
SJR 16 HJR 20	2/13/67 2/6/67	Providing for the investment of the Permanent Fund.	Constitutional Amendments Constitutional Amendments	2/22/67 Favorable 2/21/67 To Subcomm										
SB 46 HB 115	1/23/67 1/25/67	Eliminating maximum number of students enrolled at South Texas Medical School.	Education State Affairs	2/15/67 Favorable 3/1/67 To Subcomm										
SB 62 HB 324	1/24/67 2/2/67	Authorizing construction of buildings at certain institutions.	Education Appropriations	2/8/67 Favorable										
SB 84 HB 135	1/24/67 1/25/67	Relating to deposit of certain funds by University of Texas System.	State Affairs Education	2/6/67 Favorable 2/7/67 To Subcomm		2/16/67 Passed Senate	2/20/67 in House	Education	Sent to Subcomm for HB 135	3/2/67 Subst. SB 84 Favorable	Passed 3-8-67	3-8-67		

Land & Investment Committee

LAND AND INVESTMENT COMMITTEE

Date: March 10, 1967

Time: To be designated in the Supplementary Agenda Material.

Place: Suite 728, The Sealy and Smith Professional Building

Members:

Regent Brennan, Chairman
Regent Bauer
Regent Heath
Regent Ikard
Chairman Erwin, Ex Officio Member

LAND AND INVESTMENT COMMITTEE

March 10, 1967

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PERMANENT UNIVERSITY FUND -- INVESTMENT MATTERS.--

REPORT OF PURCHASES OF SECURITIES.--The following purchases of securities from January 6 through February 14, 1967, have been made for the Permanent University Fund. The Executive Director of Investments, Trusts and Lands asks that the Board ratify and approve these transactions:

PURCHASES OF SECURITIES

U. S. GOVERNMENT SECURITIES

<u>Date of Purchase</u>	<u>Security</u>	<u>Maturity Value Bills Purchased</u>	<u>Market Price at Which Purchased</u>	<u>Total Principal Cost*</u>	<u>Equivalent Bond Yield on Cost</u>
1/6/67	U. S. Treasury Bills, dated 8/26/66, due 4/21/67, on a 4.80% yield basis	\$450,000	98.6666667N	\$ 444,000.00	4.91%
2/10/67	U. S. Treasury Bills, dated 5/31/66, due 5/31/67, on a 4.52% yield basis	<u>400,000</u>	98.6816675N	<u>394,726.67</u>	<u>4.64</u>
	Total U. S. Government Securities Purchased	<u>\$850,000</u>		<u>\$ 838,726.67</u>	<u>4.78%</u>

COMMON STOCKS

		<u>No. of Shares Purchased</u>			<u>Indicated Current Yield on Cost**</u>
1/6/67	Bristol-Myers Co. Common Stock	1,000	55-3/8(400) 55-1/4(600)	\$ 55,745.34	1.52%
1/6/67	Eastman Kodak Co. Common Stock	900	128-5/8	116,229.24	1.59
1/6/67	General Electric Co. Common Stock	800	89-3/8(400) 89-1/4(200) 89-1/8(200)	71,808.44	2.90
1/9/67	Bristol-Myers Co. Common Stock	1,000	55-1/4	55,695.30	1.53
1/9/67	General Electric Co. Common Stock	800	87-3/4	70,582.24	2.95
1/9/67	International Business Machines Corp. Capital Stock	600	380 (400) 379 (200)	228,250.00	1.16
1/11/67	Bristol-Myers Co. Common Stock	1,000	56-1/4	56,696.30	1.50

*Includes brokerage commissions paid.

**Yield at present indicated dividend rates.

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
1/11/67	General Electric Co. Common Stock	800	84-7/8(300) 84-3/4(500)	\$ 68,217.37	3.05%
1/11/67	Eastman Kodak Co. Common Stock	800	128-7/8(700) 128-3/4(100)	103,502.61	1.58
1/13/67	Bristol-Myers Co. Common Stock	1,000	57-5/8(500) 57-1/2(500)	58,010.05	1.47
1/27/67	Chas. Pfizer & Co., Inc. Common Stock	1,000	77-3/4(300) 77-1/2(700)	78,042.59	1.86
1/27 & 30/67	Eastman Kodak Co. Common Stock	1,000	131-1/2(100) 131-1/4(200) 131 (400) 130-3/4(100) 130-1/2(200)	131,495.99	1.56
1/30/67	General Foods Corp. Common Stock	800	73-3/8(400) 73-1/4(400)	59,020.68	2.98
1/30/67	General Electric Co. Common Stock	1,000	88-7/8	89,353.90	2.91
1/31/67	General Electric Co. Common Stock	1,000	88-3/8	88,853.40	2.93
1/31/67	Chas. Pfizer & Co., Inc. Common Stock	1,000	78-3/4	79,218.80	1.83
1/31/67	Continental Oil Co. Common Stock	900	68	61,612.20	3.80
1/31/67	Aetna Life Insurance Co. Capital Stock	1,100	55-1/2 Net	61,050.00	1.44
1/31/67	First National City Bank (New York) Capital Stock	1,100	55 Net	60,500.00	3.27
2/1/67	General Electric Co. Common Stock	900	88-1/2(500) 88-1/4(400)	79,980.57	2.93
2/1/67	Eastman Kodak Co. Common Stock	900	134-1/4(500) 134-1/8(100) 133-3/4(100) 133-1/2(200)	121,084.14	1.52
2/1/67	Chas. Pfizer & Co., Inc. Common Stock	1,000	79 (400) 78-3/4(200) 78-1/2(300) 78-3/8(100)	79,206.25	1.83
2/2/67	International Business Machines Corp. Capital Stock	600	398 (200) 397 (100) 396 (300)	238,550.00	1.11
2/2/67	General Foods Corp. Common Stock	900	71-5/8	64,877.94	3.05
2/2/67	Continental Oil Co. Common Stock	900	67-7/8	61,499.61	3.80

*Includes brokerage commissions paid.

**Yield at present indicated dividend rates.

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
2/2/67	Aetna Life Insurance Co. Capital Stock	1,100	55-1/4 Net \$	60,775.00	1.45%
2/2/67	First National City Bank (New York) Capital Stock	1,100	53-1/2 Net	58,850.00	3.36
2/9/67	Continental Oil Co. Common Stock	700	71-1/4	50,197.91	3.63
2/10/67	General Foods Corp. Common Stock	1,300	75 (500) 74-7/8(100) 74-3/4(200) 74-1/2(500)	97,791.70	2.92
2/13/67	Avon Products, Inc. Common Stock	1,200	86 (600) 85-3/4(300) 85-1/2(300)	103,545.99	1.62
2/14/67	Continental Oil Co. Common Stock	700	72-3/4	51,248.96	3.55
2/14/67	International Business Machines Corp. Capital Stock	200	420-1/8	84,175.00	1.05
Total Common Stocks Purchased (TOTAL CORPORATE SECURITIES PURCHASED)		<u>29,100</u>		<u>\$2,745,667.52</u>	<u>2.09%</u>

*Includes brokerage commissions paid.

**Yield at present indicated dividend rates.

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - REPORT ON RESULTS OF THE MUNICIPAL BOND SALE HELD JANUARY 18, 1967, AND RATIFICATION THEREOF.--Pursuant to authorization granted at the December 17, 1966 meeting of the Board of Regents, a total of \$1,413,000 par value various Texas Municipal Bonds held in the portfolio of the Permanent University Fund, consisting of seventeen lots, was offered for sale on the basis of competitive bids to be received on January 18, 1967. Detailed materials on the lots offered were mailed to over 400 dealers, banks and insurance companies on January 6, 1967. A total of twenty-three different bidders sent in bids by the 10:00 AM deadline on January 18, some individual bidders or syndicates bidding on all seventeen of the lots offered. One bid was received too late to be opened and considered. On page L & I - 7 ; a summary of the sale in tabular form is presented.

The high bid received on each of the seventeen lots offered was accepted. The net proceeds from the sale in the total amount of \$1,430,378.90 provided an overall profit of \$13,748.17 over the book value of the bonds sold in the total amount of \$1,416,630.73.

It is recommended by the Executive Director of Investments, Trusts and Lands that the Board of Regents ratify the sale as outlined.

PERMANENT UNIVERSITY FUND OF THE UNIVERSITY OF TEXAS
- Sale of Municipal Bonds on January 18, 1967 -

Lot No.	Par Value	Description	Principal Sale Proceeds	Amortized Book Value of Holding	Gain or (Loss) over Amortized Book Value	Accrued Interest	Sold to
1	\$ 400,000	City of Abilene, Texas, 4% Waterworks and Sewer System Revenue Bonds, Series 1956	\$ 404,440.10	\$ 401,883.76	\$ 2,556.34	\$ 3,688.89	Dominick & Dominick, Inc.
2	75,000	City of Brownfield, Texas, 4% Electric Light and Power System Revenue Bonds	77,326.00	75,000.00	2,326.00	691.67	Dominick & Dominick, Inc.
3	150,000	Bryan, Texas, 3.90% Independent School District UT Schoolhouse Bonds	152,295.00	150,000.00	2,295.00	861.25	Harris Trust & Savings Bank
4	20,000	City of Dallas, Texas, 4-1/2% Various Purposes GO Bonds of 1929	20,484.00	20,065.00	419.00	207.50	Harris Trust & Savings Bank
5	63,000	City of Dallas, Texas 4-1/2% Street Opening and Widening Direct Obligation Bonds	64,474.20	63,218.11	1,256.09	653.63	Harris Trust & Savings Bank
6	5,000	City of Fort Worth, Texas, 4-1/2% Street Improvement Bonds, Ser. 56 of 1930	5,123.00	5,045.60	77.40	33.13	Harris Trust & Savings Bank
7	5,000	City of Fort Worth, Texas 4-3/4% Various Purposes GO Bonds of 1929	5,110.30	5,032.62	77.68	54.76	First National Bank of Fort Worth
8	28,000	City of Fort Worth, Texas, 4-1/2% Various Purposes GO Bonds of 1931	28,434.00	28,032.64	401.36	605.50	Rotan, Mosle-Dallas Union Inc.
9	55,000	Grayson County, Texas 4-3/4% Road Bonds of 1927	55,561.00	55,086.38	474.62	1,037.74	Harris Trust & Savings Bank
10	60,000	City of Houston, Texas 3.90% Water System Revenue Bonds, Second Series	62,401.00	61,586.00	815.00	344.50	Dominick & Dominick, Inc.
11	33,000	Kerrville, Texas, 3-3/8% Independent School District Schoolhouse Refunding Bonds	32,351.20	32,694.32	(343.12)	442.41	Funk, Hobbs, Hart & White Inc. and M.E.Allison Inc.
12	11,000	Lubbock County, Texas, 5% Road Bonds, Series B	11,201.30	11,106.74	94.56	204.72	Harris Trust & Savings Bank
13	20,000	McLennan County, Texas, 4-1/2% Road Bonds, Series D of 1929	20,456.00	20,134.45	321.55	260.00	Harris Trust & Savings Bank
14	50,000	McLennan County, Texas, 4-1/2% Road Bonds, Series E of 1929	51,840.00	50,224.58	1,615.42	650.00	Harris Trust & Savings Bank
15	5,000	City of Temple, Texas, 4-1/2% City Hall Bonds, Series #1	5,001.00	5,055.46	(54.46)	43.13	Dallas Rupe & Son
16	33,000	City of Waco, Texas 4-1/2% Various Purposes GO Bonds of 1931	33,750.80	33,109.94	640.86	589.88	Rowles, Winston & Co., Inc.
17	400,000	City of Waco, Texas 3-7/8% Waterworks System Revenue Bonds, Series 1957	400,130.00	399,355.13	774.87	6,156.94	Fort Worth National Bank
	<u>\$1,413,000</u>	T O T A L S S O L D	<u>\$1,430,378.90</u>	<u>\$1,416,630.73</u>	<u>\$13,748.17</u>	<u>\$16,525.65</u>	

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PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - REPORT ON EXCHANGE PROGRAM FOR HOLDINGS OF TREASURY BONDS AUTHORIZED DECEMBER 17, 1966, AND RATIFICATION THEREOF.--Pursuant to authorization granted at the December 17, 1966, meeting of the Board of Regents, for an exchange program for selected United States Treasury Bonds held in the portfolio for the Permanent University Fund, as recommended by the Lionel D. Edie advisory firm, the following bonds have been exchanged through February 16, 1967:

1. \$4,400,000 par value 2-1/2% Treasury Bonds of 6/15/72-67 for \$4,400,000 par value 3-1/2% Treasury Bonds of 2/15/90, to produce an increase of 1.27% in the annual rate of return or an increase in annual dollar income in the amount of \$47,624.30.
2. \$5,000,000 par value 2-1/2% Treasury Bonds of 12/15/72-65 for \$5,000,000 par value 3-1/2% Treasury Bonds of 2/15/90, to produce an increase of 1.16% in the annual rate of return or an increase in annual dollar income in the amount of \$50,893.67.
3. \$6,500,000 par value 4% Treasury Bonds of 8/15/72 for \$6,500,000 par value 4-1/4% Treasury Bonds of 8/15/92-87, to produce an increase of 0.33% in the annual rate of return or an increase in annual dollar income in the amount of \$21,148.82.

On page L & I - 9 , a summary of the exchange transactions is presented. It is recommended by the Executive Director of Investments, Trusts and Lands that the Board of Regents ratify the exchanges outlined above and authorize continuation of the exchange program as approved at the December 17, 1966 meeting, the timing of such exchanges to be at the discretion of the Executive Director of Investments, Trusts and Lands and the Staff Investment Committee.

PERMANENT UNIVERSITY FUND - TREASURY BOND HOLDINGS
 - Exchanges Par for Par Effected in January, 1967 -

Date Exchanged	B O N D S E X C H A N G E D				B O N D S R E C E I V E D					I N C R E A S E I N	
	Description & Par Value Exchanged	Book Value 12/15/66 *	Amortized Annual Income	Current Rate of Return	Description & Par Value Received	Principal Adjustment Required	Book Value 1/31/67	Amortized Annual Income	Current Rate of Return	Rate of Return	Annual Income
1/5-6/67	2-1/2s of 6/15/72-67 \$4,400,000	\$ 4,364,598.48	\$116,436.64	2.67%	3-1/2s of 2/15/90 \$4,400,000	(\$196,000.00)#	\$ 4,168,598.48	\$164,060.94	3.94%	1.27%	\$ 47,624.30
1/16/67	2-1/2s of 12/15/72-67 \$5,000,000	4,949,901.56	133,349.74	2.69	3-1/2s of 2/15/90 \$5,000,000	(162,500.00)#	4,787,401.56	184,243.41	3.85	1.16	50,893.67
1/18/67	4s of 8/15/72 \$6,500,000	<u>6,535,311.92</u>	<u>254,114.68</u>	<u>3.89</u>	4-1/4s of 8/15/92-87 \$6,500,000	(<u>10,156.25</u>)#	<u>6,525,155.67</u>	<u>275,263.50</u>	<u>4.22</u>	<u>0.33</u>	<u>21,148.82</u>
T O T A L S (Through 2/16/67)		<u>\$15,849,811.96</u>	<u>\$503,901.06</u>	<u>3.18%</u>		<u>(\$368,656.25)#</u>	<u>\$15,481,155.71</u>	<u>\$623,567.85</u>	<u>4.03%</u>	<u>0.85%</u>	<u>\$119,666.79</u>

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*Book value last interest payment date.

#Principal adjustment due to the Permanent University Fund from dealer.

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - RECOMMENDATION RE SALE OF SELECTED STOCKS.--In the current program of upgrading the common stock portfolio of the Permanent University Fund, it is recommended by the Executive Director of Investments, Trusts and Lands, and concurred in by the Staff Investment Committee, that the following common stocks be deleted from the approved purchase list and the stocks now held be sold, the timing of such sales to be at the discretion of the Executive Director of Investments, Trusts and Lands and the Staff Investment Committee:

Atchison, Topeka & Santa Fe Railway Company Common Stock - 35,200 shares held, total book cost \$949,185.06, average book cost 27.0, dividend rate \$1.60, total annual income \$56,320.00, book yield 5.93%, current value \$1,078,000.00 (based on market close of 30-5/8 on 2/10/67).

Parke, Davis & Company Common Stock - 17,200 shares held, total book cost \$628,661.14, average book cost 36.6, dividend rate \$1.40, total annual income \$24,080.00, book yield 3.83%, current value \$479,450.00 (based on market close of 27-7/8 on 2/10/67).

The ten-year earnings and dividend records for each company follows:

Year	PARKE, DAVIS		SANTA FE	
	Net Earnings per Share	Dividends Declared	Net Earnings per Share (ICC Basis)	Dividends Declared
1956	\$1.20	\$0.60	\$2.68	\$1.60
1957	1.89	0.97	2.33	1.40
1958	1.89	1.05	2.58	1.45
1959	2.09	1.40	2.51	1.45
1960	2.05	1.40	1.90	1.45
1961	1.50	1.15	2.06	1.45
1962	1.28	1.00	2.76	1.45
1963	1.49	1.00	2.67	1.45
1964	1.76	1.15	3.04	1.50
1965	2.20	1.45	3.45	1.60
1966	2.14	1.40	3.54	1.60
<u>Estimated</u> 1967	1.90-2.00		3.10-3.30	

Deletion and sale of these two stocks will accomplish the following objectives:

1. Sale of Atchison, Topeka & Santa Fe Common will eliminate one of the stocks from an industry group which has a sub-average long-term growth potential. The company operates in a cyclical industry with high labor costs, inadequate control of rates, and income accounting which overstates actual earnings. In 1966, the physical volume of rail traffic for the company increased somewhat more than expected due to the Vietnam effort as well as a continued boom in the overall economy. With 1967 shaping up, however, as a more difficult year for railroads with less traffic gains, if any, and with higher wage costs with or without a major strike, it is considered advisable to cut back in the railroad industry by elimination of the least attractive holding.
2. Sale of Parke, Davis Common will eliminate the least attractive stock held in the highly rated drug industry. The ten-year earnings and dividend tabulation shows no growth whatsoever since 1959 for Parke-Davis while operating in an industry with an impressive growth record during the same period. Moreover, the basic product patent on "Chloromycetin" expired in October 1966 and the process patent will expire in July 1967. Loss of this patent control and the developing product and price competition from other manufacturers will seriously affect the company's future earnings, this antibiotic alone having accounted for 30% of total sales of all products for the company in 1966. The company has several new drug applications pending before the FDA; but pending actual marketing and wide acceptance of any of these drugs, there is no way of determining how much help will be provided to the company's future earnings potential.
3. The sales proceeds can be reinvested in common stocks of companies appraised by the Lionel D. Edie advisory firm and concurred in by the Executive Director of Investments, Trusts and Lands, and the Staff Investment Committee as having more attractive long-term growth possibilities.

PERMANENT UNIVERSITY FUND - LAND MATTERS.--

LEASES AND EASEMENTS.--It is recommended by the Executive Director of Investments, Trusts and Lands that the following applications for various leases, easements, and assignments on University Lands be approved. All are at the standard rates, unless otherwise stated, are on the University's standard forms with grazing leases carrying provisions for renewal for an additional five years at negotiated terms. Payments for easements and material source permits have been received in advance unless otherwise stated. All have been approved as to form by the University Attorney and as to content by the Endowment Officer, and will be executed by the Executive Director of Investments, Trusts and Lands.

EASEMENTS AND SURFACE LEASES

NO.	GRANTEE	TYPE OF PERMIT	COUNTY	LOCATION	DISTANCE OR AREA	PERIOD	CONSIDERATION
<u>Received by University Land Agent Prior to February 1, 1967:</u>							
2346	Phillips Petroleum Company (renewal of 891)	Pipe Line	Crane	Block 30	5,773.6 rds of various sizes	12/1/66 - 11/30/76	\$ 6,349.43
2347	Texas-New Mexico Pipe Line Co. (renewal of 879)	Pipe Line	Andrews	Block 12	173.5 rds 4-1/2"	11/1/66 - 10/31/76	95.43
2348	Southwestern Bell Telephone Co. (renewal of 884)	Power Line	Hudspeth	Blocks G,H J,K & L	11,162 rds	12/1/66 - 11/30/67	613.91
2349	Texas-New Mexico Pipe Line Co. (renewal of 889)	Pipe Line	Andrews	Block 12	872.8 rds 6-5/8" 3,212.8 rds 4-1/2"	1/1/67 - 12/31/76	2,727.12
2350	Phillips Petroleum Company (renewal of 890)	Pipe Line	Andrews	Block 10 & 11	4,190.9 rds of various sizes	12/1/66 - 11/30/76	4,391.43
2351	El Paso Natural Gas Company	Surface Lease (Compressor Site)	Crockett	Block 29	1 acre	1/1/67 - 12/31/76	500.00*

EASEMENTS AND SURFACE LEASES - Continued

NO.	GRANTEE	TYPE OF PERMIT	COUNTY	LOCATION	DISTANCE OR AREA	PERIOD	CONSIDERATION
2352	Cities Service Oil Company (renewal of 913)	Pipe Line	Upton	Block 3	1,272 rds 2"	2/1/67 - 1/31/77	\$ 699.60
2353	Chevron Pipe Line Company (renewal of 864)	Pipe Line	Winkler	Block 21	1,204 rds 20"	1/1/67 - 12/31/76	1,986.60
2354	Comanche Gas Company	Surface Lease (Compressor Site)	Pecos	Block 28	1.34 acre	1/1/67 - 12/31/67	134.00**
2355	Community Public Service Co.	Power Line	Pecos	Block 28	117.9 rds	2/1/67 - 1/31/77	64.85
2356	Comanche Gas Company	Pipe Line	Pecos	Block 28	108.5 rds 4-1/2"	1/1/67 - 12/31/76	59.68
2357	W. H. Vanlandingham (renewal of 927)	Pipe Line	Andrews	Block 5	409 rds 2"	4/1/67 - 3/31/77	224.95
2358	Texas-New Mexico Pipe Line Co. (renewal of 931)	Pipe Line	Upton	Block 30	158.3 rds 4-1/2"	3/1/67 - 2/28/77	94.98
<u>Received by University Land Agent after February 1, 1967:</u>							
2359	City Sign Service	Surface Lease (Road Sign Site)	Ward	Block 16	40' X 300'	12/1/66 - 11/30/67	75.00**
2360	General Telephone Company of the Southwest (renewal of 933)	Surface Lease (Radio Tower Site)	Irion	Block 40	2.68 acres	3/1/67 - 2/28/77	1,000.00*

EASEMENTS AND SURFACE LEASES - Continued

NO.	GRANTEE	TYPE OF PERMIT	COUNTY	LOCATION	DISTANCE OR AREA	PERIOD	CONSIDERATION
2361	Skelly Oil Company (renewal of 930)	Surface Lease (Camp Site)	Crane	Block 30	2.53 acres	2/1/67 - 1/31/68	\$ 253.00**
2362	Bert F. Duesing, Inc.	Surface Lease (Storage Site)	Reagan	Block 11	14.997 acres	4/1/67 - 3/31/68	1,499.70**
2363	Texas Electric Service Company (renewal of 950)	Power Line	Ward	Block 16	123.09 rds	3/1/67 2/28/77	73.85
2364	Texas Electric Service Company (renewal of 974)	Power Line	Crane	Block 30	1,231.39 rds	3/1/67 2/28/77	738.83
2365	Texas Electric Service Company	Power Line	Andrews	Blocks 3, 4 & 11	287.28 rds	3/1/67 - 2/28/77	172.37
2366	Texas Electric Service Company (renewal of 997)	Power Line	Andrews	Block 14	297.70 rds	5/1/67 - 4/30/77	178.62
2367	Texas Electric Service Company (renewal of 1001)	Power Line	Ward	Block 17	863.82 rds	5/1/67 - 4/30/77	518.29

*Consideration in full (10-year Surface Lease).

**Renewable from year to year, not to exceed a total of 10 years. Consideration shown is for the first year's rental.

ASSIGNMENTS

<u>NO.</u>	<u>ASSIGNOR</u>	<u>ASSIGNED TO</u>	<u>TYPE</u>	<u>COUNTY</u>	<u>LOCATION</u>	<u>DISTANCE</u>	<u>CONSIDERATION</u>
1039	Comanche Gas Company (12/1/57 - 11/30/67)	The Nueces Company (12/16/66 - 11/30/67)	Pipe Line	Pecos	Block 28	529 rds 3-1/2"	\$ 25.00
1914	Shell Pipe Line Corporation (8/1/64 - 7/31/74)	Crown Central Pipe Line Co. (2/1/67 - 7/31/74)	Pipe Line	Ward & Winkler	Blocks 17, 18 & 21	5,217 rds 6-5/8"	25.00

PERMANENT UNIVERSITY FUND - LAND MATTERS.--

WATER CONTRACT NO. 117 - G. Q. AVARY, JR., AND FORREST M. WALKER - RECOMMENDATION FOR AMENDMENT OF CONTRACT EFFECTIVE APRIL 1, 1967.--On May 28, 1966, the Board approved a water contract with George Q. Avary, Jr., and Forrest M. Walker relating to the production of water from SE/4 of NE/4 of Sec. 20, Blk. 16, University Lands, Ward County, Texas, and the use and sale of water by lessees to the town of Pyote, the West Texas Children's Home, and others. The contract was on a year-to-year basis, commenced June 1, 1966, and was subject to cancellation by either party on 6 months' notice. Under its terms lessees were to pay royalty of 14¢ per 1,000 gallons, 2¢ of which was to be placed in a repair account, which was to be supplemented by an additional 2¢ to be paid by lessees.

On December 14, 1966, lessees notified Mr. Zimmerman, the University's Geologist in Midland, of their desire to cancel the contract, due to their disappointing operating results. Since that time lessees have furnished the following data regarding their operations under the contract for the period from June 1, 1966 through December, 1966.

Total Income		\$5,099.56
Expenses:		
Operating	\$6,684.32	
Reserve for Repairs	723.92	
Net Royalty - U. of T.	<u>2,187.82</u>	
Net Loss		<u>9,596.06</u> (\$4,496.50)

After considerable negotiation between Mr. Zimmerman and lessees following the notice of cancellation, lessees have now reluctantly agreed to continue the operation, provided the contract is amended, effective April 1, 1967, as follows:

1. Royalty to the University would be reduced to 3½¢ per 1,000 gallons.
2. The funds in the repair account, together with other funds supplied by lessees, if needed, would be used by lessees to make major repairs necessary to make the pumping operation more economical.
3. Lessees would obligate themselves to make all repairs, from time to time, that may be necessary to keep the system in operation.

The Executive Director of Investments, Trusts and Lands, joined by the Geologist in Charge, recommends approval of the proposed revision of such water contract.

PERMANENT UNIVERSITY FUND - BOND MATTERS.--

RECOMMENDATION FOR BOND COUNSEL FOR PROPOSED PERMANENT UNIVERSITY FUND BONDS, SERIES 1967.--Although the amount of the Permanent University Fund Bonds, Series 1967, to be issued has not yet been determined, it is recommended by the Executive Director, Investments, Trusts and Lands, that the firm of Vinson, Elkins, Weems & Searls of Houston be named bond counsel for the series and that the Chairman be authorized to execute a letter agreement at a later time. The exact amount of the issue and authorization for calling for bids for the bonds, paying agency and printing will be submitted to the Board at a later meeting.

PERMANENT UNIVERSITY FUND - DISCUSSION MATTERS.--

1. Review of Policy re Portion of Permanent University Fund Funds to be Invested in Equities.

TRUST AND SPECIAL FUNDS -- INVESTMENT MATTERS.--

REPORT OF PURCHASES, SALES AND RETIREMENT OF SECURITIES.--The following purchases of securities from January 12 through February 3, 1967, sales of securities from January 5 through February 2, 1967, and a retirement of securities on January 16, 1967, have been made for the Trust and Special Funds. The Executive Director of Investments, Trusts and Lands asks that the Board ratify and approve these transactions:

PURCHASES OF SECURITIES

Date of Purchase	Security	Principal Cost
1/12/67	\$6,592.00 par value Austin National Bank 5-1/2% Time Certificate of Deposit, dated 1/12/67, due 1/12/68, at par (Department of Drama - Laboratory Theatre - Temporary)	\$ 6,592.00
	\$13,000.00 par value Ditto (College of Business Administration Foundation - Various Donors - Temporary)	13,000.00
	\$7,000.00 par value Ditto (College of Business Administration Foundation - Texas Savings and Loan League Grant - Temporary)	7,000.00
1/16/67	22/100ths fractional interest of a share of Monsanto Co. Common Stock to round out extra share received in 2% stock dividend (Funds Grouped for Investment)	8.81
	40/100ths fractional interest Ditto (Hogg Foundation: W. C. Hogg Estate Fund)	16.02
1/17/67	200 Shares General Electric Co. Common Stock at 87-1/4 500 Shares Smith Kline & French Laboratories Common Stock at 51-5/8 400 Shares General Telephone & Electronics Corp. Common Stock at 46 (Funds Grouped for Investment)	17,545.46 26,033.30 18,568.00
1/18/67	100 Shares Corning Glass Works Common Stock at 330-1/2 200 Shares Eastman Kodak Co. Common Stock at 134-1/4	33,122.05 26,954.86
1/19/67	600 Shares Houston Lighting & Power Co. Common Stock at 50 400 Shares Minnesota Mining & Manufacturing Co. Common Stock at 78-3/4 600 Shares Smith Kline & French Laboratories Common Stock at 53-3/4	30,264.00 31,687.52
1/20/67	300 Shares General Electric Co. Common Stock at 88-1/2 400 Shares General Motors Corp. Common Stock at 75-3/8 (Frank B. Cotton Trust - Endowment Account - Texas Western College)	32,516.28 26,693.55 30,336.16

PURCHASES OF SECURITIES
(Continued)

Date of Purchase	Security	Principal Cost
1/19/67	\$6,500.00 par value Austin National Bank 5-1/2% Time Certificate of Deposit, dated 1/19/67, due 7/19/67, at par (Development Board - Development Projects & Publications - Temporary)	\$ 6,500.00
	\$5,408.00 par value Austin National Bank 5-1/2% Time Certificate of Deposit, dated 1/19/67, due 1/19/68, at par (Department of Drama - Laboratory Theatre - Temporary)	5,408.00
2/3/67	\$20,000.00 par value Austin National Bank 5-1/2% Time Certificate of Deposit, dated 2/3/67, due 8/3/67, at par (Estate of Lila Belle Etter - Temporary)	20,000.00

SALES OF SECURITIES

Date Sold	Security	Principal Proceeds
1/5/67	35 Shares General American Oil Co. of Texas Common Stock, sold at 29-7/8	\$ 1,028.39
	241 Shares Republic National Bank of Dallas Common Capital Stock, sold at 20-3/8 (Chancellor's Council - Unrestricted Accounts)	4,909.42
1/6/67	15 Shares Continental Oil Co. Common Stock, sold at 67-1/4 (Mr. and Mrs. L. F. McCollum Scholarship in Geology - Income Account - Geology Foundation)	992.88
	22/100ths fractional interest of a share of Monsanto Co. Common Stock received in 2% stock dividend (Funds Grouped for Investment)	8.81#
	4/100ths fractional interest Ditto (Alexander Caswell Ellis Fellowship in Education Fund)	1.60#
	60/100ths fractional interest Ditto (University Cancer Foundation - M. D. Anderson Hospital and Tumor Institute)	24.03#
1/17/67	1,200 Shares Teledyne Inc. Common Stock, sold at 100-3/8 (Interdepartmental Programs - College of Business Administration Foundation - Various Donors)	119,799.10
1/27/67	3 Shares Hewlett-Packard Co. Common Stock, sold at 58-3/8 (Gain on sale over book value \$67.72)	168.97
	15 Shares Continental Oil Co. Common Stock, sold at 65-7/8 (Loss on sale over book value \$2.52) (College of Arts & Sciences Foundation - Temporary)	972.48
1/30/67	100 Shares Tyler Pipe and Foundry Co. Common Stock, sold at 11-7/8 (Proceeds distributed - From 80 shares to College of Business Administration Foundation - Various Donors	934.86
	From 20 shares to The University of Texas Longhorn Band - Longhorn Band Scholarships)	233.72
2/2/67	84 Shares Central Airlines Incorporated Common Stock, sold at 8-1/4 (Gain on sale over book value \$81.03) (College of Business Administration Foundation - Various Donors)	681.03

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

RETIREMENT OF SECURITIES

Date Redeemed	Security	Principal Proceeds
1/16/67	72 Shares Westminster Fund, Inc. Capital Stock, at 14.32 (John Charles Townes Foundation - Various Donors - Unallotted)	\$1,031.04

FUNDS GROUPED FOR INVESTMENT - RECOMMENDATION RE ADDITIONS.--It is recommended by the Executive Director of Investments, Trusts and Lands that the following additions of cash, fund transferred, and a new fund to be made to the "Funds Grouped for Investment" as of March 1, 1967, be approved:

Fund	Recommended Addition
Dr. and Mrs. C. L. Cline Endowment Fund (College of Arts & Sciences Foundation) (\$2,552.08 already in Grouped)	\$ 1,000.00
Jennie and Carl Sundberg Scholarship (College of Arts & Sciences Foundation) (\$4,000.00 already in Grouped)	3,000.00
Joseph F. Barthmaier, Jr. Memorial Scholarship (Business Administration) (\$1,000.00 already in Grouped)	1,000.00
Bromberg Memorial Fund for Faculty Awards (\$46,663.56 already in Grouped)	3,000.00
The Accounting Education Fund (College of Business Administration Foundation) (\$39,613.85 already in Grouped)	5,285.00
Edward Louis Dodd and Alice Laidman Dodd Fellowship Fund (\$50,323.10 already in Grouped)	93.91
Frederick Eby Research Prize in Humanistic Studies in Education (\$1,694.42 already in Grouped)	10.00
1966 M. E. Class Fund (College of Engineering Foundation) (\$25.00 already in Grouped)	5.00
Burdine Clayton Anderson Scholarship in Music (College of Fine Arts Foundation) (NEW FUND)	10,000.00
E. William Doty Scholarship Fund (College of Fine Arts Foundation) (\$2,417.61 already in Grouped)	100.00
Mary E. Gearing Bequest for Child Welfare and Parent Education Foundation (\$29,732.72 already in Grouped)	71.40
Hal P. Bybee Memorial Fund (Geology Foundation) (\$121,515.25 already in Grouped)	1,900.50
Robert H. Cuyler Memorial Scholarship in Geology (Geology Foundation) (\$12,912.57 already in Grouped)	130.00
Guy E. Green Scholarship Fund (Geology Foundation) (\$5,730.45 already in Grouped)	650.00
Ed. Owen - Geo. Coates Fund (Geology Foundation) (\$102,267.20 already in Grouped)	20.00

FUNDS GROUPED FOR INVESTMENT - RECOMMENDATION RE ADDITIONS
 (Continued)

Fund	Recommended Addition
Frederick W. Simonds Memorial Scholarship in Geology (Geology Foundation) (\$14,085.00 already in Grouped)	\$ 915.00
Dr. F. L. Whitney Memorial Scholarship Fund (Geology Foundation) (\$19,108.75 already in Grouped)	600.00
F. L. Whitney Memorial Book Fund - Various Donors (Geology Foundation) (\$1,302.00 already in Grouped)	20.00
Hogg Foundation - Eloise Helbig Chalmers - Ima Hogg Fund (\$91.77 already in Grouped)	809.36
Thos. E. Hogg - Residuary Legacy (\$3,033.12 already in Grouped)	60.41
Journalism Department - Various Donors (\$758.34 already in Grouped)	325.00
Library Memorial Fund - Various Donors (\$2,526.75 already in Grouped)	200.00
Faculty Memorial Fund in Microbiology (\$3,667.14 already in Grouped)	15.00
Lora Lee Pederson Scholarship Fund, Graduate School of Social Work (\$3,423.01 already in Grouped)	140.00
The Senior Class Endowment Fund (Pharmaceutical Foundation) (\$7,779.95 already in Grouped)	90.00
James M. Rockwell and Sarah Wade Rockwell Endowment Fund (\$62,187.50 already in Grouped)	12,000.00
M. D. Anderson Foundation Fund for Purchase of Books (M. D. Anderson Hospital and Tumor Institute) (\$25,000.00 already in Grouped)	2,500.00
Blanche Bender Fund (M. D. Anderson Hospital and Tumor Institute) (\$15,917.75 already in Grouped)	303.48
Frances King Black Memorial Fund for Cancer Research (M. D. Anderson Hospital and Tumor Institute) (\$7,010.02 already in Grouped)	172.54
A. J. Gruner and Howard Levy Memorial Melanoma Research Fund (M. D. Anderson Hospital and Tumor Institute) (\$1,629.12 already in Grouped)	38.01
Mary Isabella Love Fund for Research of Cancer of the Blood (M. D. Anderson Hospital and Tumor Institute) (\$28,382.07 already in Grouped)	1,286.70
Anna and Fannie Lucas Memorial Fund (M. D. Anderson Hospital and Tumor Institute) (\$5,206.00 already in Grouped)	99.25
Dorothy Calvert McLeod Fund for Cancer Research (M. D. Anderson Hospital and Tumor Institute) (\$15,249.23 already in Grouped)	294.28
Mabel Meier Estate (M. D. Anderson Hospital and Tumor Institute) (NEW FUND in Funds Grouped)(Fund transferred)	7,872.45

FUNDS GROUPED FOR INVESTMENT - RECOMMENDATION RE ADDITIONS
 (Continued)

Fund	Recommended Addition
Mary Adline Gillespie Nixon Fund for Cancer Research (M. D. Anderson Hospital and Tumor Institute) (\$5,237.20 already in Grouped)	\$ 109.94
The Robert and Esther Stadtler Lectures Fund (M. D. Anderson Hospital and Tumor Institute) (\$15,532.77 already in Grouped)	500.00
The Sophie Caroline Steves Fund for Cancer Research (M. D. Anderson Hospital and Tumor Institute) (\$41,537.57 already in Grouped)	2,190.53
The Agnes Vaughan Boazman Memorial Fund for Cancer Research - Univer- sity Cancer Foundation (M. D. Anderson Hospital and Tumor Institute) (\$4,736.05 already in Grouped)	108.64
Frederick Laverne Woodley Memorial Fund for Cancer Research (M. D. Anderson Hospital and Tumor Institute) (\$433.40 already in Grouped)	10.56
Gillette Professorship of Obstetrics and Gynecology (Southwestern Medical School) (\$9,085.26 already in Grouped)	163.85
Additions to be made to Funds Grouped on March 1, 1967	<u>\$57,090.81*</u>

*The above total of \$57,090.81 submitted for approval, supplements previously approved cash additions of \$126,575.11 to be made to Funds Grouped for Investment on March 1, 1967.

TRUST AND SPECIAL FUNDS - RECOMMENDATION RE FUNDS TO BE TRANSFERRED TO THE COMMON TRUST FUND* ON JUNE 1, 1967.--It is recommended by the Executive Director, of Investments, Trusts and Lands, concurred in by the Staff Investment Committee, and also permitted by the terms of each trust involved, that the following separately held trust funds be transferred to the common trust fund on June 1, 1967, the next quarterly entrance date:

FUND	Total Investments 1/31/67*	Assets Re- quired to Be Held Separately	Cash on Hand 1/31/67	TOTAL FUND 1/31/67
<u>MAIN UNIVERSITY FUNDS:</u>				
Henry Beckman Scholarship in Mathematics	\$ 10,923.87		\$ 76.13	\$ 11,000.00
College of Business Admin. - Department of Finance.	2,848.50		-	2,848.50
Wilbur S. Davidson Educa- tional Fund.	177,992.42		307.50	178,299.92
Alexander Caswell Ellis Fellowship in Education.	265,563.10	(\$2.00)	582.21	((2.00) (266,143.31#
E. D. Farmer International Scholarship Fund	191,310.06		519.84	191,829.90
Mary E. Gearing Bequest for Child Welfare and Parent Education Foundation	7,213.44		1,509.85	8,723.29
Joseph Lindsey Henderson Textbook Collection.	14,802.19		47.81	14,850.00
The Dr. Joseph L. Henderson and Katherine D. Henderson Foundation (New Fund Received 2/3/67)	168,574.38		12,588.89	181,163.27
George S. Heyer Memorial Scholarship - Geology Foundation	21,768.75		-	21,768.75
The Governor and Mrs. James Stephen Hogg Memorial Scholarship Fund	120,577.32		30,536.68	151,114.00
Will C. Hogg Memorial Scholarships Fund.	135,658.64		775.16	136,433.80
Littlefield Fund for Southern History - First Fund	<u>24,634.58</u>		<u>1,741.58</u>	<u>26,376.16</u>
TOTALS - Recommended for Transfer on June 1, 1967	<u>\$1,141,867.25</u>	<u>(\$2.00)</u>	<u>\$48,685.65</u>	(\$2.00) <u>\$1,190,550.90#</u>

*Including mineral interests, etc., not eligible for transfer.
#Excluding mineral interests, etc., not eligible for transfer.

*Now called "Funds Grouped for Investment"

Listed below are securities held in the funds recommended above for addition to the Common Trust Fund that are not on the current list of securities approved by the Board of Regents for purchase. It is recommended by the Executive Director of Investments, Trusts and Lands that these securities be sold and the cash added to the Common Trust Fund for the benefit of the funds involved, the timing of such sales to be at the discretion of the Executive Director of Investments, Trusts and Lands and the Staff Investment Committee:

<u>SECURITY</u>	<u>Par Value or No. Shares Held</u>	<u>Book Value 1/31/67</u>	<u>Fund in Which Held</u>
Pennsylvania RR 4-1/4% Gold Bonds, Series D, due 4/1/81 (Rated BBB by Moody's) . . .	\$ 4,000.00	\$ 4,000.00	Joseph L. Henderson Text- book Collection
Ditto.	16,000.00	14,080.00	The Dr. Joseph L. Henderson and Katherine D. Henderson Foundation*
International Nickel Co. of Canada Ltd., Common Stock. .	200 Shares	3,891.81	Wilbur S. Davidson Educa- tional Fund
Continental Insurance Co. Common Stock	289 Shares	6,061.07	Ditto
Consolidated Edison Co. of N. Y. Inc., Common Stock . .	200 Shares	3,310.05	E. D. Farmer International Scholarship Fund

*University's bequest received on February 3, 1967.

TRUST AND SPECIAL FUNDS - REAL ESTATE MATTERS.--

M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - SOPHIE CAROLINE STEVES FUND FOR CANCER RESEARCH - RECOMMENDATION FOR SALE OF INTEREST IN LOT AT BASTROP, TEXAS.--Mr. G. L. Kelly, Jr., an attorney in Bastrop, is attempting to acquire title for a client, Mary Ann Nutt, to Lot 1 in Building Block No. 4 in the original town of Bastrop, Bastrop County, for a total of \$2,000 cash, and has discovered that the Estate of Sophie Caroline Steves owns an undivided 1/119th interest in this lot, for which they will pay the pro rata price of \$16.80. Miss Steves of Fayetteville, Texas, died in 1955, leaving her residue estate to the Board of Regents for cancer research at M. D. Anderson Hospital and Tumor Institute. The lot is approximately 110' x 243', and the price appears to be in line under the circumstances. The Executive Director of Investments, Trusts and Lands recommends that the Board of Regents accept this proposal and authorize the Chairman to execute a quitclaim deed when approved as to content by the Executive Director, Investments, Trusts and Lands, and as to form by the University Attorney.

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

MAIN UNIVERSITY - BEQUEST UNDER THE WILL OF DR. J. L. HENDERSON
- RECEIPT OF BEQUEST AND ESTABLISHMENT OF THE JOSEPH L. HENDERSON AND
KATHERINE D. HENDERSON FOUNDATION.--This bequest under the will of Dr. J.
L. Henderson, long-time Professor of Education at The University of Texas,
was reported to and accepted by the Board of Regents at its meeting of
January 15, 1966. The pertinent provision of Dr. Henderson's will is as
follows:

"All of the rest, residue and remainder of the total community estate or of my estate if my wife elects not to take under the will, I give, devise and bequeath to the University of Texas for the purpose of establishing a foundation in the name of myself and my wife and to be used as financial aid and assistance to worthy young men and young women who would otherwise be unable or find it difficult financially to attend the University of Texas. I direct that the principal of such foundation be invested in such a manner as may be determined by the University of Texas and that the income be used to provide said financial assistance. I would prefer and request but I do not direct that such assistance be made in connection with students in the College of Education of said university and that it be in the form of scholarships each in the amount of Two Hundred Fifty Dollars (\$250.00) for each school year for a given student and Five Hundred Dollars (\$500.00) for fellowships for each school year for a given student."

On February 3, 1967, the residue of the estate consisting of securities with an inventory value of \$174,852.52 and cash in the amount of \$19,615.89 was delivered to the Executive Director of Investments, Trusts and Lands.

It is recommended by the Executive Director of Investments, Trusts and Lands that an endowment account be established consisting of the securities and \$12,588.89 of the cash and the remaining \$7,027.00 be credited to an income account, both funds to be known as "The Joseph L. Henderson and Katherine D. Henderson Foundation."

It is further recommended that the procedures for carrying out the terms of the bequest be determined and recommended by the appropriate administrative officials.

SOUTHWESTERN MEDICAL SCHOOL AND TEXAS WESTERN COLLEGE - CENTRAL HEATING AND CHILLED WATER PLANT.--In accordance with authorization given at the Regents' Meeting held November 5, 1966, general conditions and requirements for a Central Heating and Chilled Water Plant for Southwestern Medical School and Texas Western College were distributed to a number of interested firms. Proposals were received on March 1, 1967, from the firms of Ford, Bacon, and Davis, Dallas, Texas; Sam P. Wallace Company, Dallas, Texas; Central Plant Systems, Houston, Texas; and El Paso Electric Company, El Paso, Texas.

Due to the volume of detailed material submitted with the proposals, it was not possible to complete the analysis and make a recommendation to the Board at this meeting within the time available. It is, therefore, recommended that a Committee, composed of Chairman Erwin, Regent Heath, Vice-Chancellor Walker, and Mr. V. E. Thompson, be appointed to review the proposals and award a contract to the bidder offering the most favorable proposition for the University.

**SUPPLEMENTARY AGENDA
LAND AND INVESTMENT COMMITTEE**

Date: March 10, 1967
Time: 9:00 a. m.
Place: Suite 728, The Sealy and Smith Professional Building*

	Page
	L & I
Permanent University Fund - Land Matters	
✓ Grazing Lease No. 947 - Pecos County - Application for Assignment by R. L. Walker, Lesse, to Tom R. McKenzie	27
✓ Surface Lease No. 2041 to Texas Highway Department and No. 2041-A to Pecos County	27
Trust and Special Funds - Real Estate Matters	
Texas Western College: Cotton Trust - Renewal of Lease to El Paso Machine Steel Works, Inc.	28
Trust and Special Funds - Bond Matters	
Arlington State College - Constitutional Tax Bonds	29

*See diagram of meeting rooms on C - 3; there will be adequate signs to direct you.

Below are xerox copies of Mr. Shelton's recommendations:

PERMANENT UNIVERSITY FUND - LAND MATTERS. --

✓ GRAZING LEASE NO. 947 - PECOS COUNTY - APPLICATION FOR ASSIGNMENT BY R. L. WALKER, LESSEE, TO TOM R. MCKENZIE.--Mr. R. L. Walker desires to assign 16,228.73 acres of this lease to Tom R. McKenzie. The acreage to be transferred would be all of the land covered by such lease in Blocks 18, 19, and 20, Pecos County. Walker would retain the lease on 10,203.80 acres, being all the land covered by such lease in Blocks 16 and 17, Pecos County, Texas. The term of Mr. Walker's lease is July 1, 1965, through June 30, 1970. The annual rental rate is \$0.35 per acre. In line with the Regents' policy, there is a 25% reduction for oil field production on 2,236.60 acres, a part of each of the leases. The semi-annual rental for the two leases will be as follows:

Grazing Lease 947 - R. L. Walker -	\$1,785.67
25% reduction on 885.61 acres -	\$ 38.74
net semi-annual rental	\$1,746.93

Grazing Lease No. 947A - Tom R. McKenzie -	\$2,840.03
25% reduction on 1,350.99 acres	\$ 59.10
net semi-annual rental	\$2,780.93

The Land Agent and the Executive Director of Investments, Trusts and Lands recommend approval of the proposed assignment, conditioned on the payment of a bonus of \$5,678.40.

→ SURFACE LEASE NO. 2041 TO TEXAS HIGHWAY DEPARTMENT AND NO. 2041-A TO PECOS COUNTY.--In 1965 consideration was given to the matter of granting a surface lease (without cash consideration) to the State Highway Department covering 11.432 acres in Section 6, Block 25, Pecos County. The purpose was to provide for a small park at the site of some dinosaur tracks. The transaction was not consummated since the Highway Department did not wish to assume the responsibility for caring for and maintaining the project.

The citizens of Pecos County and the Highway Department have worked out a proposal which is submitted herewith.

1. Separate surface leases would be granted (without cash consideration) to the Highway Department covering 0.376 acres and to Pecos County covering 2.693 acres, for the purpose of maintaining a roadside park.
2. The leases would terminate when the parties cease using the land for the purposes of the leases.
3. The Board of Regents would reserve the right to terminate the leases in the event the properties are not properly maintained.

The Land Agent and the Executive Director of Investments, Trusts and Lands, recommend the granting of the leases on the conditions outlined.

TRUST AND SPECIAL FUNDS - REAL ESTATE MATTERS. --

TEXAS WESTERN COLLEGE: COTTON TRUST - RENEWAL OF LEASE TO EL PASO MACHINE AND STEEL WORKS, INC.--The 20 year term of this lease (which provided for rental during the final 5 year period of \$136.25 per month) will expire on March 31, 1967. The lessee has wanted to negotiate a renewal of the lease for some time, but was dissuaded from doing so until after the Chamizal matter was settled. After some negotiations, the Cotton Trust Committee now recommends a renewal for a 20 year term on the following basis:

1. Rental for first 10 years at \$828.67 per month. (This is based on a 6% net return on an agreed valuation of 75¢ per square foot for the land. Two appraisals had been obtained, one for \$1.00 and the second for 66¢ per square foot.)
2. Rental during the second 10 year term would be based on a 6% net return on the value of the property, determined by an appraisal at that time.
3. The lessee would be given an option to extend the lease for an additional term of 20 years; the rental to provide a return of 6% on the then negotiated or arbitrated value.

With all due respect, the Executive Director of Investments, Trusts and Lands is not able to concur in the terms of the proposed extension for the following principal reasons:

1. A 6% return on real estate (only 1/4% to 1/2% above the Prime Rate) is substantially under traditional comparative rates expected from such investments.
2. The lease should provide for automatic increases each five years, or the rate of return substantially increased based on the new valuation at the end of the 10 year period.
3. The option for renewal should be contingent on agreement on the new terms, rather than providing for resort to arbitration.

Under the circumstances, it is recommended that the lease be extended on a month-to-month basis until June 30, 1967, at a monthly rental of \$828.67, to allow time for negotiation of terms which may be recommended for approval.

TRUST AND SPECIAL FUNDS - BOND MATTERS. --

ARLINGTON STATE COLLEGE - CONSTITUTIONAL TAX BONDS. -- As authorized by the Board of Regents at its meeting of January 28, 1967, bids for the sale of \$4,500,000 Colleges of the State of Texas Constitutional Tax Bonds, Series 1967, are being called for opening in Austin on March 8 and award by the Board in Galveston on March 10. A recommendation will be presented at that time.

On the following pages is a resolution authorizing the issuance of Colleges of the State of Texas Constitutional Tax Bonds, Series 1967- Arlington State College, as prepared by the Bond Counsel.

CERTIFICATE FOR RESOLUTION AUTHORIZING THE
ISSUANCE OF BONDS

THE STATE OF TEXAS :
COUNTY OF TRAVIS :
THE UNIVERSITY OF TEXAS :

We, the undersigned officers of the Board of Regents of The University of Texas, hereby certify as follows:

1. The Board of Regents of said University convened in REGULAR MEETING ON THE 10TH DAY OF MARCH, 1967, in Galveston, Texas, and the roll was called of the duly constituted officers and members of said Board, to-wit:

Mr. Frank C. Erwin, Jr., Chairman	Mr. W. W. Heath
Mr. Jack S. Josey, Vice Chairman	Mr. Frank Ikard
Mr. W. H. Bauer	Mrs. J. Lee Johnson, III
Mr. Walter P. Brennan	Rabbi Levi Olan
Dr. H. F. Connally, Jr.	Betty Anne Thedford, Secretary

and all of said persons were present, except the following absentees: _____,

thus constituting a quorum. Whereupon, among other business, the following was transacted at said Meeting: a written

RESOLUTION AUTHORIZING THE ISSUANCE OF BONDS

was duly introduced for the consideration of said Board and read in full. It was then duly moved and seconded that said Resolution be adopted; and, after due discussion, said motion, carrying with it the adoption of said Resolution, prevailed and carried by the following vote:

AYES: All members of said Board shown present above voted "Aye."

NOES: None.

2. That a true, full and correct copy of the aforesaid Resolution adopted at the Meeting described in the above and foregoing paragraph is attached to and follows this Certificate; that said Resolution has been duly recorded in said Board's minutes of said Meeting; that the above and foregoing paragraph is a true, full and correct excerpt from said Board's minutes of said Meeting pertaining to the adoption of said Resolution; that the persons named in the above and foregoing paragraph are the duly chosen, qualified, and acting officers and members of said Board as indicated therein; that each of the officers and members of said Board was duly and sufficiently notified officially and personally, in advance, of the time, place, and purpose of the aforesaid Meeting; and that said Resolution would be introduced and considered for adoption at said Meeting, and each of said officers and members consented, in advance, to the holding of said Meeting for such purpose.

SIGNED AND SEALED the ____ day of March, 1967.

Secretary

Chairman

(SEAL)

RESOLUTION

BY THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS AUTHORIZING THE ISSUANCE OF ITS COLLEGES OF THE STATE OF TEXAS CONSTITUTIONAL TAX BONDS, SERIES 1967 - ARLINGTON STATE COLLEGE, IN THE AGGREGATE PRINCIPAL AMOUNT OF \$4,500,000, BEARING INTEREST HEREINAFTER SET FORTH AND MATURING AS HEREINAFTER PRESCRIBED, TO PROVIDE FUNDS FOR THE PURPOSE OF ACQUIRING, CONSTRUCTING AND INITIALLY EQUIPPING BUILDINGS AND OTHER PERMANENT IMPROVEMENTS AT ARLINGTON STATE COLLEGE, PRESCRIBING THE FORM OF THE BONDS, PLEDGING TO THE PAYMENT OF THE INTEREST AND PRINCIPAL THEREOF THAT PART OF THE MONEY ALLOCATED TO SUCH INSTITUTION FROM THE CONTINUING TAX LEVIED BY THE CONSTITUTION UNDER ARTICLE VII, SECTION 17, AS AMENDED, PROVIDING FOR THE EXECUTION AND DELIVERY OF SAID BONDS AND PRESCRIBING THE DUTIES OF THE OFFICERS OF SAID BOARD AND OF THE STATE IN REFERENCE THERETO, AND MAKING CERTAIN COVENANTS WITH RESPECT TO SECURING PAYMENT OF SAID BONDS AND INTEREST.

WHEREAS, Section 17 of Article VII of the Constitution of Texas adopted on the 23rd day of August, 1947, in addition to all other taxes permitted by the Constitution of Texas, levied a continuing ad valorem tax on all of the taxable property in the State at the rate of Five (5¢) Cents on the \$100.00 valuation to create a special fund for the purpose of acquiring, constructing and initially equipping buildings or other permanent improvements at the institutions of higher learning designated therein; and

WHEREAS, such provision of the Constitution authorized the governing boards of the institutions therein designated to issue bonds and notes payable from such fund therein created, and pursuant to such authorization of the governing boards of such institutions issued and sold bonds and notes; and

WHEREAS, all such bonds and notes have been paid in full and are no longer outstanding; and

WHEREAS, Section 17 of Article VII of the Constitution of Texas was amended as a whole by an amendment thereto adopted at the general election on November 6, 1956, which became operative and effective January 1, 1958; and

WHEREAS, Section 17 of Article VII of the Constitution, as amended in 1956 ("the 1956 Amendment"), levied and thus renewed a continuing ad valorem tax on all of the taxable property in the State at the rate of Five (5¢) Cents on the \$100.00 valuation for the purpose of creating a special fund for acquiring, constructing and initially equipping buildings or other permanent improvements at the institutions of higher learning designated in the said amendment; and

WHEREAS, such amended provision of the Constitution again authorized the governing boards of the institutions therein designated to issue bonds and notes payable from such fund therein created, and pursuant to such authorization the designated governing board issued and sold bonds and notes; and

WHEREAS, there remain outstanding bonds in the aggregate principal amount of \$8,920,000 payable from the respective allocated shares of the tax, and notes in the aggregate principal amount of \$7,382,500 payable from such respective allocated shares of said tax after the bonds issued by each said governing boards have been fully paid or full provision shall have been made by accumulating in the appropriate Interest and Sinking Fund established for bonds of each said board, sufficient money to pay all of said bonds, together with the interest payable on such bonds to ultimate maturity; and

WHEREAS, there will be sufficient monies available in accordance with the tax levied by the 1956 Amendment and as allocated to pay the principal of and interest on said outstanding bonds and notes in accordance with their terms; and

WHEREAS, by adoption at the general election held in the State of Texas on November 2, 1965, Section 17 of Article VII of the Constitution of Texas was again amended as a whole (hereinafter sometimes called the "Constitutional Provision"); and

WHEREAS, the Constitutional Provision is self-enacting and has continued an ad valorem tax on all of the taxable property in the State of Texas at an increased rate of Ten (10¢) Cents on the \$100.00 valuation, and authorizes the proceeds of the tax to be pledged to pay the principal of and interest on the bonds issued pursuant thereto; and

WHEREAS, such tax levy became effective as of January 1, 1966, and will remain effective for taxes which will become due and payable in each year for a twelve year period beginning January 1, 1966, and for each successive ten year period thereafter; and

WHEREAS, the Constitutional Provision provides for an allocation of proceeds of such tax for the twelve year period commencing January 1, 1966, among the seventeen designated state supported institutions of higher learning (hereinafter sometimes called "Eligible Institutions") and has authorized the governing board of each of the Eligible Institutions to pledge any part of the fund allocated to it to pay the principal of and interest on bonds; and

WHEREAS, the Constitutional Provision requires the Comptroller of Public Accounts of the State of Texas to make the allocation of the funds to the Eligible Institutions to be raised by such tax for the twelve year period beginning January 1, 1966, 85% of such funds to be allocated on June 1, 1966; and 15% to be allocated on June 1, 1972; and

WHEREAS, the Constitutional Provision requires that the Comptroller of Public Accounts of the State of Texas make the June 1, 1966 allocation (85%) based on the following determinations:

"(1) Ninety per cent (90%) of the funds allocated on June 1, 1966, shall be allocated to state institutions based on projected enrollment increases published by the Coordinating Board, Texas College and University System for fall 1966 to fall 1978;

"(2) Ten per cent (10%) of the funds allocated on June 1, 1966 shall be allocated to certain of the eligible state institutions based on the number of additional square feet needed in education and general facilities by such eligible state institution to meet the average square feet per full time equivalent student of all state senior institutions (currently numbering twenty-two);"

and

WHEREAS, such determinations have been made by the Coordinating Board; and

WHEREAS, the Comptroller has made the June 1, 1966 allocation as required by the Constitutional Provision; and

WHEREAS, of the total funds thus allocated on June 1, 1966, for the twelve year period, Arlington State College is to receive 13.23138%; and

WHEREAS, the assessed valuation of property in the State of Texas (less homestead exemptions) subject to such levy in accordance with the approved tax rolls of 1965 was \$15,483,656,424, which valuation, together with the Comptroller's official estimates of valuations for each year of the twelve year period beginning January 1, 1966, and the figures representing the June 1, 1966 allocation among the Eligible Institutions afford a basis for estimating the amount of money to be received by Arlington State College under such tax levy for each of the years of the said twelve year period; and it has been officially estimated that Arlington State College will receive therefrom a total of \$16,252,647 during such period; and

WHEREAS, the Board of Regents of The University of Texas, for and in behalf of Arlington State College, authorized the issuance and sold its Colleges of the State of Texas Constitutional Tax Bonds, Series 1966 - Arlington State College, in the aggregate principal amount of \$1,000,000, dated September 1, 1966 (hereinafter called the "Series 1966 Bonds"), and being numbered and maturing as follows:

<u>BONDS NUMBERS</u>	<u>MATURITY DATES</u>	<u>AMOUNTS</u>
1 thru 8	1968	\$ 40,000
9 " 26	1969	90,000
27 " 46	1970	100,000
47 " 68	1971	110,000
69 " 92	1972	120,000
93 " 117	1973	125,000
118 " 145	1974	140,000
146 " 175	1975	150,000
176 " 200	1976	125,000

WHEREAS, the interest on and the principal of the Series 1966 Bonds are payable from the funds allocated to Arlington State College as aforesaid; and

WHEREAS, in the resolution authorizing the Series 1966 Bonds, the Board of Regents, subject to the conditions and limitations set forth in such resolution, reserve the right and power to issue in one or more series pursuant to the Constitutional Provision additional bonds on a parity with the Series 1966 Bonds, secured by and payable from the same allocated funds; and

WHEREAS, it has been and is hereby determined to be to the best interest of Arlington State College that \$4,500,000 in aggregate principal amount of bonds payable from its allocated fund be issued at this time and that action necessary for the issuance thereof be taken by this Board;

BE IT RESOLVED BY THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS:

1. The Bonds. That in order to provide funds for the purpose of acquiring, constructing and initially equipping buildings and other permanent improvements at Arlington State College, bonds are hereby authorized to be issued known as "Colleges of the State of Texas Constitutional Tax Bonds, Series 1967 - Arlington State College," in the aggregate principal amount of Four Million Five Hundred Thousand Dollars (\$4,500,000), in the denomination of \$5,000 each and numbered

from One (1) to Nine Hundred (900), both inclusive, (hereinafter referred to as the "Bonds"). The Bonds are issued as Additional Bonds as permitted in the resolution authorizing the Series 1966 Bonds and shall be in all respects on a parity with the said Series 1966 Bonds.

2. Bonds of Issue on Parity. That no one of said Bonds shall be entitled to priority over any other Bond of this issue in the application of the money in the allocated fund which has been pledged to the payment of the principal of and interest on the Bonds, irrespective of the fact that some of the Bonds may be delivered prior to the delivery of other Bonds, it being the intent of this Resolution that all Bonds of this issue shall rank equally.

3. Date of Bonds; Maturity Schedule. That the Bonds shall be dated March 1, 1967, and shall become due and payable on September 1 in each of the years and in the amounts as follows:

<u>YEARS</u>	<u>AMOUNTS</u>
1968	\$175,000
1969	415,000
1970	460,000
1971	490,000
1972	530,000
1973	580,000
1974	620,000
1975	660,000
1976	570,000

4. That as to said Bonds scheduled to mature on or after September 1, 1973, the Board of Regents reserves the right and option to redeem such Bonds prior to their scheduled maturities, in whole or in part, on September 1, 1972, or on any interest payment date thereafter at par and accrued interest to date fixed for redemption, plus a premium of 2% of the principal amount so called for redemption. Notice of redemption is to be published in a financial

publication published in the English language in the City of New York, New York, at least once, not less than thirty (30) days before the date fixed for such payment, and thirty (30) days' notice in writing is to be given to the Banks of Payment before the date so fixed for such redemption. Prior to the date fixed for redemption, funds shall be placed in the Banks of Payment sufficient to pay the Bonds called, the accrued interest and the premium thereon. Upon the happening of the above conditions said Bonds thus called shall not thereafter bear interest.

5. Interest Rates. That the Bonds shall bear interest at the following rates:

all bonds scheduled to mature during
the years 1968 through 19__ ---- _____% per annum;

all bonds scheduled to mature during
the years 19__ through 19__ ---- _____% per annum;

all bonds scheduled to mature during
the years 19__ through 19__ ---- _____% per annum;

all bonds scheduled to mature during
the years 19__ through 19__ ---- _____% per annum;

with said interest to be evidenced by interest coupons payable on September 1, 1967, and semi-annually thereafter on each March 1 and September 1.

6. Banks of Payment. That the principal of and the interest on the Bonds shall be payable, without exchange or collection charges to the owner or holder thereof, at Republic National Bank of Dallas, Dallas, Texas, (hereinafter called "Principal Bank of Payment"), or, at the option of the holder, at First National City Bank, New York, New York, or, The First National Bank of Chicago, Chicago, Illinois, (herein collectively called "Banks of Payment") in lawful money of the United States of America upon surrender of proper Bond or coupon.

7. Execution of Bonds and Coupons. That each of said Bonds and interest coupons shall be signed by the imprinted or lithographed facsimile signature of the Chairman of the Board of Regents and countersigned by the imprinted or lithographed facsimile signature of the Secretary of the Board of Regents, and the official seal of said Board shall be impressed, printed, or lithographed on each of said Bonds.

8. Negotiability. That nothing contained in the Bonds or in this Resolution shall affect or impair the negotiability of the Bonds or the coupons thereto appertaining, and said Bonds and coupons shall constitute negotiable instruments within the meaning of the Negotiable Instruments Acts of the State of Texas.

9. Form of Bonds. That the form of the Bonds shall be substantially as follows:

NO. _____

\$5,000

UNITED STATES OF AMERICA
STATE OF TEXAS
COLLEGES OF THE STATE OF TEXAS
CONSTITUTIONAL TAX BOND
SERIES 1967
ARLINGTON STATE COLLEGE

For value received the Board of Regents of The University of Texas (hereinafter sometimes called the "Board"), for and in behalf of Arlington State College at Arlington, Texas, an agency of the State of Texas, and as authorized by the Constitution of the State of Texas, hereby acknowledges itself indebted to and promises to pay out of the proceeds of the ad valorem tax herein described to the bearer, on the 1st day of September, 19__, the sum of

FIVE THOUSAND DOLLARS

with interest thereon from the date hereof at the rate of _____
(____%) per cent per annum until the principal amount of this Bond

shall have been paid, payable September 1, 1967, and semi-annually thereafter on March 1 and September 1 of each year. Both principal and interest shall be payable in lawful money of the United States of America upon presentation and surrender of proper bond or coupon at Republic National Bank of Dallas, Dallas, Texas, or, at the option of the holder at First National City Bank, New York, New York, or, The First National Bank of Chicago, Chicago, Illinois, without exchange or collection charges to the owner or the holder thereof.

This Bond is one of a series of Bonds (hereinafter sometimes called the "Bonds") of like tenor and effect except as to number, maturity and right of redemption, numbered from One (1) to Nine Hundred (900), both inclusive, aggregating Four Million Five Hundred Thousand Dollars (\$4,500,000), issued for the purpose of acquiring, constructing, and initially equipping buildings or other permanent improvements at Arlington State College, Arlington, Texas, in accordance with the provisions of Section 17 of Article VII, as amended, of the Constitution of Texas, and pursuant to the Resolution authorizing the issuance of the series of Bonds of which this is one, adopted by the Board of Regents of The University of Texas, duly of record in the minutes of said Board (herein called the "Resolution").

The date of this Bond in conformity with the Resolution is March 1, 1967.

The Bonds of which this is one are secured by a pledge of that part allocated to Arlington State College of the proceeds of a continuing tax on all of the taxable property in the State levied by Section 17 of Article VII of the Constitution, as amended on November 2, 1965, accumulated and held in

the State Treasury to be used solely to pay the principal of and interest on the Bonds, other parity bonds heretofore issued and additional parity bonds herein mentioned. The levy of such tax supporting the Bonds and the pledge thereof will remain effective so long as any of the Bonds is outstanding and unpaid.

The Board shall have the option of calling bonds maturing serially on or after September 1, 1973, for redemption prior to maturity, in whole or in part, on September 1, 1972, or any interest payment date thereafter, at par and accrued interest to date of redemption plus a premium of 2% of the principal amount so called for redemption. Notice of redemption is to be published in a financial publication published in the English language in the City of New York, New York, at least once, not less than thirty (30) days before the date fixed for such payment, and thirty (30) day's notice in writing is to be given to the Banks of Payment before the date so fixed for such redemption. Prior to the date fixed for redemption, funds shall be placed in the Banks of Payment sufficient to pay the bonds called, the accrued interest and the premium thereon. Upon the happening of the above conditions said bonds thus called shall not thereafter bear interest.

The Board reserves the right to issue additional parity bonds under the terms and conditions stated in the Resolution authorizing this Bond and the series of which it is a part, and said bonds may be made payable from the same source, secured in the same manner and placed on a parity with this Bond and the series of which it is a part.

Each successive holder of this Bond, and each successive holder of each of the coupons hereto attached, is conclusively presumed to forego and renounce his equities in favor of subsequent holders for value without notice, and to agree that this Bond and each of the coupons hereto attached, may be negotiated by delivery by any person having possession thereof, howsoever such possession may have been acquired, and that any holder who shall have taken this Bond or any of the coupons from any person for value without notice, thereby has acquired absolute title thereto, free from any defenses enforceable against any prior holder and free from all equities and claims of ownership of any such prior holder. The Board and the Banks of Payment shall not be affected by any notice to the contrary.

IT IS HEREBY CERTIFIED AND RECITED that all acts, conditions and things required to be done precedent to and in the issuance of this Bond and the series of which it is a part have been properly done, have happened and been performed in regular and due time, form and manner as required by the Constitution and laws of the State of Texas, and the proceedings hereinabove mentioned, and that this issue of Bonds does not exceed any constitutional or statutory limitations and that provision has been made for the payment of the principal of and interest on this Bond and the series of which it is a part by irrevocably pledging the allocated proceeds of the continuing ad valorem tax hereinabove mentioned.

IN WITNESS WHEREOF, the Board of Regents of The University of Texas has caused the official seal of said Board to be impressed, printed or lithographed hereon and has

caused this Bond and the interest coupons attached hereto to be executed by the imprinted facsimile signature of the Chairman of the Board and the Secretary of the Board, and this Bond to be dated March 1, 1967.

BOARD OF REGENTS OF THE UNIVERSITY
OF TEXAS

By _____
Chairman

ATTEST:

Secretary

10. Form of Coupon. That the form of coupon for the Bonds shall be substantially as follows:

NO. _____ \$ _____

On the ____ day of _____, 19__, the Board of Regents of The University of Texas for and in behalf of Arlington State College, promises to pay to bearer, unless due provision has been made for the redemption prior to maturity of the bond to which this interest coupon is attached, without exchange or collection charges to the owner or holder hereof, out of the allocated proceeds of the ad valorem tax described in the Bond to which this coupon is attached the sum of _____ (\$ _____) Dollars in lawful money of the United States of America at Republic National Bank of Dallas, Dallas, Texas, or, at the option of the holder at First National City Bank, New York, New York, or, The First National Bank of Chicago, Chicago, Illinois, being the interest then due on its Colleges of the State of Texas Constitutional Tax Bond, Series 1967 - Arlington State College.

NO. _____

Secretary

Chairman

11. Comptroller's Certificate. That the form of Comptroller's Certificate which shall be printed on the back of each of the Bonds shall be substantially as follows:

OFFICE OF COMPTROLLER : REGISTER NO. _____
STATE OF TEXAS :

I HEREBY CERTIFY that there is on file and of record in my office a certificate of the Attorney General of the State of Texas to the effect that this Bond has been examined by him as required by Section 17 of Article VII of the Constitution, as amended, and that he finds that it has been issued in conformity with the Constitution and laws of the State of Texas and that it is a valid and binding obligation payable from the proceeds of the State ad valorem tax pledged to its payment by and in the Resolution of said Board of Regents of The University of Texas on behalf of Arlington State College, an educational institution belonging to the State of Texas duly constituted under authority of law authorizing same and said Bond has this day been registered by me.

WITNESS MY HAND and seal of office at Austin, Texas.

Comptroller of Public Accounts of the
State of Texas

(SEAL)

12. Definitions. That throughout this Resolution, in the bond form prescribed herein and in the bonds authorized hereby, the following terms and expressions as used herein shall have the meanings set forth, to-wit:

The term "Additional Bonds" shall refer to the additional parity bonds that are permitted to be issued by Section 13;

The term "Board" shall refer to the Board of Regents of The University of Texas;

The term "Bonds" shall refer to the bonds authorized to be issued under the provisions of this resolution;

The term "Comptroller" shall refer to the Comptroller of Public Accounts of the State of Texas;

The term "Constitutional Provision" shall mean Article VII, Section 17 of the Constitution of Texas as amended November 2, 1965;

The term "Eligible Institutions" shall mean the seventeen state supported institutions of higher learning designated as those institutions to receive allocated proceeds from the tax levied by the Constitutional Provision;

The term "1956 Amendment" shall mean Article VII, Section 17 of the Constitution as amended November 6, 1956;

The term "Institution" shall refer to Arlington State College;

The term "Presiding Officer" shall mean the officer designated by law to preside over the Board;

The term "Resolution" shall mean this resolution authorizing the Bonds.

The term "Series 1966 Bonds" shall refer to Colleges of the State of Texas Constitutional Tax Bonds - Arlington State College, in the aggregate principal amount of \$1,000,000.

13. Findings, Pledge of Payment, Additional Bonds.

That official recognition is hereby given to these facts:

(a) That the tax authorized by the 1956 Amendment and allocated in accordance therewith to certain institutions designated therein was thereafter pledged to the payment of bonds and notes issued under the authority of the 1956 Amendment; that such bonds and notes are to be paid in accordance with such allocation and pledge; and that no attempt is made herein to pledge such tax thus allocated to said designated institutions and subsequently pledged to the payment of bonds and notes issued pursuant to such authority.

(b) That Section 17 of Article VII of the Constitution, as amended in 1965 (the "Constitutional Provision") has levied a continuing ad valorem tax on all taxable property in the State of Texas, at the increased rate of Ten (10¢) Cents on the One Hundred Dollars (\$100.00) of valuation;

(c) That such tax has been effective since January 1, 1966 and will remain effective so long as any of the Bonds is outstanding and unpaid;

(d) That as and when the proceeds from such tax levy are received by the Comptroller the net amounts realized therefrom (including the portion thereof allocated to the Institution) are deposited in the State Treasury to be held for the purposes set forth in the Constitutional Provision;

(e) That the Comptroller on June 1, 1966 allocated among the Eligible Institutions 85% of the said tax to be received for the twelve year period beginning January 1, 1966; and will on June 1, 1972 allocate among the Eligible Institutions the remaining 15% of the said tax for the said twelve

year period, all in accordance with the Constitutional Provision.

(f) That it is the duty of the Comptroller to draw all necessary and proper warrants upon the State Treasury to effectuate the pledge of such money made in this Resolution and to facilitate payment of the Series 1966 Bonds, the Bonds, the Additional Bonds and interest thereon; and

(g) That while such tax will remain effective so long as any of the Series 1966 Bonds, the Bonds, or the Additional Bonds is outstanding and unpaid, the Board must arrange the installment maturities of the Bonds and the Additional Bonds and make its pledge of the taxes allocated to the Institution so that the Series 1966 Bonds, the Bonds, and Additional Bonds will be actually retired out of taxes collected during the twelve year period beginning January 1, 1966.

Accordingly, the Board irrevocably pledges to the payment of the principal of and interest on the Series 1966 Bonds and the Bonds the following:

(1) All of the money, in the State Treasury to the credit of the Institution, realized from the collection of such continuing tax levied for the year 1966, exclusive of that part of the tax allocated and pledged pursuant to the 1956 Amendment to the payment of outstanding bonds and notes issued prior to the adoption of the Constitutional Provision;

(2) All of the proceeds from such continuing tax to which it is entitled levied for each of the years 1966 to 1977, both inclusive, and allocated June 1, 1966 by the Comptroller, which tax according to law becomes due on October 1 of each of said years, exclusive of that part of the tax allocated and pledged pursuant to the 1956 Amendment to the payment of outstanding bonds and notes prior to the adoption of the Constitutional Provision;

(3) In the event that any of the Bonds or any interest thereon remains outstanding and unpaid on the date the last of the Bonds is scheduled to mature, and in the event the Interest and Sinking Fund, created by Section 14 hereof shall then contain sufficient money to pay all of such principal and interest and the expense incidental to the making of such payments, to the extent of such deficiency, the proceeds from such continuing tax to which the Institution may be entitled under the allocation made by the Comptroller on June 1, 1966 or additional allocations or reallocation arrangements then in effect are pledged and such pledge shall remain effective until the Bonds shall have been paid in full with interest thereon; but when full provision shall have been made for the final payment of the Bonds by depositing money sufficient for the purpose in the Interest and Sinking Fund, the obligation under this sub-section (3) will have been fully satisfied and the pledge will have been released; and

(4) The money pledged to the payment of the Series 1966 Bonds and the Bonds shall be used solely to pay the principal of and interest on the Series 1966 Bonds and the Bonds and to defray the expense incident to such payments so long as any of such bonds or interest thereon is outstanding and unpaid. After full provision shall have been made by accumulating in the Interest and Sinking Fund sufficient money available for the purpose, which can be used for no other purpose, to pay all of such bonds and interest calculated thereon to maturity, the Board reserves the right to use money in excess thereof for such purposes as may be permitted under the Constitutional Provision. Provided, however, the Board reserves and shall have the right and power to issue pursuant to the Constitutional Provision additional parity bonds in one or more series, (herein defined as "Additional Bonds") which Additional Bonds, when issued, shall be secured by and payable from the Ten (10¢) Cent tax levied by the Constitutional Provision for the twelve year period beginning January 1, 1966, and allocated to the Institution, in the same manner and to the same extent as the Series 1966 Bonds and the Bonds, and the Additional Bonds permitted by this Section 13, when issued, shall be in all respects of equal dignity and on a parity with the Series 1966 Bonds and the Bonds whether payable in whole or in part from the allocation made by the Comptroller on June 1, 1966, or to be made by the Comptroller on June 1, 1972. Provided, further, that Additional Bonds will not be issued in an aggregate

principal amount that will cause the total amount required for the payment of the principal of and interest on the Series 1966 Bonds, the Bonds and the Additional Bonds in any year to be more than 85% of the amount of such taxes allocated to the Institution and officially estimated by the Comptroller of Public Accounts to be collected in such year for the credit of the Interest and Sinking Fund.

14. Interest and Sinking Fund. That (a) the Treasurer of the State of Texas pursuant to the provisions of the resolution authorizing the Series 1966 Bonds established in the State Treasury a fund known as Arlington State College Constitutional Tax Bond Interest and Sinking Fund (herein called "Interest and Sinking Fund");

(b) As received into the State Treasury the said allocated money of the Institution shall be credited to the Interest and Sinking Fund in the manner and to be held in accordance with the pledge contained in Section 13 hereof.

15. Procedure for Remitting to Banks of Payment.

That

(a) In accordance with the requirements of the Constitutional Provision that "The State Comptroller of Public Accounts shall draw all necessary and proper warrants upon the State Treasury, in order to carry out the purpose of this amendment," to the end that money will be available at the Banks of Payment in ample time to pay the principal of and interest on the Bonds, as such principal and interest, respectively, matures, the Comptroller of Public Accounts of the State of Texas, on or before August 15, 1967, and on or

before February 15 and August 15 of each year while any of the Bonds is outstanding and unpaid, shall draw a warrant against the Interest and Sinking Fund in the amount of the interest or interest and principal (when both are scheduled to mature) which will become due on the September 1 or March 1 next following. The amount of each such warrant shall be increased by the amount of the charges of the Banks of Payment for making payment of the Bonds or coupons or both Bonds and coupons scheduled to mature in each such instance. Within the discretion of the Comptroller of Public Accounts he may draw a separate warrant for the payment of such charges.

(b) Each such warrant shall be made payable to the order of the Principal Bank of Payment specified in Section 6 above, and the Comptroller of Public Accounts shall deliver such warrant to the payee Bank;

(c) The Principal Bank of Payment designated in Section 6 hereof, shall out of moneys remitted to it under the provisions of this Section 15, and not otherwise, make available at the other Banks of Payment specified in Section 6 hereof funds sufficient to pay such of the Bonds, and such of the coupons as are presented for payment at such banks and the Principal Bank of Payment. The Principal Bank of Payment by accepting designation as such Principal Bank of Payment agrees and is obligated to perform such service.

16. Enforcement of Rights of Bondholders. That all rights available to the holders of the Bonds under the Constitution and laws of the State, by suit for mandamus or otherwise, to compel the performance of their official duties by the Board, its officers, the officers of counties, or the

officers of the State to the end that the principal of and interest on the Bonds may be paid promptly, are hereby recognized and reserved to and for the holders of the Bonds and of the appurtenant coupons.

17. Confirmation of Sale of Bonds. That the sale of the Bonds to _____, at a price of par and accrued interest to date of delivery, plus a premium of \$ _____ be and the same is hereby confirmed.

18. Custody and Delivery of Bonds. That after said Bonds shall have been executed it shall be the duty of the Presiding Officer of the Board or some officer of the Board acting under authority from him, to deliver said Bonds to the Attorney General of Texas for examination and approval and after said Bonds shall have been approved by the Attorney General they shall be delivered to the Comptroller of Public Accounts of the State of Texas for registration. The Bonds thus registered shall remain in the custody of the Presiding Officer of the Board subject to his order, until the delivery thereof to the purchaser.

Meeting of the Board :

AGENDA
MEETING OF THE BOARD OF REGENTS
OF
THE UNIVERSITY OF TEXAS

After all items have been submitted, the Agenda for the March 1967 meeting will be incorporated in the Supplementary Agenda Material.

AGENDA
MEETING OF THE BOARD OF REGENTS
OF
THE UNIVERSITY OF TEXAS

Date: March 11, 1967

Place: Suite 728, The Sealy and Smith Professional Building*

Time: 11:00 a. m.

A. INVOCATION

B. REPORTS AND SPECIAL ITEMS BY CHANCELLOR
RANSOM

C. CONSIDERATION OF MINUTES, JANUARY 27-28, 1967
AND FEBRUARY 23, 1967. --At the meeting of the Com-
mittee of the Whole on February 23, 1967, it was requested
that the minutes of the meeting held on January 28, 1967,
be corrected on Page 65 (Permanent Minutes, Volume XIV,
Page 964) by deleting the words "and diploma programs"
on line 8 in the paragraph numbered 5 and by deleting the
words "and hospitals" on lines 9 and 15 of the same
numbered paragraph (5).

The minutes for the meeting of the Board of Regents held
in Austin on February 23, 1967, are enclosed in a separate
bound volume for your consideration.

D. REPORTS OF STANDING COMMITTEES

1. Executive Committee by Committee
Chairman Bauer
2. Academic and Developmental Affairs
Committee by Committee Chairman
Olan
3. Buildings and Grounds Committee by
Committee Chairman Johnson
4. Land and Investment Committee by
Committee Chairman Brennan
5. Medical Affairs Committee by Commit-
tee Chairman Connally

*See diagram of meeting rooms on C - 3; there will be adequate
signs to direct you.

F. REPORT OF BOARD FOR LEASE OF UNIVERSITY
LANDS BY REGENT BRENNAN

G. REPORT OF SPECIAL COMMITTEES, IF ANY

H. REPORT OF COMMITTEE OF THE WHOLE BY
CHAIRMAN ERWIN

I. ADJOURNMENT