

VIII

38

CONTENTS OF THIS VOLUME  
1960-1961

<u>Meeting Nos.</u>	<u>Dates</u>
591	September 23-24, 1960
592	October 21-22, 1960
593	December 9-10, 1960
594	January 16-17, 1961
595	February 18, 1961
596	March 17-18, 1961
600	July 22, 1961
598	May 12-13, 1961
597 - Special Meeting - No material.	
599 - Bond Meeting - No material.	



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THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

Material Supporting  
**Agenda**

Meeting Date: ..... March 17-18, 1961.....

Meeting No.: ..... 596.....

Name: ..... Office Copy.....

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CALENDAR  
 MEETING OF THE BOARD OF REGENTS  
 OF  
 THE UNIVERSITY OF TEXAS  
 March 17-18, 1961

Place: Main Building, Austin, Texas  
Telephone No.: Greenwood 6-8371, Extensions 219 or 325

<u>Friday, March 17</u>	<u>Page No.</u>
9:00 a. m. Meeting of the Committee of the Whole (Organizational Meeting, if the new Regents have been confirmed) <u>Room 209</u>	31
9:30 a. m. Meeting of the Buildings and Grounds Committee (Regents Thompson, Hardie, Heath, and McNeese) <u>Room 102</u>	15
Meeting of the Medical Affairs Com- mittee (Regents Bryan, Devall, Johnson, and Madden) <u>Room 209</u>	30
11:00 a. m. Meeting of the Land and Investment Com- mittee (Regents Johnson, Bryan, McNeese, and Thompson) <u>Room 205</u>	*
Meeting of the Academic and Developmental Affairs Committee (Regents Devall, Hardie, Heath, and Madden) <u>Room 209</u>	10
12:30 m. Lunch <u>Room 101</u>	

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\* See legal size volume, Attachment No. 1.

Friday, March 17Page No.

1:30 p. m.	Meeting of the Committee of the Whole <u>Room 209</u>	32
1:30 p. m.	Reports and Special and Emergency Items (all items to have been previously cleared with Chancellor Wilson for presentation)	
3:00 p. m.	Items referred by standing committees	
4:00 p. m.	Special Items	
	a. Chancellor Wilson	
	b. Members of the Board	

Saturday, March 18

9:00 a. m.	Meeting of the Board of Regents <u>Room 209</u>	36
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NOTE: The time may vary in all instances, but the items will be considered in this order. If the Committee of the Whole does not finish its business on Friday, it will convene at 9:00 a. m. on Saturday and will be followed by the Meeting of the Board.



AGENDA  
STANDING COMMITTEES  
AND  
COMMITTEE OF THE WHOLE  
March 17-18, 1961

Page No.

- I. Standing Committees (Friday, March 17, 1961)
- A. Academic and Developmental Affairs Committee 10  
(Regents Devall, Hardie, Heath, and Madden)
1. Docket
  2. Travel Summaries
  3. Establishment of System Personnel Adviser's Office, Central Administration, to include Workmen's Compensation Insurance and Other Staff Benefits Office
- B. Buildings and Grounds Committee 15  
(Regents Thompson, Hardie, Heath, and McNeese)
1. Main University
    - a. Sutton Hall and Taylor Hall: Award of Contracts for Remodeling of Attics and Air Conditioning
    - b. Art Building and Museum: Approval of Final Plans and Specifications
    - c. Approval of Inscription on Plaque for:
      - (1) Computation Center
      - (2) Undergraduate Library and Academic Center
      - (3) Drama Building
      - (4) Research Facilities and Headquarters Building at Institute of Marine Science
    - d. Major Repairs and Rehabilitation Projects: Allocations to Accounts
    - e. Business Administration-Economics Building: Authorization for Use of Funds already in Allotment Account for Finishing Space in Basement

- f. West Mall Office Building: Award of Contracts
- g. Engineering-Science Building: Consideration of Preliminary Plans

2. Texas Western College

- a. Warehouse-Shops Building: Final Inspection
- b. Approval of Inscription on Plaque for:
  - (1) Classroom-Office Building
  - (2) Gymnasium-Field House
- c. Proposed Changes in Names of Two Buildings

3. Medical Branch

John Sealy Hospital: Final Inspection of Remodeling of Wards 5-A and 5-B

C. Land and Investment Committee \*  
(Regents Johnson, Bryan, McNeese, and Thompson)

1. Permanent University Fund

- a. Investment Matters
- b. Land Matters
- c. Bond Matters

2. Trust and Special Funds

- a. Investment Matters
- b. Gift, Bequest and Estate Matters
- c. Real Estate Matters
- d. Funds Grouped for Investment
  - (1) Review
  - (2) Recommendation re Additions (for action of Committee only)

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\* See Attachment No. 1 (separate legal size bound volume entitled Attachments Nos. 1 and 2) for detailed agenda and documentation.

- D. Medical Affairs Committee  
(Regents Bryan, Devall, Johnson and Madden)

30

II. Committee of the Whole (Friday, March 17)

31

A. Organization (9:00 a. m.)

1. Chairman
2. Vice-Chairman
3. Committee Assignments

B. Reports and Special and Emergency Items (all to have been previously cleared with Chancellor Wilson for presentation) (1:30 p. m.)

1. Main University (Doctor Ransom)
2. Texas Western College (Doctor Ray)
3. Medical Branch (Doctor Truslow)
4. Dental Branch (Doctor Olson)
5. M. D. Anderson Hospital and Tumor Institute (Doctor Clark)
6. Southwestern Medical School (Doctor Gill)
7. Postgraduate School of Medicine (Doctor Taylor)

C. Items Referred either for Action or for Information by:  
(3:00 p. m.)

1. Academic and Developmental Affairs Committee  
(Committee Chairman Devall)
2. Buildings and Grounds Committee  
(Committee Chairman Thompson)
3. Land and Investment Committee  
(Committee Chairman Johnson)
4. Medical Affairs Committee  
(Committee Chairman Bryan)
5. Board for Lease of University Lands  
(Regent Johnson)

D. Special Items (4:00 p. m.)

1. Chancellor Wilson
  - a. Central Administration
    - (1) Proposed Legislation, Progress Report
    - (2) Estimates of Project Costs, Ten Year Building Plan
    - (3) Progress Report re Faculty Committee on Selection of President
  - b. Main University

Texas Student Publications (requested  
at February meeting)
  - c. Texas Western College
    - (1) Gymnasium and Field House

Bronze Tablet and Name
    - (2) Classroom-Office Building

Name
    - (3) Report of Study and Advisory Committee,  
El Paso Chamber of Commerce

2. Members of the Board

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ITEMS UNFINISHED AT FEBRUARY MEETING AND NOT LISTED ON THIS AGENDA:

1. Ten Year Plan, Southwestern Medical School
2. Written Reports by Doctor Ransom (to be distributed)
  - a. Texas Student Publications
  - b. Reply to Don Spellman, Jr. (HUAC)
  - c. Coliseum
  - d. R. C. Brooks Grant
  - e. Academic Advisory Program

AGENDA  
MEETING OF THE BOARD OF REGENTS  
OF  
THE UNIVERSITY OF TEXAS  
March 18, 1961

	<u>Page No.</u>
I. Approval of Minutes	
A. January 16, 1961	36
B. February 18, 1961	36
II. Report of the Committee of the Whole (Chairman Minter)	36
III. Reports of the Standing Committees	
A. Executive Committee - Interim Actions (Committee Chairman Hardie)	37
1. Budgetary Items	
2. Absences in Excess of Two Weeks	
B. Academic and Developmental Affairs Committee (Committee Chairman Devall)	38
C. Buildings and Grounds Committee (Committee Chairman Thompson)	38
D. Land and Investment Committee (Committee Chairman Johnson)	38
E. Medical Affairs Committee (Committee Chairman Bryan)	38
F. Board for Lease of University Lands (Regent Johnson)	39
IV. Special Items	
Texas Western College: Resolution of Appreciation to Study and Advisory Committee, El Paso Chamber of Commerce	39

Page No.

## V. Item for the Record

Proposed Agreement between Board of Trustees  
of the Presbyterian Hospital Group and Board of  
Regents, Southwestern Medical School

39

## VI. Scheduled Meetings

44

**Academic and Developmental Affairs  
Committee**



## ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

Date: Friday, March 17, 1961

Time: 11:00 a. m.

Place: Regents' Room (Main Building, Room 209)

Members: Mrs. Devall, Chairman  
Mr. Hardie  
Mr. Heath  
Mr. Madden

	<u>Page No.</u>
1. Docket	11
2. Travel Summaries	11
3. Establishment of System Personnel Adviser's Office, Central Administration, to include Workmen's Com- pensation Insurance and Other Staff Benefits Office	11a

A. ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE

1. DOCKET. -- In accordance with Part One, Chapter I, Subsection 7.64, of the Rules and Regulations, the docket of Chancellor Wilson is referred to the Academic and Developmental Affairs Committee for consideration. The docket, dated March 1, 1961, consists of recommendations from each of the component institutions and is labeled Attachment No. 2 in the legal size volume.

Central Administration states that for purposes of filing the Main University 1961 Summer Session Budget with the Commission on Higher Education and other State offices it is necessary to summarize it by "Elements of Institutional Cost." Thus, when the docket is approved, it should be amended to include the Summary by Institutional Costs, to be prepared by the Business Office staff and distributed at the meeting on March 17.

An outline of this docket in the form of a separate letter is enclosed as an aid to pinpoint policies and other major items.

2. TRAVEL SUMMARIES. -- The following is a special item in the exact form as presented by the Chancellor's Office:

Travel summaries have been furnished to the Board of Regents, at the request of the Board, since 1958. The purpose of the reports was to acquaint the Regents with the nature and volume of official travel of faculty, staff, and administrative officers in Central Administration and all the component institutions.

The Rules and Regulations of the Board require that detailed summaries be submitted "periodically." The purpose of this special item is to ask whether the quarterly travel summaries furnished during the past two years need be continued on this 3-month schedule or whether an annual travel report would now be sufficient for compliance with the spirit of the Regents' Rules.

(For the convenience of reviewing the Regents' Rules regarding travel, the Secretary refers you to Pages 14-19 of the loose leaf copy of Part Two of the Rules and Regulations. The specific rule regarding travel summaries is found in Section 13.27, Page 15, and reads as follows:

The chief administrative officers of the component institutions shall keep record of all approved absences and shall submit detailed summaries periodically to the Chancellor for distribution to the Board of Regents.)

To be Included  
in Adoption

Question  
Presented

Current  
Rule

3. ESTABLISHMENT OF SYSTEM PERSONNEL ADVISER'S OFFICE, CENTRAL ADMINISTRATION, TO INCLUDE WORKMEN'S COMPENSATION INSURANCE AND OTHER STAFF BENEFITS OFFICE, EFFECTIVE APRIL 1, 1961. --  
Below is a proposal in the exact form as presented by the Chancellor's Office:

The System Personnel Adviser, Dr. C. T. Clark, recommends that the Central Administration "Workmen's Compensation Insurance and Other Staff Benefits Office" be expanded into a "System Personnel Office." His recommendation cites the 1955 recommendations of the Texas Research League Management Survey as well as a recent survey by the College and University Personnel Association which stated that, "in 23 out of 25 state-supported institutions with enrollments of 10,000 or more, employee benefits and welfare programs were handled by the Personnel Office." The office space currently occupied by the Main University Personnel Office and the Central Administration Workmen's Compensation Insurance and Other Staff Benefits Office will serve the purpose for the time being.

Vice-Chancellor Dolley has approved the recommendation, and with the concurrence of Chancellor-elect Ransom, the Chancellor so recommends to the Board of Regents. Dr. Clark proposes that the reorganization be effected by the following changes in present personnel assignments: (See Page 14a for organization chart.)

- (1) Mr. Jack Holland, Director of the Main University Personnel Office, will become Associate System Personnel Adviser (approximately 1/3 time), without Central Administration salary. Mr. Holland will give general supervision to the work of the System Personnel Office.
- (2) Mr. Joseph Culver, Director of the present Workmen's Compensation Insurance and Other Staff Benefits Office, will become Director of Employee Benefits in the System Personnel Office, one-half time. For the remaining half-time, Mr. Culver will be transferred to the Main University Personnel Office as Assistant Director, replacing Mr. Lancaster, recently resigned.
- (3) Mr. James Pope, presently Assistant Director of the Workmen's Compensation Insurance and Other Staff Benefits Office, would become "Supervisor of Workmen's Compensation Insurance" in the System Personnel Office.

The advantages of the proposed staff reassignments are described as follows by the System Personnel Adviser:

1. The revised organization puts policy responsibility for all personnel functions into one systemwide office.
2. The new organization more clearly sets forth the personnel job to be accomplished and should be more readily understood by administrative officers at all component institutions.
3. The new organization will be more efficient in that it will eliminate duplication of effort, provide better utilization of staff, and will help in the development of personnel officers at the system level who are acquainted with all phases of the personnel program.
4. The previous Main University Assistant Director of Classified Personnel would be replaced in part by Mr. Joseph H. Culver, a man already informed in the area of University policy, procedures, and organization. There is no person presently employed in the University Personnel Office (Main University) with Mr. Culver's experience and knowledge of University affairs that could be promoted to this position; therefore, it would be a distinct advantage to that office to have Mr. Culver there in a supervisory position.

Two salary increases are involved in the proposed reorganization: Mr. Culver's annual rate would be changed from \$7,104 to \$7,440; and Mr. Pope's annual rate from \$5,028 to \$5,784. If the Board approves the recommendation for the establishment of a System Personnel Office, these changes will be reported in a subsequent docket. The fiscal and personnel title changes could be accomplished within the authority of the Chancellor, with subsequent report to the Board. These changes, however, although not contrary to the present Regents' Rules, will require some titular alterations in the Rules and rephrasing to reflect the new organization more specifically. With one exception, all of the proposed changes are in Part Two of the Regents' Rules. One change in Part One of the Rules is also recommended to clarify the relationship of the new office to the Comptroller's Office.

#### CHANGES IN THE RULES AND REGULATIONS:

PART ONE: The portion of the Comptroller's duties relating to Workmen's Compensation Insurance is set out on the following page in the left column; the proposed rewording in the right column.

FROM:

## Chapter II

Sec. 7.423. Supervision of the Workmen's Compensation insurance program and all other staff benefit programs, except those otherwise assigned herein.

TO:

Responsibility for fiscal and budgetary aspects of the System Personnel Office. (1)

## PART TWO:

FROM:

Chapter V, Section 1.26. System Personnel Adviser. The System Personnel Adviser serves as a staff officer advising the Chancellor through the Vice-Chancellor (Fiscal Affairs) on the Classified Personnel programs for each of the component institutions of the system.

TO:

System Personnel Adviser. The System Personnel Adviser serves as a staff officer advising the Chancellor through the Vice-Chancellor (Fiscal Affairs) on the Classified Personnel programs, Workmen's Compensation insurance, and other staff benefits, for each of the component institutions of the system.

FROM:

Chapter VI, Section 1.9. Information pertaining to options under which retirement benefits may be drawn and to reciprocal service between the Teacher and Employees Retirement Systems, as well as other information, may be secured from the local institutional business office, the Central Administration Office of Workmen's Compensation Insurance and Other Staff Benefits, or the Teacher Retirement System in Austin.

TO:

Information pertaining to options under which retirement benefits may be drawn and to reciprocal service between the Teacher and Employees Retirement Systems, as well as other information, may be secured from the local institutional business or personnel office, the Central Administration System Personnel Office, or the Teacher Retirement System in Austin.

Chapter VI, Section 2 and Section 5, should be edited to substitute the following throughout the text:

FROM:

Director of Workmen's Compensation Insurance and Other Staff Benefits

Workmen's Compensation Insurance and Other Staff Benefits Office

Director

TO:

Supervisor of Workmen's Compensation Insurance

System Personnel Office

Supervisor

Chapter VI, Section 5.9. The supervisor of a covered employee who is injured during the course of employment must file a complete report with the Director whether or not time is lost from work. If time is lost, a supplemental report is filed when the employee returns to work. When the time lost is over 60 days, this report is filed at the end of each 60-day period. The same form is used if the employee is disabled later due to the original injury. In the event of death of the injured employee, the form is filed immediately.

The supervisor of a covered employee who is injured during the course of employment must file a complete report with the Supervisor of the Workmen's Compensation Insurance Office whether or not time is lost from work. If time is lost, a supplemental report is filed when the employee returns to work. When the time lost is over 60 days, this report is filed at the end of each 60-day period. The same form is used if the employee is disabled later due to the original injury. In the event of death of the injured employee, the form is filed immediately.

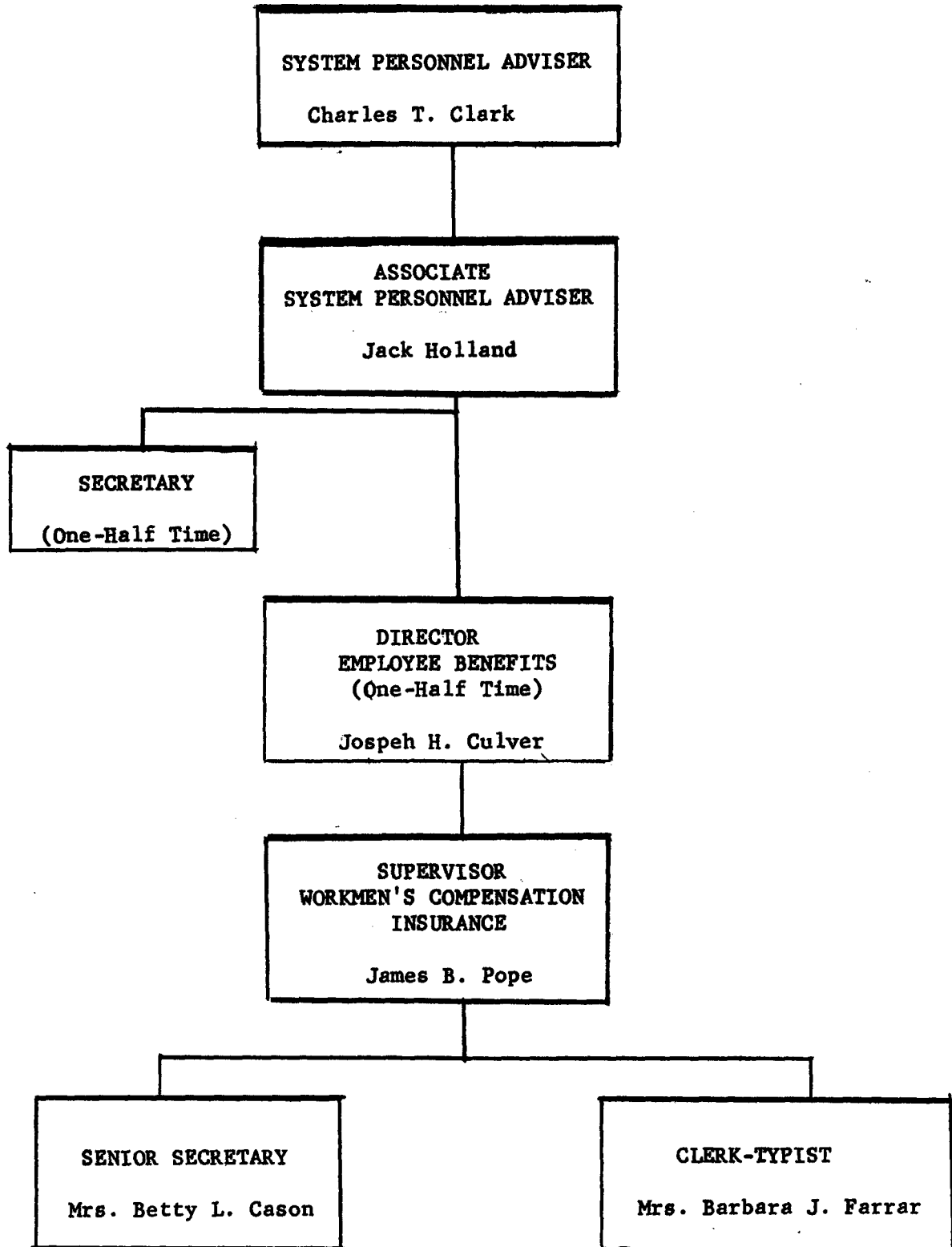
FROM:

Chapter VI, Section 5.(10). The supervisor is also responsible for keeping in close touch with injured employees and their attending physicians and investigating medical attention to see that unnecessary aid and visits are avoided. He approves the statement from the physician as to services rendered although not actual charges for treatment.

TO:

The employees' supervisors are also responsible for keeping in close touch with injured employees and their attending physicians and investigating medical attention to see that unnecessary aid and visits are avoided. They approve the statement from the physician as to services rendered although not actual charges for treatment.

SYSTEM PERSONNEL OFFICE



# **Buildings & Grounds Committee**



## BUILDINGS AND GROUNDS COMMITTEE

Date: Friday, March 16, 1961  
 Time: 9:30 a. m.  
 Place: Main Building, Room 102

Members  
 Mr. Thompson, Chairman  
 Mr. Hardie  
 Mr. Heath  
 Mr. McNeese

Page No.

- |    |  |    |
|----|--|----|
| 1. | Main University  |    |
| a. | Sutton Hall and Taylor Hall: Award of Contracts for Remodeling of Attics and Air Conditioning *  | 17 |
| b. | Art Building and Museum: Approval of Final Plans and Specifications  | 17 |
| c. | Approval of Inscription on Plaque for:   |    |
|    | (1) Computation Center   | 18 |
|    | (2) Undergraduate Library and Academic Center  | 19 |
|    | (3) Drama Building   | 20 |
|    | (4) Research Facilities and Headquarters Building at Institute of Marine Science   | 21 |
| d. | Major Repairs and Rehabilitation Projects: Allocations to Accounts   | 21 |
| e. | Business Administration-Economics Building: Authorization for Use of Funds already in Allotment Account for Finishing Space in Basement ** |    |
| f. | West Mall Office Building: Award of Contracts ***  |    |
| g. | Engineering-Science Building: Consideration of Preliminary Plans **  |    |

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\* Tabulation of bids on Page 26

\*\* No documentation

\*\*\* Bids were opened March 1. No documentation

	<u>Page No.</u>
2. Texas Western College	
a. Warehouse-Shops Building: Final Inspection	22
b. Approval of Inscription on Plaque for:	
(1) Classroom-Office Building	23
(2) Gymnasium-Field House *	24
c. Proposed Changes in Names of Two Buildings *	
3. Medical Branch	
John Sealy Hospital: Final Inspection of Remodeling of Wards 5-A and 5-B	25

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\* See Page 34.

THE UNIVERSITY OF TEXAS  
OFFICE OF THE COMPTROLLER  
AUSTIN 12

RECOMMENDATIONS TO REGENTS'  
BUILDINGS AND GROUNDS COMMITTEE

March 3, 1961

1. MAIN UNIVERSITY - AWARD OF CONTRACTS FOR REMODELING OF ATTICS AND AIR CONDITIONING OF SUTTON HALL AND TAYLOR HALL.--In accordance with authorization given by the Board at the meeting held January 16, 1961, bids were called for and were opened and tabulated on February 21, 1961, as shown on the attached tabulation sheets, for Remodeling of Attics and Air Conditioning of Sutton Hall and Taylor Hall. Bids were called for on each project separately and also on a combined basis for the two projects. After consideration of the bids by all concerned, it is the recommendation of Engineers Zumwalt and Vinther, the Physical Plant staff, Comptroller Sparenberg, President Ransom, and Chancellor Wilson that contract awards be made to the low base bidders as follows:

General Contract:

D. B. Ware Construction Company, Austin, Texas Combination Base Proposal for Sutton Hall and Taylor Hall	\$ 77,351.00
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Mechanical Contract Including Electrical:

J. M. Boyer, Mechanical Contractor, Austin, Texas Combination Base Proposal for Sutton Hall and Taylor Hall	<u>305,940.00</u>
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Total Recommended Contract Awards	<u>\$383,291.00</u>
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Appropriations of \$200,000.00 each were made for these two projects, and the award of the contracts as recommended above plus Engineers' Fees thereon will come within the total appropriation of \$400,000.00.

2. MAIN UNIVERSITY - APPROVAL OF FINAL PLANS AND SPECIFICATIONS FOR ART BUILDING AND MUSEUM.--In accordance with authority granted by the Board of Regents, working drawings and specifications have been prepared by the Associate Architect, Kuehne, Brooks, and Barr of Austin, Texas, on the Art Building and Museum at the Main University. These final plans and specifications have been approved by the Consulting Architect, Page, Southerland, and Page, Chairman of the Department of Art, Dean of the College of Fine Arts, Main University Faculty Building Committee, President Ransom, Comptroller Sparenberg, and Chancellor Wilson. It is recommended that they be approved by the Board and that authorization be given to Comptroller Sparenberg to advertise for bids on this project, these bids to be presented to the Board for consideration at a later meeting.

3. MAIN UNIVERSITY - APPROVAL OF INSCRIPTION ON PLAQUE FOR COMPUTATION CENTER.--It is recommended that the inscription as set out below be approved for the plaque to be placed in the Computation Center at the Main University. This inscription follows the standard pattern approved by the Board of Regents.

COMPUTATION CENTER  
1960

BOARD OF REGENTS

Merton M. Minter, M. D., Chairman

J. Lee Johnson, III, Vice Chairman

J. P. Bryan

Mrs. Charles Devall

Thornton Hardie

W. W. Heath

Wales H. Madden, Jr.

A. G. McNeese, Jr.

Joe C. Thompson

Logan Wilson, Chancellor, The  
University of Texas

Charles H. Sparenberg, Comptroller,  
The University of Texas

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Harry H. Ransom, President, Main  
University

C. Aubrey Smith, Chairman, Main  
University Faculty Building  
Committee

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Jessen, Jessen, Millhouse, and  
Greeven, Consulting Architect  
Fehr and Granger, Associate Architect  
Thomas Hinderer, General Contractor

4. MAIN UNIVERSITY - APPROVAL OF INSCRIPTION ON PLAQUE FOR UNDERGRADUATE LIBRARY AND ACADEMIC CENTER.--It is recommended that the inscription as set out below be approved for the plaque to be placed in the Undergraduate Library and Academic Center at the Main University. This inscription follows the standard pattern approved by the Board of Regents.

UNDERGRADUATE LIBRARY AND ACADEMIC CENTER  
1960

BOARD OF REGENTS

Merton M. Minter, M. D., Chairman

J. Lee Johnson, III, Vice Chairman

J. P. Bryan

Mrs. Charles Devall

Thornton Hardie

W. W. Heath

Wales H. Madden, Jr.

A. G. McNeese, Jr.

Joe C. Thompson

Logan Wilson, Chancellor, The  
University of Texas

Charles H. Sparenberg, Comptroller,  
The University of Texas

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Harry H. Ransom, President, Main  
University

C. Aubrey Smith, Chairman, Main  
University Faculty Building  
Committee

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Jessen, Jessen, Millhouse, and  
Greeven, Consulting Architect  
George L. Dahl, Associate Architect  
B. L. McGee Construction Company,  
General Contractor

5. MAIN UNIVERSITY - APPROVAL OF INSCRIPTION ON PLAQUE FOR DRAMA BUILDING.--  
 It is recommended that the inscription as set out below be approved for the  
 plaque to be placed in the Drama Building at the Main University. This inscription  
 follows the standard pattern approved by the Board of Regents.

DRAMA BUILDING  
 1960

BOARD OF REGENTS

Merton M. Minter, M. D., Chairman

J. Lee Johnson, III, Vice Chairman

J. P. Bryan

Mrs. Charles Devall

Thornton Hardie

W. W. Heath

Wales H. Madden, Jr.

A. G. McNeese, Jr.

Joe C. Thompson

Logan Wilson, Chancellor, The  
 University of Texas

Charles H. Sparenberg, Comptroller,  
 The University of Texas

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Harry H. Ransom, President, Main  
 University

C. Aubrey Smith, Chairman, Main  
 University Faculty Building  
 Committee

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Jessen, Jessen, Millhouse, and  
 Greeven, Consulting Architect  
 Bartlett Cocke, Associate Architect  
 J. C. Evans Construction Company, Inc.,  
 General Contractor

6. MAIN UNIVERSITY - APPROVAL OF INSCRIPTION ON PLAQUE FOR RESEARCH FACILITIES AND HEADQUARTERS BUILDING AT INSTITUTE OF MARINE SCIENCE.--It is recommended that the inscription as set out below be approved for the plaque to be placed in the Research Facilities and Headquarters Building at Institute of Marine Science. This inscription follows the standard pattern approved by the Board of Regents.

INSTITUTE OF MARINE SCIENCE  
RESEARCH FACILITIES AND HEADQUARTERS BUILDING  
1960

BOARD OF REGENTS

Merton M. Minter, M. D., Chairman

J. Lee Johnson, III, Vice Chairman

J. P. Bryan

Mrs. Charles Devall

Thornton Hardie

W. W. Heath

Wales H. Madden, Jr.

A. G. McNeese, Jr.

Joe C. Thompson

Logan Wilson, Chancellor, The  
University of Texas

Charles H. Sparenberg, Comptroller,  
The University of Texas

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Harry H. Ransom, President,  
Main University

C. Aubrey Smith, Chairman, Main  
University Faculty Building  
Committee

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Jessen, Jessen, Millhouse, and  
Greeven, Consulting Architect  
Smyth and Smyth, Associate Architect  
The Charles Burnett Company, Contractor

7. MAIN UNIVERSITY - ALLOCATION TO MAJOR REPAIRS AND REHABILITATION PROJECTS ACCOUNTS.--Account 91500 is the Allotment Account for Major Repairs and Rehabilitation Projects from the Available University Fund for Main University. Specific projects are set up out of this account and as jobs are completed, unexpended funds are returned to this account. As at January 31, 1961, there is a balance of \$52,000 in this account which has accumulated over a period of several years. We now have specific needs for allocations from this balance. The recommendation for specific allocations are:

APPROPRIATIONS TO BE CARRIED IN CENTRAL ADMINISTRATION ACCOUNTS  
TO BE HANDLED BY COMPTROLLER THROUGH CHANCELLOR AND REGENTS'  
BUILDINGS AND GROUNDS COMMITTEE

Installation of Atomic Reactor, Room 131, Taylor Hall	\$18,000
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The Atomic Energy Commission has made two grants to The University of Texas totalling \$164,200 and for a University expenditure of \$18,000

we will have a reactor installation of a total cost of \$182,200. One of the Atomic Energy Commission grants is \$150,000 for the purchase of the reactor. Professor Scanlan and Dean Hagerty recommend the purchase of TRIGA Mark I reactor from the General Atomic Division of General Dynamics Corporation. The cost of this unit including installation supervision is \$153,600. Therefore, \$3,600 of the \$18,000 requested here will apply on the purchase contract with the General Dynamics Corporation. The General Dynamics Corporation has submitted a contract which has been approved by Professor Scanlan and Dean Hagerty, Mr. Waldrep and G. W. Landrum. We cannot execute this contract until we have the appropriation to take care of the installation. The excavation, two tanks, floor, etc. are estimated to cost \$11,000; the monitoring and other safety equipment are estimated to cost \$3,400. These items with the \$3,600 to apply on the purchase of the reactor total the \$18,000 requested here. If this recommendation is approved, we ask for the authority to proceed with issuing the purchase order to General Atomic Division of General Dynamics Corporation for the reactor to be paid \$150,000 from the Atomic Energy Commission grant and \$3,600 from this requested appropriation.

APPROPRIATIONS TO BE CARRIED IN MAIN UNIVERSITY ACCOUNTS,  
TO BE HANDLED BY MAIN UNIVERSITY DIRECTOR OF PHYSICAL PLANT  
AND BUSINESS MANAGER

Main Building - Major Floor Replacements	\$10,000
Conversion of Existing Air Conditioning Units in Chemical and Petroleum Engineering Buildings to the Use of Chilled Water from Central Water Chilling Station	6,000

It is desirable that these projects allocations should be set up at this time in order that we may get some of the work underway immediately. This is, of course, to include the authorization to sign the contract for the reactor as recommended by Dean Hagerty. All but \$3,600 is to be paid from funds which come to us from a grant from the Federal Government.

These recommendations are made by Business Manager Landrum and President Ransom for Main University and concurred in by Comptroller Sparenberg and Chancellor Wilson.

8. TEXAS WESTERN COLLEGE - FINAL INSPECTION OF WAREHOUSE-SHOPS BUILDING.--  
On February 14, 1961 Comptroller Sparenberg, representing himself and the Chancellor's Office, Mr. Walter C. Moore, Architect and Assistant to the Comptroller, and Mr. Herbert C. Crume of Jessen, Jessen, Millhouse, and Greeven, Consulting Architects, were in El Paso, and, among other things, made a final inspection of the Warehouse-Shops Building on the Texas Western College campus. Others participating in this final inspection included President Ray, Business Manager St. Clair, Registrar Whitaker, Chairman of the Campus Planning Committee of Texas Western College, Dean of Mines and Engineering E. M. Thomas, Architect Ralph V. Davis and other representatives of Davis, Foster, Thorpe and Associates,



Inc., and representatives of Ponsford Brothers, contractor on this project. It is the recommendation of the Architects and all the University administrative officers concerned that the Regents approve the acceptance of this building and final payment to the contractor.

9. TEXAS WESTERN COLLEGE - APPROVAL OF INSCRIPTION ON PLAQUE FOR CLASSROOM-OFFICE BUILDING.--It is recommended that the inscription as set out below be approved for the plaque to be placed in the Classroom-Office Building at Texas Western College. This inscription follows the standard pattern approved by the Board of Regents.

CLASSROOM-OFFICE BUILDING

1960

BOARD OF REGENTS

Merton M. Minter, M. D., Chairman

J. Lee Johnson, III, Vice Chairman

J. P. Bryan

Mrs. Charles Devall

Thornton Hardie

W. W. Heath

Wales H. Madden, Jr.

A. G. McNeese, Jr.

Joe C. Thompson

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

---000---

Joseph R. Smiley, President, Texas  
Western College  
J. M. Whitaker, Chairman, Building  
Committee, Texas Western College

---000---

Jessen, Jessen, Millhouse, and  
Greeven, Consulting Architect  
Carroll and Daeuble and Associates,  
Associate Architect  
Robert E. McKee General Contractor,  
Inc., Contractor

10. TEXAS WESTERN COLLEGE - APPROVAL OF INSCRIPTION ON PLAQUE FOR GYMNASIUM-FIELD HOUSE.--It is recommended that the inscription as set out below be approved for the plaque to be placed in the Gymnasium-Field House at Texas Western College. This inscription follows the standard pattern approved by the Board of Regents.

GYMNASIUM-FIELD HOUSE  
1960

BOARD OF REGENTS

Merton M. Minter, M. D., Chairman

J. Lee Johnson, III, Vice Chairman

J. P. Bryan

Mrs. Charles Devall

Thornton Hardie

W. W. Heath

Wales H. Madden, Jr.

A. G. McNeese, Jr.

Joe C. Thompson

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

---000---

Joseph M. Ray, President, Texas  
Western College  
J. M. Whitaker, Chairman, Building  
Committee, Texas Western College

---000---

Jessen, Jessen, Millhouse, and  
Greeven, Consulting Architect  
Monroe, Licht, and Higgins, Associate  
Architect  
Ray Ward and Son, Contractor

11. MEDICAL BRANCH - FINAL INSPECTION OF REMODELING OF WARDS 5-A AND 5-B OF JOHN SEALY HOSPITAL.--On February 2, 1961 Comptroller Sparenberg, representing himself and the Chancellor's Office, Mr. Walter C. Moore, Architect and Assistant to the Comptroller, and Mr. Herbert C. Crume of Jessen, Jessen, Millhouse, and Greeven, Consulting Architects, were in Galveston, and, among other things, made a final inspection of the Remodeling of Wards 5-A and 5-B of John Sealy Hospital. Others participating in this final inspection included Messrs. Truslow, Walker, Gilliam, Hisey, and Bobbitt of the Medical Branch staff and Messrs. Ross, Isaacks, and others of Southwestern Construction Company, the contractor on this project. It is the recommendation of the Architects and all the University administrative officers concerned that the Regents approve the acceptance of this project and final payment to the contractor.

OTHER MATTERS TO BE CONSIDERED BY THE  
REGENTS' BUILDINGS AND GROUNDS COMMITTEE

Main University - Authorization for Use of Funds already in Allotment Account for Finishing Space in Basement of Business Administration-Economics Building

Main University - Award of Contracts for West Mall Office Building

Main University - Consideration of Preliminary Plans for Engineering-Science Building

Texas Western College - Proposed Changes in Names of Two Buildings

REMODELING OF ATTICS AND AIR CONDITIONING OF SUTTON HALL AND TAYLOR HALL  
 MAIN UNIVERSITY OF THE UNIVERSITY OF TEXAS  
 AUSTIN, TEXAS

Bids Opened: 2:30 P.M., Tuesday, February 21, 1961

GENERAL CONTRACT

<u>Contractor</u>	<u>Proposal No. 1</u>	<u>Proposal No. 2</u>	<u>Alternate No. 1 Deduct</u>	<u>Alternate No. 2 Deduct</u>	<u>Alternate No. 3 Deduct</u>	<u>Proposal No. 3 Combination</u>	<u>No. Working Days</u>
W. D. Anderson Co.	---	---	\$2,500.00	\$1,700.00	\$8,100.00	\$82,538.00	140
Joe Badgett Construction Co., Inc.	\$32,313.00	\$45,581.00	2,255.00	1,512.00	9,181.00	77,700.00	140
John Broad Construction Co.	38,844.00	51,133.00	2,520.00	1,624.00	8,706.00	89,977.00	Sept. 15, 1961
C & H Construction Company, Inc.	35,663.00	---	---	---	---	---	120
Ellis-Holstien, Inc.	---	---	2,400.00	900.00	8,200.00	84,480.00	130
Dick Mason Construction Co.	---	---	2,277.00	917.00	7,000.00	93,798.00	140
D. B. Ware Construction Company	32,479.00	45,372.00	2,777.00	1,162.00	8,478.00	77,351.00	130

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

All the bidders are located in Austin, Texas

REMODELING OF ATTICS AND AIR CONDITIONING OF SUTTON HALL AND TAYLOR HALL  
 MAIN UNIVERSITY OF THE UNIVERSITY OF TEXAS  
 AUSTIN, TEXAS

Bids Opened: 2:30 P.M., Tuesday, February 21, 1961

MECHANICAL CONTRACT INCLUDING ELECTRICAL

<u>Contractor</u>	<u>Proposal No. 1</u>	<u>ALTERNATES TO PROPOSAL NO. 1</u>		
		<u>Alternate No. 1 Deduct</u>	<u>Alternate No. 2 Deduct</u>	<u>Alternate No. 3 Deduct</u>
J. M. Boyer Mechanical Contractor	\$164,634.00	\$10,300.00	\$3,500.00	\$2,000.00
F & S Company	173,715.00	13,140.00	4,800.00	2,118.00
Industrial Contractors, Inc.	---	---	---	---
A. J. Monier & Company, Inc.	166,740.00	11,450.00	2,900.00	2,350.00
Strandtmann Air Conditioning Co.	178,253.00	13,370.00	3,800.00	2,018.00
Way Engineering Company, Inc.	182,600.00	12,873.00	3,614.00	2,414.00
Young & Pratt	177,700.00	12,000.00	3,500.00	2,000.00

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

All the bidders are located in Austin, Texas

REMODELING OF ATTICS AND AIR CONDITIONING OF SUTTON HALL AND TAYLOR HALL (CONTINUED)

MECHANICAL CONTRACT INCLUDING ELECTRICAL (CONTINUED)

<u>Contractor</u>	<u>Proposal No. 2</u>	<u>ALTERNATES TO PROPOSAL NO. 2</u>				
		<u>Alternate No. 1 Deduct</u>	<u>Alternate No. 2 Deduct</u>	<u>Alternate No. 3 Add</u>	<u>Alternate No. 4 Deduct</u>	<u>Alternate No. 5 Deduct</u>
J. M. Boyer Mechanical Contractor	\$142,451.00	\$7,200.00	\$12,370.00	\$1,530.00	\$2,512.00	\$4,450.00
F & S Company	146,760.00	6,047.00	12,352.00	360.00	2,700.00	3,000.00
Industrial Contractors, Inc.	153,800.00	9,150.00	8,400.00	2,000.00	3,600.00	4,400.00
A. J. Monier & Company, Inc.	143,980.00	7,000.00	11,500.00	1,890.00	2,900.00	3,960.00
Strandtmann Air Conditioning Company	154,340.00	8,883.00	13,754.00	1,068.00	2,850.00	3,328.00
Way Engineering Company, Inc.	158,266.00	9,804.00	13,014.00	1,694.00	3,507.00	4,760.00
Young & Pratt	146,840.00	8,400.00	13,800.00	1,760.00	3,000.00	4,400.00

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

All the bidders are located in Austin, Texas

REMODELING OF ATTICS AND AIR CONDITIONING OF SUTTON HALL AND TAYLOR HALL (CONTINUED)

MECHANICAL CONTRACT INCLUDING ELECTRICAL (CONTINUED)

<u>Contractor</u>	<u>Proposal No. 3</u>	<u>ALTERNATES TO PROPOSAL NO. 3</u>			
		<u>Alternate No. 1 Deduct</u>	<u>Alternate No. 2 Deduct</u>	<u>Alternate No. 3 Deduct</u>	<u>Alternate No. 4 Deduct</u>
J. M. Boyer Mechanical Contractor	\$305,940.00	\$10,300.00	\$3,500.00	\$2,000.00	\$7,200.00
F & S Company	317,303.00	13,140.00	4,800.00	2,118.00	6,047.00
Industrial Contractors, Inc.	---	---	---	---	---
A. J. Monier & Company, Inc.	308,720.00	11,450.00	2,900.00	2,350.00	7,000.00
Strandtmann Air Conditioning Co.	328,593.00	13,370.00	3,800.00	2,018.00	8,883.00
Way Engineering Company, Inc.	333,951.00	12,873.00	3,614.00	2,414.00	9,804.00
Young & Pratt	---	---	---	---	---

ALTERNATES TO PROPOSAL NO. 3 (CONTINUED)

<u>Contractor</u>	<u>Alternate No. 5 Deduct</u>	<u>Alternate No. 6 Add</u>	<u>Alternate No. 7 Deduct</u>	<u>Alternate No. 8 Deduct</u>
	J. M. Boyer Mechanical Contractor	\$12,370.00	\$1,530.00	\$2,512.00
F. & S Company	12,352.00	360.00	2,700.00	3,000.00
Industrial Contractors, Inc.	---	---	---	---
A. J. Monier & Company, Inc.	11,500.00	1,890.00	2,900.00	3,960.00
Strandtmann Air Conditioning Co.	13,754.00	1,068.00	2,850.00	3,328.00
Way Engineering Company, Inc.	13,041.00	1,694.00	3,507.00	4,760.00
Young & Pratt	---	---	---	---

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

All the bidders are located in Austin, Texas

On all bids Proposal No. 1 covered work in Sutton Hall, Proposal No. 2 covered work in Taylor Hall, and Proposal No. 3 covered combination of work in both Sutton Hall and Taylor Hall.

THE UNIVERSITY OF TEXAS  
AUSTIN 12

THE BOARD OF REGENTS  
BETTY ANNE THEDFORD, SECRETARY

March 13, 1961

Merton M. Minter, M. D.,  
Chairman  
Mr. J. Lee Johnson, III,  
Vice-Chairman  
Mr. J. P. Bryan  
Mrs. Charles Devall  
Mr. Thornton Hardie  
Mr. W. W. Heath  
Mr. Wales H. Madden, Jr.  
Mr. A. G. McNeese, Jr.  
Mr. Joe C. Thompson

Dear Mrs. Devall and Gentlemen:

At the request of Central Administration, I am enclosing the following as a supplement for the Buildings and Grounds Committee meeting on Friday:

1. Approval of Preliminary Plans for Engineering-Science Building (Also in this connection, there is a joint recommendation of the Comptroller and Consulting Architect for an associate architect for this building.)
2. Authorization for Use of Funds already in Allotment Account for Finishing Space in Basement of Business-Administration Economics Building
3. Tabulation of Bids for West Mall Office Building

Sincerely yours,

Betty Anne Thedford

Encls.

cc: Mr. Walter P. Brennan  
H. Frank Connally, Jr., M. D.  
Mr. John S. Redditt  
Chancellor Logan Wilson  
President Harry H. Ransom  
Vice-Chancellor J. C. Dolley  
Vice-Chancellor L. D. Haskew  
Vice-Chancellor Lanier Cox



THE UNIVERSITY OF TEXAS  
OFFICE OF THE COMPTROLLER  
AUSTIN 12

SUPPLEMENT TO  
RECOMMENDATIONS TO REGENTS'  
BUILDINGS AND GROUNDS COMMITTEE

March 13, 1961

12. MAIN UNIVERSITY - APPROVAL OF PRELIMINARY PLANS FOR ENGINEERING-SCIENCE BUILDING.--At the Regents' Meeting held September 24, 1960, authorization was given to the Consulting Architect to prepare preliminary plans for an Engineering-Science Building, including Housing for Tandem Accelerator and Related Equipment at the Main University. These preliminary plans have now been prepared and approved by the Special Committee appointed for this building, the Main University Faculty Building Committee, President Ransom, Comptroller Sparenberg, and Chancellor Wilson. It is recommended that they be approved by the Board and that an Associate Architect be authorized to proceed with the preparation of working drawings and specifications. It is further recommended that an Associate Architect be appointed at this meeting; a joint recommendation of the Comptroller and the Consulting Architect in regard to the selection of an Associate Architect is submitted with these recommendations.

It is understood that, in accordance with established procedure and the "ground rules" which have been approved by the Comptroller's Office and the Chancellor's Office, the proposed allotment to cover this project does not provide for "Specialized Teaching, Laboratory, and Departmental Equipment, which normally is provided from Departmental M. and E. and Special Equipment Appropriations." President Ransom will make a statement to the Regents' Buildings and Grounds Committee in regard to these items. The allotment does cover "Built-in Furniture and Equipment, such as certain types of dormitory equipment, kitchen equipment, and laboratory equipment, which are customarily handled as part of the prime construction contracts; and Movable Furniture and Equipment, including such items as desks, tables, chairs, filing cabinets, etc. (commonly known as 'General Furniture and Equipment')." *construction*

13. MAIN UNIVERSITY - AUTHORIZATION FOR USE OF FUNDS ALREADY IN ALLOTMENT ACCOUNT FOR FINISHING SPACE IN BASEMENT OF BUSINESS ADMINISTRATION-ECONOMICS BUILDING.--The working drawings and specifications for the Business Administration-Economics Building include a sizable amount (approximately 11,000 square feet) of unfinished space. After consideration of various and sundry possibilities as to how this space might advantageously be used, and after many conferences involving various faculty and staff people of the Main University, the Faculty Building Committee of the Main University, the Registrar, the Director of Physical Plant, Business Manager, and President of the Main University, the Comptroller's Office, the Chancellor's Office, and the Architects involved, it is now recommended by all

concerned that the remaining unfinished space in the basement of this building be finished as follows:

1. Approximately 2300 square feet be used for expanded telephone exchange and switchboard facilities to be installed by the Southwestern Bell Telephone Company.

2. The balance of the unfinished area be used for seminar rooms and classrooms, primarily for Business Administration and Economics, but definitely to be designed in such a way that all the facilities can be used for general purposes.

It is further recommended that:

1. The Comptroller's Office be authorized to instruct the Associate Architects, Page, Southerland, and Page, to proceed immediately with the necessary additions and changes in the plans, after proper consultation with the Registrar and others involved.

2. That the Comptroller's Office be authorized to instruct the Associate Architect, Page, Southerland, and Page, to proceed immediately with the necessary changes in the plans and specifications, change orders, etc., to change a walk on the North side of this building to a driveway, (with walks), in order to tie in more nearly with the approved Campus Development Plan.

3. That the Comptroller be authorized to use and/or transfer the amount of \$115,000.00, or so much thereof as may be necessary, from Account No. 94225, the allotment account for the Business Administration-Economics Building, to cover the work above indicated, plus whatever furniture and furnishings are needed to complete the furnishing of the basement area of this building. The free balance in the allotment account for this building as at March 13, 1961 is \$186,041.74.

4. That Architects Page, Southerland, and Page and Comptroller Sparenberg be authorized to approve whatever change orders are necessary to get this work done within the amount of money authorized.

14. MAIN UNIVERSITY - AWARD OF CONTRACTS FOR WEST MALL OFFICE BUILDING.--  
The tabulation sheets showing bids received on March 9, 1961, for the West Mall Office Building at the Main University, are attached hereto. Due to certain complications which have arisen with regard to some of these bids, recommendations for contract awards will have to be made between March 14, 1961 and March 17, 1961.

THE UNIVERSITY OF TEXAS  
OFFICE OF THE COMPTROLLER  
Austin 12

March 10, 1961

JOINT RECOMMENDATION OF COMPTROLLER SPARENBERG  
AND CONSULTING ARCHITECT JESSEN, JESSEN, MILLHOUSE, AND GREEVEN

RE: ASSOCIATE ARCHITECT FOR ENGINEERING-SCIENCE BUILDING  
AT MAIN UNIVERSITY

*P.O. Box 8127*

1. Phelps and Dewees and Simmons, San Antonio, Texas
2. Brooks and Barr, Austin, Texas
3. Thomas, Jameson and Merrill, Dallas, Texas
4. Broad and Nelson, Dallas, Texas
5. Wilson, Morris, Crain, and Anderson, Houston, Texas
6. Fehr and Granger, Austin, Texas

WEST MALL OFFICE BUILDING  
 MAIN UNIVERSITY OF THE UNIVERSITY OF TEXAS  
 AUSTIN, TEXAS

Bids Opened: 2:30 P.M., Thursday, March 9, 1961

GENERAL CONTRACT

<u>Contractor</u>	<u>Base Bid</u>	<u>Alternate No. 1 Deduct</u>
Dallas Building, Inc. Dallas, Texas	\$510,290.00	\$2,198.00
Darragh and Lyda San Antonio, Texas	470,700.00	1,000.00
Eitze-Kitchens Construction Co. Austin, Texas	457,000.00	749.00
J. C. Evans Construction Co., Inc. Austin, Texas	478,273.00	1,692.00
Farnsworth and Chambers Co., Inc. Houston, Texas	494,000.00	1,600.00
R. G. Farrell Company Odessa, Texas	498,260.00	1,750.00
B. L. McGee Construction Co. Austin, Texas	497,000.00	1,375.00
J. M. Odom Construction Co. Austin, Texas	464,800.00	1,600.00
John J. Stokes - General Contractor San Marcos, Texas	458,854.00	1,600.00

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

BIDS ON WEST MALL OFFICE BUILDING (CONTINUED)

PLUMBING, HEATING, AND AIR CONDITIONING CONTRACTS

<u>CONTRACTOR</u>	<u>PLUMBING CONTRACT</u>	<u>HEATING AND AIR CONDITIONING CONTRACT</u>	<u>COMBINED PLUMBING, HEATING, AND AIR CONDITIONING CONTRACT</u>
F and S Company, Austin, Texas	\$35,186.00	\$ --	\$159,000.00
Fox-Schmidt, Austin Texas	37,406.00	--	--
Humphrey Company, Inc., Houston, Texas	40,000.00	109,800.00	--
Natkin and Company, Houston, Texas	--	129,850.00	165,201.00
Porter Plumbing and Heating Company, Austin, Texas	37,973.00	116,511.00	151,000.00
C. G. Puryear, Austin, Texas	39,400.00	--	--
Strandtmann Air Conditioning Com- pany, Austin, Texas	--	121,298.00	--
Way Engineering Com- pany, Inc., Austin, Texas	--	119,222.00	--
Young and Pratt, Austin, Texas	--	113,896.00	--

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

BIDS ON  
WEST MALL OFFICE BUILDING (CONTINUED)

ELECTRICAL CONTRACT

<u>Contractor</u>	<u>Electrical Contract</u>
O. H. Cummins Electric Co. Austin, Texas	\$104,984.00
Fox-Schmidt Austin, Texas	122,389.00
Grimes Electric Company of Austin, Inc. Austin, Texas	104,675.00
W. K. Jennings Electric Co., Inc. Austin, Texas	111,449.00
Dean Johnston, Inc. Austin, Texas	108,689.00
Seco Smith Electric Co. Austin, Texas	107,917.00
Walter A. Tew Electric Austin, Texas	119,722.00

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

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ELEVATOR CONTRACT

<u>Contractor</u>	<u>Elevator Contract</u>	<u>Bidder's Bond</u>
Hunter-Hayes Elevator Co. Austin, Texas	\$39,611.00	5%
B. F. Johnson Elevator Co. , Inc. Waco, Texas	38,300.00	\$2,000.00

THE UNIVERSITY OF TEXAS  
OFFICE OF THE COMPTROLLER  
AUSTIN 12

SUPPLEMENT TO  
RECOMMENDATIONS TO REGENTS'  
BUILDINGS AND GROUNDS COMMITTEE

March 17, 1961

15. MAIN UNIVERSITY - AWARD OF CONTRACTS FOR WEST MALL OFFICE BUILDING (CONTINUED).--It should be pointed out that the recommendations made above in regard to contract awards contemplate making the award to the low bidder in each case except on the Heating and Air Conditioning Contract. As shown on the tabulation sheets distributed to the Regents on March 13, 1961, the low bidder on the Heating and Air Conditioning Contract was the Humphrey Company, Inc of Houston, Texas with a bid of \$109,800.00, although the Consulting Architect, the Associate Architect, the President of the Main University, the Comptroller's Office, and the Chancellor's Office are recommending that the contract award be made to the second low bidder, Young and Pratt, Austin, Texas, who bid \$113,896.00.

The main reason for this recommendation is that information gathered by the Comptroller's Office from certain Architects and Engineers in Houston, and from the Humphrey Company, Inc. itself indicate that this is primarily a plumbing concern, not an air conditioning concern, and that what little air conditioning work they have done has been on very small jobs. Furthermore, information furnished to the Comptroller by the Humphrey Company, Inc. and Aircontrol Associates, Inc., both of Houston, indicates that they propose to handle this job on a joint-venture basis, obviously with most of the air conditioning know-how and experience being furnished by Aircontrol Associates, Inc. The University, of course, would have no official contractual relationship with anybody except the Humphrey Company, Inc. Two recent financial statements furnished by the proposed unofficial joint-venture affiliate, Aircontrol Associates, Inc., indicate a Net Worth deficit. (This means that according to their own financial statements their liabilities exceed their assets by \$2,742.98 at December 31, 1960 and by \$4,852.01 at January 31, 1961.)

# **Medical Affairs Committee**





## **Committee of the Whole**

COMMITTEE OF THE WHOLE  
Chairman, presiding

Date: Friday, March 17, 1961

Place: Regents' Room (Main Building, Room 209)

A. ORGANIZATION (9:00 a. m. ). --If the Governor has appointed the three new Regents and if the Senate has confirmed the appointees, the first order of business will be reorganization of the Board.

1. Election of Chairman
2. Election of Vice-Chairman
3. Appointment of Committees. --Below is a committee list in blank to be completed when the assignments are made as well as a list of current committee assignments:

CURRENT COMMITTEE  
ASSIGNMENTS

STANDING COMMITTEES  
OF THE BOARD

1. Executive Committee:  
  
Regent Hardie, Chairman  
Regent Bryan  
Regent Thompson  
  
\_\_\_\_\_
2. Academic and Developmental Affairs Committee:  
  
\_\_\_\_\_, Chairman  
Regent Hardie  
Regent Heath  
Regent Madden
3. Buildings and Grounds Committee:  
  
Regent Thompson, Chairman  
Regent Hardie  
Regent Heath  
Regent McNeese

1. Executive Committee:  
  
\_\_\_\_\_, Chairman  
\_\_\_\_\_  
\_\_\_\_\_
2. Academic and Developmental Affairs Committee:  
  
\_\_\_\_\_, Chairman  
\_\_\_\_\_  
\_\_\_\_\_
3. Buildings and Grounds Committee:  
  
\_\_\_\_\_, Chairman  
\_\_\_\_\_  
\_\_\_\_\_

CURRENT COMMITTEE  
ASSIGNMENTS

STANDING COMMITTEES  
OF THE BOARD

4. Land and Investment Com-  
mittee:  
  
\_\_\_\_\_, Chairman  
Regent Bryan  
Regent McNeese  
Regent Thompson

4. Land and Investment Com-  
mittee:  
  
\_\_\_\_\_, Chairman  
\_\_\_\_\_  
\_\_\_\_\_

5. Medical Affairs Committee:  
  
Regent Bryan, Chairman  
Regent Madden  
  
\_\_\_\_\_  
\_\_\_\_\_

5. Medical Affairs Committee:  
  
\_\_\_\_\_, Chairman  
\_\_\_\_\_  
\_\_\_\_\_

6. Board for Lease of Univer-  
sity Lands:  
  
Regent Heath  
  
\_\_\_\_\_  
State Land Commissioner

6. Board for Lease of Univer-  
sity Lands:  
  
\_\_\_\_\_  
\_\_\_\_\_  
State Land Commissioner

B. REPORTS AND SPECIAL AND EMERGENCY ITEMS (1:30 p. m.). --  
The Institutional Heads will be given an opportunity to appear before the Board (1) to make reports concerning their respective institutions, (2) to present any emergency items that have arisen since the original agenda was prepared, and (3) to discuss any special items referred to the Committee of the Whole. Other items referred to standing committees will be considered when each respective committee chairman reports.

1. Main University (Doctor Ransom)
2. Texas Western College (Doctor Ray)
3. Medical Branch (Doctor Truslow)
4. Dental Branch (Doctor Olson)
5. M. D. Anderson Hospital and Tumor Institute (Doctor Clark)
6. Southwestern Medical School (Doctor Gill)
7. Postgraduate School of Medicine (Doctor Taylor)

C. ITEMS REFERRED EITHER FOR ACTION OR FOR INFORMATION  
BY: (3:00 p. m.)

1. Academic and Developmental Affairs Committee  
(Committee Chairman Devall)
  
2. Buildings and Grounds Committee  
(Committee Chairman Thompson)
  
3. Land and Investment Committee  
(Committee Chairman Johnson)
  
4. Medical Affairs Committee  
(Committee Chairman Bryan)
  
5. Board for Lease of University Lands  
(Regent Johnson)

D. SPECIAL ITEMS (4:00 p. m.)

1. Chancellor Wilson
  - a. Central Administration
    - (1) Proposed Legislation, Progress Reports. --Mr. Cox will report on the status of legislation affecting the University that has been introduced in the 57th Legislature.

- (2) Estimates of Project Costs, Ten Year Building Plan. -- A memorandum from the Chancellor's Office on Estimates of Project Costs of the Ten Year Building Plan was distributed at the meeting on February 18. In connection therewith, Chancellor Wilson mailed to each Regent on February 22 a "Schedule of New Buildings and Other New Construction Projects on Which Contracts Have Been Awarded from September 1, 1955 to December 31, 1960, Inclusive." It is not necessary for you to bring your copies of the memorandum and schedule since copies will be available at the meeting for your use when this item is considered.
- (3) Progress Report re Faculty Committee on Selection of President. -- There is no documentation.

b. Main University

Texas Student Publications (requested at February meeting). -- This will be an oral discussion.

c. Texas Western College

- (1) Gymnasium and Field House: Bronze Tablet and Name. -- You will recall that at the February meeting the Board adopted a name and an inscription for a plaque for the new Gymnasium and Field House at Texas Western College subject to clearance through Texas Western's Campus Planning Committee.

Subsequent thereto, Mr. Hardie reported this action to Doctor Ray who in turn presented the recommendation to the Campus Planning Committee.

The Campus Planning Committee recommends that the building be called "Memorial Gymnasium" and that a bronze tablet carrying the following inscription be put in an appropriate place on the building:

"A Memorial to the Ex-Students of Texas Western College who, During the Two World Wars and the Korean War, Died in Combat in the Service of Their Country."

NOTE: Since this item was originally considered by the Committee of the Whole and as there is no documentation in the material of the Buildings and Grounds Committee, it is included here.

Recommendation

- (2) Classroom-Office Building: Name. --The Campus Planning Committee recommends, and Doctor Ray concurs, that the new Classroom-Office Building currently under construction be named "Liberal Arts Building."
  - (3) Report of Study and Advisory Committee, El Paso Chamber of Commerce. --Mr. Jack Vowell, Chairman of the Texas Western College Study and Advisory Committee of the El Paso Chamber of Commerce, mailed to each Regent on February 18 Report No. 1 of the Study and Advisory Committee. The agenda for the meeting of the Board recommends that a resolution of appreciation be adopted. Since it is indicated there will be additional reports, the Secretary should like to suggest that in accepting the report the Board instruct that it be placed in the Secretary's Files, Volume VIII.
2. Members of the Board. --In accordance with the Rules and Regulations, Part One, Chapter I, Subsection 7.2, this time is allotted for the members of the Board to present items they may wish to have considered.

## **Meeting of the Board**



## DOCUMENTATION

MEETING OF THE BOARD OF REGENTS

- I. APPROVAL OF MINUTES: (1) JANUARY 16, 1961 (2) FEBRUARY 18, 1961. -- The Secretary has not received any requests for changes or additions to the minutes of the meetings of the Board of Regents held in Austin on January 16 and February 18, 1961, respectively.
  
- II. REPORT OF COMMITTEE OF THE WHOLE (Chairman Minter)

FOR  
REGENTS'  
NOTES:

### III. REPORTS OF THE STANDING COMMITTEES

#### A. REPORT OF EXECUTIVE COMMITTEE--INTERIM ACTIONS (November 30, 1960--March 1, 1961). --Mr. Hardie, Chairman of the Executive Committee, submits the following report:

The Executive Committee has approved by mail vote eight separate requests since its last report of November 21, 1960, which is included in the Minutes of the meeting for December 1960. These requests include thirteen separate items as set out below and which are included in the docket to be presented at the March 1961 meeting. Each request has been recommended by the respective institutional head concerned and has been approved by Chancellor Wilson.

1. Budgetary Items
  - a. Main University. -- Three items recommended by President Ransom are reported in the attached docket as Item 8, Page M-23, and Items 17 and 18, Page M-24.
  - b. Southwestern Medical School. -- Two items recommended by Dean Gill and reported in the attached docket as Item 17, Page S-3, and Item 25, Page S-4.
  - c. M. D. Anderson Hospital and Tumor Institute. -- One item recommended by Doctor Clark and reported in the attached docket as Item 13, Page A-2.
2. Absences from the Campus in Excess of Two Weeks
  - a. Main University. -- Absences of Dr. H. Malcolm Macdonald, Dr. George W. Hoffman, Dr. Joe W. Neal, and Dr. John A. Wilson recommended by President Ransom and reported in the attached docket on Page M-43.
  - b. Medical Branch. -- Absences of Dr. Gerald R. Seaman and Dr. Ernest B. Evans recommended by Executive Director and Dean Truslow and reported in the attached docket on Page G-5.
  - c. M. D. Anderson Hospital and Tumor Institute. -- Absence of Dr. Gilbert H. Fletcher recommended by Doctor Clark and reported in the attached docket on Page A-3.

These items are reported for ratification by the Board.

- B. REPORT OF ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE. -- This report will be presented by Committee Chairman Devall.
1. Docket
  2. Travel Summaries
  3. Establishment of System Personnel Adviser's Office, Central Administration, to include Workmen's Compensation Insurance and Other Staff Benefits Office
  4. Additional Items or Changes, if any
- C. REPORT OF BUILDINGS AND GROUNDS COMMITTEE. -- This report will be presented by Committee Chairman Thompson.
1. Original Recommendations of Administration
  2. Supplementary Recommendations of Administration
  3. Additional Items or Changes, if any
- D. REPORT OF LAND AND INVESTMENT COMMITTEE. -- This report will be presented by Committee Chairman Johnson.
1. Original Recommendations of Administration
  2. Supplementary Recommendations of Administration
  3. Additional Items or Changes, if any
- E. REPORT OF MEDICAL AFFAIRS COMMITTEE. -- This report will be presented by Committee Chairman Bryan (if there is one).

- F. REPORT OF BOARD FOR LEASE OF UNIVERSITY LANDS. --  
If there is a report, it will be presented by Vice-Chairman Johnson or Mr. Heath.

IV. SPECIAL ITEMS. --

Texas Western College: Resolution of Appreciation to Study and Advisory Committee, El Paso Chamber of Commerce. --  
Central Administration is recommending that the Board authorize a resolution of appreciation for the work and report of the Texas Western College Study and Advisory Committee of the Chamber of Commerce of El Paso to be transmitted to Mr. Jack C. Vowell, Chairman of the Committee.

- V. ITEM FOR THE RECORD. -- With your permission, the item as set out below relating to the Presbyterian Hospital of Dallas and the Southwestern Medical School will be reported in the March minutes as an Item for the Record.

This action was taken at the meeting of the Board of Regents on January 16, 1961. It was to be recorded in the minutes after the proposal had been publicly announced. The newspaper article on the preceding page reflects public announcement.

Proposed Agreement between Board of Trustees of the Presbyterian Hospital Group and Board of Regents, Southwestern Medical School. -- The Medical Affairs Committee recommended and the Board, upon motion of Mr. Thompson, seconded by Mr. Bryan, approved the following points as a basis of cooperation between the Board of Regents of The University of Texas and the Board of Trustees of the Presbyterian Hospital of Dallas in the event the Presbyterian Hospital Group elects to construct its physical facilities on the Reynolds site on the north edge of Dallas:

1. That all initial nominations to the medical professional staff of the Presbyterian Hospital be made by the Dean of The University of Texas Southwestern Medical School to the Board of Trustees of the Presbyterian Hospital of Dallas after recommendation to the Dean by the chiefs and associate chiefs of each hospital service and the concurrence of the Dean. The basic qualifications for eligibility shall be recommended in writing by the medical school and accepted by the Board of Trustees of the Presbyterian Hospital. No initial appointment to staff membership shall be considered except upon written

nomination by the Dean of the Medical School. All appointments shall be on an annual basis.

2. The chairmen of the several departments of the medical school, or members of the medical staff whom they may appoint as their deputies, shall be the associate chiefs of service in each of the corresponding departments and divisions of the hospital staff. The associate chiefs, as a standing committee of the hospital staff, shall supervise, plan, and direct all educational activities within the hospital, including undergraduate, internship, and residency programs. The chiefs of service in the several departments and divisions of the hospital shall be selected in keeping with such ordinary procedures as may be set forth in the constitution and bylaws of the hospital staff but with the understanding that cooperation of the associate chiefs and chiefs of service in all matters must be assured.
3. In order to make available the necessary full-time supervision of educational programs at all levels and to stimulate research activities within the hospital, it shall be deemed advisable to employ a full-time physician trained in the field of internal medicine and another equally well qualified in the field of surgery, whose offices and adequate laboratories shall be provided by the Presbyterian Hospital. The selection and appointment of these two full-time individuals would be accomplished jointly by The University of Texas Southwestern Medical School and the Presbyterian Hospital of Dallas. It is recognized at this time of writing that the allocation of time and distribution of services for such men may vary from time to time and the allocation of salary on an equitable basis between the two agencies must be negotiated between the responsible administrative heads of the medical school and the hospital and concurred in by the respective governing boards. It is also considered probable that a part-time to full-time individual concerned with teaching and research activities in other medical specialties may be required subsequently in attaining the objectives of both the hospital and the medical school. In each case the need for persons in addition to the two mentioned above and necessary fiscal arrangements would of necessity be subject to negotiation of administrative heads and approval by the respective governing boards.

4. The Board of Trustees of Presbyterian Hospital of Dallas recognizes the necessity for and value of special teaching cases and pledges its full cooperation in an admission policy for non-paying cases to the extent of its financial ability. Final approval of such cases will rest with the hospital.
5. The Board of Trustees of the Presbyterian Hospital of Dallas agrees that all patients admitted shall be considered teaching cases except in rare instances. The Board of Trustees agrees to establish an automatic reporting system that will reflect the following points:
  - a. When any physician exempts more than ten per cent of his private patient admissions from the teaching classification (status), this information will be forwarded to the Board of Trustees via the Executive Committee of the Medical Staff at the time of annual renominations.
  - b. That when a member of the staff fails to carry out his requested teaching assignments, the report of such omissions will be forwarded to the Board of Trustees via the Executive Committee of the Medical Staff at the time of annual renominations.
6. It is agreed that the Presbyterian Hospital of Dallas shall maintain and provide adequate comparable salaries for the necessary professional personnel in each of the consultation departments (pathology, radiology, physical medicine, and anesthesiology). In the case of the first appointment (full-time chief) in each department listed above, the recommendation to the Presbyterian Hospital Board shall originate jointly with the chief of the corresponding department of the medical school, the Dean of the medical school, and Administrator of Presbyterian Hospital. Appointments to other positions in these departments will be jointly recommended by the chiefs and associate chiefs of these services and concurred in by the Dean of The University of Texas Southwestern Medical School and the Administrator of Presbyterian Hospital of Dallas.
7. All decisions pertaining to number of medical students and extent of undergraduate medical school teaching within the Presbyterian Hospital shall be decided by the faculty of the school of medicine.

8. Presbyterian Hospital agrees to dedicate a minimum of five acres for the purpose of providing research laboratory space on the Presbyterian Hospital campus. The Hospital will designate the area.
9. In addition to the members provided for by the bylaws, the Executive Committee of the medical staff shall provide that the associate chiefs of medicine, surgery, obstetrics-gynecology and pediatrics, as provided in section 2, shall be members of the Medical Staff Executive Committee.
10. The hospital shall establish and provide an adequate budget for necessary maintenance and stipends for such intern and resident staff as may be required to compare favorably with teaching institutions in the Southwest.
11. It is agreed that the Board of Trustees of the Presbyterian Hospital and the Board of Regents of The University of Texas, acting for the Southwestern Medical School, shall retain all jurisdictional powers incidental to separate ownership including the power to determine the general and fiscal policies of their respective institutions and the selection of administrative personnel. However, those faculty personnel who may be employed from time to time under joint agreements between the Presbyterian Hospital of Dallas and The University of Texas will necessarily require the final agreement of both Boards under the usual operating procedure relating to appointments.
12. All agreements and understandings contained herein shall continue indefinitely but may be terminated by either The University of Texas or the Presbyterian Hospital six years after written notice of desire to terminate shall have been delivered to the chief administrative officer of either institution.
- \* 13. In order to provide for effective communication between the hospital and the school of medicine a joint conference committee-- consisting of the Chairman of the Medical Affairs Committee of the Board of Regents of The University of Texas, and a member of the Board of Trustees of

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\* Underlined portion is amendment adopted by the Board of Regents.

the Presbyterian Hospital of Dallas, the Dean of the Medical School, and the Administrator of the Presbyterian Hospital -- will be formed. The committee should meet at least once each year to review all relationships and activities.

14. All admission of patients to the hospital shall be under the direction of the Board of Trustees of Presbyterian Hospital of Dallas and full and complete direction and supervision of the hospital shall at all times be retained by the Hospital Board.
15. The stated purposes and ideals of the Presbyterian Hospital of Dallas are to achieve the goal of developing and maintaining an institution dedicated to the best attainable patient care. To this end an intra-mural program of research and education is considered to be a prerequisite. In fulfillment of the expanding teaching, research, and service responsibilities of the school of medicine it is our belief that an agreement of cooperation and assistance in developing a teaching and research program within the Presbyterian Hospital for interns and all residency levels, and for undergraduate students to the extent feasible, is in the best interests of both institutions. Every consistent effort would be directed by both institutions toward assisting in the creation of attitudes and environmental situations conducive to the best patient care, teaching, and research, as outlined in all sections above.

Since it is the desire of both boards that no premature release of this proposal be made until the Board of Trustees of the Presbyterian Hospital has had an opportunity to study the terms, the Regents, upon motion of Mr. Bryan, seconded by Mrs. Devall, authorized Regent Thompson and Dean Gill to approve any joint announcement of the proposal.





## MATERIAL SUPPORTING THE AGENDA

Volume VIIIb

March 1961 - August 1961

This volume contains the Material Supporting the Agenda furnished to each member of the Board of Regents prior to the meetings held on March 17-18, July 11, and July 22, 1961.

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.

This volume contains the recommendations to the Land and Investment Committee (Attachment No. 1), Docket (Attachment No. 2), and Budget Docket for meetings 596, 599, and 600.



THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS

Attachment Nos. 1 and 2

To Minutes of the Board of Regents

Meeting Date: March 17-18, 1961

Meeting No.: 596

Name:

*Office Copy*

## CONTENTS

	<u>Page No.</u>
I. <u>Attachment No. 1: Recommendations to Land and Investment Committee, Pages L-1 through L-22</u>	
A. Permanent University Fund	
1. Securities	
a. Purchased Since Last Report	
(1) Corporate Bonds <u>\$1,536,822.50</u> Par Value	L-1
(2) Common Stock <u>\$1,129,297.46</u> (Principal Cost Including Commissions)	L-1
b. Sales of Corporate Securities ( <u>\$408,373.81</u> Net Sales Proceeds)	L-4
c. Switching Program, Treasury Bonds: RECOMMENDATION TO CONTINUE	L-5
2. Land Matters	
a. Easements Nos. 1547-1558 and Caliche Permits (New or Renewals)	L-6
b. MODIFICATIONS (Including amendments, cancellations, corrections, assignments) of existing land instruments	L-8
c. Permits for PROSPECTING FOR POTASH AND ALLIED MINERALS	L-10
3. Bond Matters	
Permanent University Bonds, 1961: SELECTION OF BOND COUNSEL	L-12
B. Trust and Special Funds	
1. Report of Securities	
a. Purchases Approximately <u>\$967,000.00</u> (Principal Cost)	L-13
b. Sales Approximately <u>\$73,000.00</u> (Net Proceeds)	L-15
2. Reports on Gift, Bequest, and Estate Matters	
a. Shirley R. Green Fellowship for Girls, Main University, CANCELLATION	L-17

	<u>Page No.</u>
b. Viola F. Corley Estate, Medical Branch, Sale of Farm Property and Final Distribution of Estate	L-17
c. Amelia S. McCarthy, Dental Branch, Final Distribution, Estate of	L-17
d. Mary Isabella Love, M. D. Anderson Hospital and Tumor Institute, Final Distribution and Recommendation for Ratification of Sale of Minerals, Estate of	L-18
 3. Real Estate Matters	
a. Archer M. Huntington Museum Fund: Oil and Gas Lease to British-American Oil Producing Company - Request for PERMISSION TO DREDGE CHANNEL	L-19
b. Hogg Foundation:	
(1) Varner Properties - Rossonian Property, Report on Option to Mr. Melvin Silverman for Purchase and REQUEST FOR EXTENSION	L-19
(2) W. C. Hogg Memorial Fund - Proposal for Oil and Gas Lease to C. E. Murdock, Sr. on Arkansas Mineral Property No. 3	L-19
(3) Will C. Hogg Memorial Fund - Joinder in Royalty Unitization Agreement	L-20
(4) W. C. Hogg Memorial Fund and Mike Hogg Memorial Fund - Use of Portion of Memorial Park for Street and Road Purposes	L-22
c. Cotton Trust, Texas Western College:	
(1) CANCELLATION OF CONTRACT WITH COLES BROTHERS	L-20
(2) Advisory Committee, REPLACEMENT of Otis C. Coles, Deceased	L-20
d. James W. McLaughlin Fellowship Fund, Medical Branch - EXCHANGE OF MINERAL RIGHTS Under Two Tracts, Rangely Field, Rio Blanco County, Colorado	L-21

II. Attachment No. 2: Docket of President Wilson

- A. Central Administration  
(Pages C-1 through C-5)
- B. Main University  
(Pages M-1 through M-49, with 1961 Summer  
Session Budget, Pages 1 through 40)
- C. Texas Western College  
(Pages W-1 through W-5)
- D. Medical Branch  
(Pages G-1 through G-9)
- E. Dental Branch  
(Pages D-1 through D-3)
- F. M. D. Anderson Hospital and Tumor Institute  
(Pages A-1 through A-6, with Classified  
Personnel Program, Pages 1 through 8)
- G. Southwestern Medical School  
(Pages S-1 through S-11)
- H. Postgraduate School of Medicine  
(Page P-1)

# ATTACHMENT NO. 1

## PERMANENT UNIVERSITY FUND -- INVESTMENT MATTERS.--

REPORT OF PURCHASES AND SALES OF SECURITIES.--The following purchases and sales of securities have been made for the Permanent University Fund since the meeting of January 17, 1961. We ask that the Board ratify and approve these transactions:

### PURCHASES OF SECURITIES

#### CORPORATE BONDS

Date of Purchase	Security	Par Value of Bonds Purchased	Market Price at which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
1/4/61	Potomac Electric Power Company First Mortgage Bonds, 5% Series, dated 12/15/60, due 12/15/95	\$ 250,000	103.86 Avg.	\$ 259,650.00	4.78%
1/12/61	Iowa Power and Light Company First Mortgage Bonds, 4-5/8% Series, dated 1/1/61, due 1/1/91	250,000	100.404 Net	251,010.00	4.60
1/12/61	Public Service Electric & Gas Company First & Refunding Mortgage Bonds, 4-3/4% Series, dated 9/1/60, due 9/1/90	250,000	101.875 Net	254,687.50	4.64
2/6/61	Florida Power Corporation First Mortgage Bonds, 4-3/4% Series, dated 10/1/60, due 10/1/90	500,000	104.50 Net	522,500.00	4.48
2/15/61	Puget Sound Power & Light Company First Mortgage Bonds, 4-5/8% Series, dated 2/1/61, due 2/1/91	250,000	99.59 Net	248,975.00	4.65
Total Corporate Bonds Purchased		<u>\$1,500.000</u>		<u>1,536,822.50</u>	<u>4.60</u>

#### COMMON STOCKS

Date of Purchase	Security	No. of Shares Purchased	Market Price	Total Principal Cost*	Indicated Current Yield on Cost**
1/11/61	The Atchison Topeka & Santa Fe Railway Company Common Capital Stock	1,000	24-3/8	\$ 24,686.90	5.87%
1/11/61	International Business Machines Corporation Capital Stock	100	599-3/4	60,050.00	0.50
1/11/61	United States Gypsum Company Common Stock	200	103-1/2	20,798.70	2.88
1/13/61	American Home Products Corporation Capital Stock	100	185	18,557.50	2.26
1/13/61	Houston Lighting & Power Company Common Stock	300	89-1/8	26,881.23	1.79
1/13/61	Union Pacific Railroad Company Common Capital Stock	900	29-1/2	26,853.75	5.36
1/16/61	Standard Oil Company (New Jersey) Capital Stock	600	42-1/4	25,590.78	5.28
1/16/61	Texaco Inc. Capital Stock	300	88-1/4	26,618.49	3.21

\*Includes brokerage commissions paid.

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



COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
1/16/61	United States Steel Corporation Common Capital Stock	300	81-1/2	\$ 24,591.45	3.66%
1/18/61	Public Service Electric & Gas Company Common Stock	600	45	27,249.00	4.40
1/18/61	Southern California Edison Com- pany Common Stock	400	69-1/2(300) 69-1/8(100)	27,946.26	3.72
1/20/61	Potomac Electric Power Company Common Stock	700	35	24,755.50	4.07
1/20/61	Smith Kline & French Laboratories, Inc. Common Stock	500	50	25,220.00	2.48
1/23/61	The Cincinnati Gas & Electric Com- pany Common Stock	600	38-3/4	23,480.28	3.83
1/23/61	The Southern Company Common Stock	500	48-7/8	24,654.70	3.04
1/25/61	Armstrong Cork Company Common Stock	500	56-3/4	28,598.40	2.80
1/25/61	Inland Steel Company Capital Stock	600	45 (400) 44-7/8(200)	27,223.88	3.53
1/30/61	American Telephone & Telegraph Company Capital Stock	200	115-1/4	23,151.06	3.11
1/30/61	Armco Steel Corporation Common Stock	300	69-3/4	21,062.94	4.27
1/30/61	The Coca-Cola Company Common Stock	300	80	24,141.00	2.98
2/1/61	The Detroit Edison Company Capital Stock	500	50-5/8	25,532.80	4.31
2/1/61	Public Service Company of Colorado Common Stock	400	71	28,584.40	2.94
2/3 & 6/61	Commercial Credit Company Common Stock	400	78 (200) 77-1/2(100) 76-3/4(100)	31,212.03	4.10
2/3 & 6/61	Johns-Manville Corporation Common Stock	400	61-7/8(100) 62-1/8(100) 61-3/4(100) 61-1/2(100)	24,905.73	3.21
2/6/61	Merck & Company, Inc. Common Stock	300	87-1/4	26,318.19	1.82
2/6/61	Norfolk & Western Railway Company Common Stock	300	103-1/4	31,122.99	4.82
2/8/61	General Electric Company Common Stock	400	69-1/8	27,833.64	2.87
2/8/61	Monsanto Chemical Company Common Stock	500	48-1/4	24,340.65	2.05

\*Includes brokerage commissions paid.

\*\*Yield at present indicated dividend rate.

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
2/10/61	Consumers Power Company Common Stock	400	65-1/4(300) 65 (100)	\$ 26,257.09	3.96%
2/10/61	Ohio Edison Company Common Stock	700	38-1/2(400) 38-3/8(300)	27,180.07	3.81
2/13/61	The First National City Bank of New York Capital Stock	100	83-7/8 Net	8,387.50	3.58
2/13/61	St. Paul Fire & Marine Insurance Company Capital Stock	100	69-3/4 Net	6,975.00	2.06
2/13/61	Security First National Bank (Los Angeles) Common Stock	200	67 Net	13,400.00	2.39
2/17/61	Addressograph-Multigraph Corporation Common Stock	200	87-1/4(100) 87 (100)	17,520.43	1.03
2/17/61	The Kroger Company Common Stock	800	32-3/8(200) 32-1/4(200) 32 (200) 31-7/8(100) 31-3/4(100)	25,967.96	3.39
2/20/61	Kimberly-Clark Corporation Common Stock	300	92 (100) 91-3/4(200)	27,694.56	1.95
2/20 & 21/61	Utah Power & Light Company Common Stock	700	37-3/4(100) 37-1/2(400) 37-3/8(100) 37-1/8(100)	26,489.13	3.49
2/24/61	Gulf States Utilities Company Common Stock	600	39	23,631.00	2.54
2/24/61	Minnesota Mining and Manufacturing Company Common Stock	300	79-7/8(100) 79-5/8(100) 79-1/2(100)	24,040.90	0.75
2/24/61	The Borden Company Capital Stock	400	63-1/2(200) 63 (200)	25,481.30	2.35
2/24/61	Phillips Petroleum Company Common Stock	400	57-3/4(200) 57-1/4(200)	23,179.02	2.93
2/27/61	Chemical Bank New York Trust Company Capital Stock	100	67-5/8 Net	6,762.50	3.84
2/27/61	The First National Bank of Chicago Common Stock	200	65-1/2 Net	13,100.00	2.44
2/27/61	United States Fidelity and Guaranty Company Capital Stock	300	50-1/2 Net	15,150.00	2.38
2/27/61	Bankers Trust Company (New York) Capital Stock	100	55-3/4 Net	5,575.00	3.53
2/27/61	The Travelers Insurance Company Capital Stock	100	105-3/4 Net	10,575.00	1.51

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

COMMON STOCKS (Continued)

Date of Purchase	Security	No. of Shares Purchased	Market Price at which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
2/27/61	Public Service Electric and Gas Company Common Stock	500	49-1/2	\$ 24,968.75	4.01%
2/27/61	The Southern Company Common Stock	500	50 Net	25,000.00	3.00
	Total Common Stocks Purchased	<u>19,200</u>		<u>1,129,297.46</u>	<u>3.11</u>
	TOTAL CORPORATE SECURITIES PURCHASED			<u>\$2,666,119.96</u>	<u>3.97%</u>

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

SALE OF CORPORATE SECURITIES

Date Sold	Security Sold	Net Sales Proceeds
12/22/60	84/100ths fractional interest in share of The Dow Chemical Company Common Stock received in 2% stock dividend	\$ 61.95#
1/18/61	44/100ths fractional interest in share of Gulf Oil Corporation Capital Stock received in 3% stock dividend	15.04#
1/31/61	24/100ths fractional interest in share of Monsanto Chemical Company Common Stock received in 2% stock dividend	10.98#
2/7/61	38/100ths fractional interest in share of The Goodyear Tire & Rubber Company Common Stock received in 2% stock dividend	13.32#
2/10/61	38/50ths fractional interest in share of Texaco Inc. Capital Stock received in 2% stock dividend	69.35#
2/13/61	14/100ths fractional interest in share of International Paper Company Common Stock received in 2% stock dividend	4.65#
2/20/61	36/100ths fractional interest in share of Pittsburgh Plate Glass Company Capital Stock received in 2% stock dividend	26.64#
2/14, 15, 16 & 17/61	11,800 shares United Gas Corporation Common Stock, sold 1000 at 35-1/8 and 10,800 at 35 (Gain on sale over book value \$6,313.39)	408,171.88

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

PERMANENT UNIVERSITY FUND INVESTMENT PROGRAM - REPORT ON SWITCHING PROGRAM FOR HOLDING OF NONMARKETABLE TREASURY SECURITIES AUTHORIZED JUNE 13, 1959, AND RECOMMENDATION RE CONTINUATION OF THE PROGRAM.--At the June 13, 1959, meeting of the Board of Regents, the Endowment Officer was authorized to carry out a switching program up to a total of \$30,000,000 par value of the \$67,700,000 par value of the nonmarketable 2-3/4% Treasury Bonds, Investment Series B, due 4/1/80-75, held by the Permanent University Fund. The program approved was to exchange the 2-3/4s into marketable 1-1/2% Treasury Notes, the latest issue available, and to sell the notes and to use the net proceeds for reinvestment in a like par amount of either the Treasury 3-1/4s of 5/15/85 or the Treasury 3-1/2s of 2/15/90, or in any other Treasury securities which afford comparable advantages, the timing of such exchanges and sales and the reinvestment securities to be determined by the Staff Investment Committee.

The switching program for the \$30,000,000 authorized was completed over a period extending from July 16, 1959 to October 18, 1960, with the result that the rate of return on the \$30,000,000 was increased from the 2.73% yield on the 2-3/4s to a 3.28% average yield on the 3-1/4s and 3-1/2s reinvested, or an increase in annual income of some \$162,892.84.

It is recommended that the Board authorize continuation of the switching program for the remaining \$37,700,000 of the 2-3/4s held by the fund on the same basis as the June 13, 1959 authorization.

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

EASEMENTS:

No.	Grantee	Type of Permit	County	Location	Distance or Area	Period	Consideration
1547	Shell Pipe Line Corporation	Pipe Line	Andrews	Sec. 27, Blk. 1	58 rds.-4 $\frac{1}{2}$ in.	12/1/60-11/30/70	\$50.00
1548	Humble Pipe Line Co. (Renewal of No. 467)	Tank Farm	Reagan	Sec. 14, Blk. 11	9.30 acres	1/24/61-1/23/71	930.00
1549	Phillips Petroleum Co.	Pipe Line	Andrews	Secs. 1, 2, Blk. 4 Secs. 5, 6, 8, Blk. 5	271.1 rds.-3 $\frac{1}{2}$ in. 1,122.8 rds.- 4 $\frac{1}{2}$ in.	1/1/61-12/31/70	629.15
9-1 1550	Shell Pipe Line Corporation	Pipe Line	Andrews	Secs. 13, 14, Blk.9	434 rds.-2 in.	1/1/61-12/31/70	108.50
1551	El Paso Natural Gas Company	Pipe Line	Crockett	Sec. 29, Blk. 12	136.788 rds. 4 $\frac{1}{2}$ in.	3/1/61-2/28/71	68.39
1552	Texas Electric Service Co.	Power Line	Andrews	Secs. 14, 15, 42, 43, 45, 46, Blk.9; Secs. 4, 21, 22, Blk.11; Sec. 22, Blk. 12; Secs. 11,20,21, 32,41,44, Blk.13; Secs. 8,11, Blk. 14; Sec. 29, Blk.30; Secs. 11, 12, Blk. 31; Sec. 11, Blk. 35; Secs. 4, 8, Blk. 16	2,863.94 rds.	1/1/61-12/31/70	1,431.97
1553	Union Texas Natural Gas Corp.	Pipe Line	Upton	Sec. 32, Blk. 3; Secs. 1, 4, 5, 9, 15, 16, 22, Blk. 22	1,486.4 rds. 4 $\frac{1}{2}$ in.	2/1/61-1/31/71	743.20

No.	Grantee	Type of Permit	County	Location	Distance or Area	Period	Consideration
1554	Pecos County	Highway and drainage channels	Pecos	Secs. 2, 5, 8, 9, 12, 13, 17, 20, Blk. 21 Secs. 5, 12, 17, Blk. 21	13.35 acres 6.83 acres	So long as used for highway purposes from March, 1961	\$ -0-
1555	El Paso Natural Gas Co.	Pipe Line	Andrews	Sec. 31, Blk. 9	157.12 rds.-3 $\frac{1}{2}$ in.	3/1/61-2/28/71	50.00
1556	Pan American Petroleum Corp.	Pipe Line	Andrews	Secs. 32, 41, 42, Blk. 13	719.03 rds.-4 $\frac{1}{2}$ in.	1/6/61-1/5/71	359.52
1557	El Paso Natural Gas Co.	Pipe Line	Andrews	Sec. 16, Blk. 1	5.012 rds.-4 $\frac{1}{2}$ in.	3/1/61-2/28/71	50.00
1558	Superior Oil Company	Salt Water Disposal Well	Crockett	Sec. 28, Blk. 46	5 acres	3/1/61-2/28/71	500.00

CALICHE PERMITS

<u>No.</u>	<u>Grantee</u>	<u>County</u>	<u>Location</u>	<u>Quantity</u>	<u>Consideration</u>
197	Gentry Construction Co., Inc.	Crane	Block 30	1,482 cu.yds.	\$370.50
198	Frank Montgomery	Andrews	Block 9	588 cu.yds.	147.00

SALT WATER DISPOSAL EASEMENT NO. 1402, TEXACO INCORPORATED, MARTIN COUNTY, TEXAS - PERMISSION FOR DISPOSAL OF SALT WATER FROM ANOTHER UNIVERSITY OIL AND GAS LEASE.-- On October 3, 1959, the Board of Regents granted Texaco Incorporated an easement for 10 years covering 5 acres in Section 16, Block 7, University Lands, Martin County to be used for the operation of a disposal well for salt water and other waste products from oil and gas wells operated by Texaco on University Lands. The easement provides that waste products from wells owned and operated by other parties shall not be injected into the disposal well without the University's consent. Texaco has proposed that it be allowed to grant permission to J. L. Hamon to inject salt water and other waste products from a well operated by Mr. Hamon in the NE/4 of SE/4 of Section 12, Block 7. The University staff has granted this request and recommends that the Board of Regents grant and ratify this action.

CANCELLATION OF POWER LINE EASEMENT NO. 766, SKELLY OIL COMPANY, ANDREWS COUNTY.--Power Line Easement No. 766 was granted to Skelly Oil Company across portions of the NW/4 of Section 3, Block 10, Andrews County for the 10-year period February 1, 1956 through January 31, 1966 and full consideration of \$72.12 was received. Notification has been received from the lessee that the line has been salvaged with the request that the easement be cancelled. Such cancellation is recommended.

CAMPSITE EASEMENTS NOS. 461 AND 659, PLANT SITE EASEMENT NO. 1535, ASSIGNMENT FROM MONTEREY OIL COMPANY TO HUMBLE OIL & REFINING COMPANY.--Effective December 31, 1960, Humble Oil & Refining Company purchased and acquired the major part of Monterey Oil Company's assets and business and assumed all of Monterey's obligations with respect to the properties acquired. Among those properties are the following easements from the Board of Regents of The University of Texas:

Camp Site Easement No. 461 - A tract of 0.62 acres out of the SW/4 of Section 17, Block 13, University Lands, Andrews County for a 20-year period, December 1, 1950 through November 30, 1970 at a total consideration of \$25 paid in advance. This easement was originally granted to Stanolind Oil and Gas Company, was assigned in 1954 to Fullerton Oil Company, which was merged with Monterey Oil Company in 1956.

Camp Site Easement No. 659 - A tract of 0.86 acres out of the NE/4 of Section 30, Block 13, University Lands, Andrews County for a 1-year period beginning July 1, 1954 and ending June 30, 1955, with an option to extend and renew from year to year, but not to exceed a total period of 10 years, at annual rental of \$50, payable in advance. This easement was originally granted to Fullerton Oil and Gas Corporation, which was merged with Monterey Oil Company in 1956.

Plant Site Easement No. 1535 - A tract of 9.66 acres out of the SE/4 of NW/4 of Section 5, Block 13, University Lands, Andrews County for a 10-year period, September 1, 1960 through August 31, 1970, with right of renewal upon mutually agreeable terms, at a total consideration of \$966 paid in advance.

Checks in the amount of \$75, representing the \$25 assignment fee for each of the easements listed, and \$3, covering the filing fee to the Commissioner of the General Land Office for the three easements, have been received.

Approval of such assignments is recommended.

GRAZING LEASE NO. 760, REAGAN COUNTY - ASSIGNMENT FROM RALPH PEMBROOK TO WAY & SCHNEEMAN.--This application covers assignment of Grazing Lease No. 760 to Way & Schneeman, a partnership, from Ralph Pembrook covering 19,515.2 acres in Blocks 7, 8, 11 and 12, Reagan County for the remaining term of the lease. The lease was granted for a 5-year period, January 1, 1959 through December 31, 1963 at \$0.50 per acre per year, payable in semi-annual installments of \$4,878.80 by the first day of January and July during the term of the lease. No assignment bonus has been received, Mrs. Way and Mrs. Schneeman being the daughter and granddaughter of Mr. Pembrook. The General Land Office filing fee of \$1 has been received.

GRAZING LEASE NO. 823 TO SCHARBAUER CATTLE COMPANY AND GRAZING LEASE NO. 824 TO ARNOLD P. SCHARBAUER - CORRECTION OF ACREAGE.-- At the December, 1960 meeting of the Board of Regents, approval was given of renewal of these two grazing leases. In both instances the acreage shown was that in use on the lease rather than including acreage in controversy because of boundary disputes as had been our previous practice. It is, therefore, recommended that the acreage in these leases be corrected as follows to include such acreage, the semi-annual rental payments to remain as shown previously:

Grazing Lease No. 823 to Scharbauer Cattle Company -  
Correct acreage covered by lease from 79,118.5 to 80,201.49.

Grazing Lease No. 824 to Arnold P. Scharbauer -  
Correct acreage covered by lease from 24,828.6 to 25,657.2.

WATER EXPLORATION PERMIT NO. 87, ECTOR WATER COMPANY, ANDREWS COUNTY - EXPIRATION OF PERMIT.--The Board of Regents, at its meeting of October 3, 1959 granted the Ector Water Company a 1-year water exploration permit, without charge, covering 23,682.2 acres in Block 10, University Lands, Andrews County, which was assigned No. 87. The period of exploration was January 1 through December 31, 1960 with lease terms to be negotiated if a lease were entered into. We are now advised, by affidavit of the President of Ector Water Company, that no wells were drilled and no exploratory operations conducted under the permit. The expiration of the permit is reported for the information of the Board.



PERMITS FOR PROSPECTING FOR POTASH AND ALLIED MINERALS, WITH OPTIONS TO LEASE, TO B. R. GREATHOUSE, MIDLAND, TEXAS.--The University has received, through the law firm of Stubbeman, McRae, Sealy & Laughlin, seven separate applications from B. R. Greathouse of Midland for prospecting permits for potash and allied minerals (potassium, sodium, phosphorous and other minerals of similar occurrence and their salts and compounds, but especially excluding oil and gas), with each permit to carry an option to lease. The proposed fees to be paid by Mr. Greathouse, checks for which have been received by the University, are at the rate of \$0.25 per acre. The area to be covered by each permit and the fee for each permit are as follows:

- Permit No. 1 - Covering 4,480 acres in Crane County, Block 30, Sections 1, 2, E/2 3, 11, 12, 13, E/2 14, 24. Consideration \$1,120.00.
- Permit No. 2 - Covering 1,920 acres in Ector and Crane Counties, Block 39, Sections E/2 5, E/2 6, 10 W/2 11, E/2 12. Consideration \$480.00.
- Permit No. 3 - Covering 11,520 acres in Andrews County, Block 1, Sections 27, 31-37 inclusive; Block 9, Sections 24-27 inclusive, E/2 34, 35-38 inclusive, E/2 39, 48. Consideration \$2,880.00.
- Permit No. 4 - Covering 2,880 acres in Andrews County, Block 10, Sections 21, W/2 22, W/2 27, 28, 33, W/2 34. Consideration \$720.00.
- Permit No. 5 - Covering 5,760 acres in Ward and Winkler Counties, Block 17, Sections 9-12 inclusive; Winkler County, Block 21, Sections 38, 39, 45, 46, 47. Consideration \$1,440.00.
- Permit No. 6 - Covering 3,840 acres in Winkler County, Block 21, Sections 2, 3, 4, 9, 10, 11. Consideration \$960.00.
- Permit No. 7 - Covering 5,587 acres in Loving County, Block 19, Sections 2-10 inclusive. Consideration \$1,396.75.

Each of the permit forms carries the same terms, and the lease form to be executed by the University and Mr. Greathouse, when and if the option to lease under any permit is exercised, is in the same form as to all permits.

The principal provisions of each Potash and Allied Minerals Permit and of the lease form are as follows:

#### PROSPECTING PERMIT

1. The permit is to be for a period of two years, reciting payment by the Permittee of \$0.25 per acre as consideration for granting of the permit.
2. Rental of \$0.10 per acre for the total acreage covered by the permit will be paid to the University at the beginning of the second year of the permit, except that Permittee at any time during the term of the permit may release all or part of the lands under each permit.
3. Permittee will have the right to conduct surface and aerial surveys on the lands covered, and the exclusive right to test and explore for potash and allied minerals. No gravity meters, magnetometers, seismological or other geophysical instruments or equipment may be used.
4. Permittee will furnish University full information, as set out in detail in the Permit obtained from survey and exploration work.
5. Adequate provisions for the protection of the University as to use of the surface and as to surface damage are carried in the permit form, and Permittee will, within 30 days after execution of each permit, deposit with the University \$500 for each permit to guarantee performance of all obligations to the University.

6. Permittee is to be granted exclusive right to lease at any time during term of the prospecting permit all or any part of the Permit Lands, according to the terms of the lease form attached to each permit. More than one lease may be made under any permit but no lease may exceed 4 sections and the sections must be contiguous.

7. Permittee may not assign his rights under the permit in whole or in part without the prior written consent of the University.

#### LEASE FORM

1. The lease is for the purpose of exploring for, mining, developing and producing potassium, sodium, phosphorous and other minerals of similar occurrence and their salts and compounds (but especially excluding oil and gas) and will be for a primary term of 10 years with a bonus of \$5 per acre, each lease not to cover more than 4 contiguous sections.

2. Lessee will invest in actual explorations, development or improvements upon the leased land a minimum of \$30,000 with at least one-third to be expended during the first year of the lease and a like proportion each of the two succeeding years.

3. Royalty. Royalty to be paid the University will be 5% of the gross value of the output of the minerals at the point of shipment to market. Beginning with the fourth year of the lease, a minimum of \$2,500 royalty will be paid annually.

4. Rental. One year from date of lease, lessee will pay annual rental of \$0.50 per acre to cover the second year of the lease and pay annual rental at the same rate for the third, fourth and fifth years of the lease and \$1.00 per acre annually in advance thereafter unless the royalty received during the preceding year shall equal or exceed the amount of annual rental.

5. Lessee will furnish bond in the sum of \$50,000, with sureties acceptable to the University, conditioned upon compliance with the terms of the lease.

6. The lease carries provisions satisfactory to the University regarding information to be furnished to the University, use of surface, and similar matters.

All terms of the proposals have been reviewed and approved by the Geologist-in-Charge of University Lands and acceptance of the proposals is recommended by the University staff. It is, therefore, recommended that these seven Potash and Allied Minerals Prospecting Permits, with options to lease, be granted and that the Chairman of the Board of Regents be authorized to execute the instruments after approval as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

PERMANENT UNIVERSITY FUND--BOND MATTERS.--

PERMANENT UNIVERSITY FUND BONDS, SERIES 1961 - SELECTION OF BOND COUNSEL.--So that preliminary work for issuance of Board of Regents of The University of Texas Permanent Fund Bonds, Series 1961, expected to be sold in June or July of this year, can progress, it is recommended that the Board of Regents select bond counsel for the 1961 Series at this time. Recommendations as to the amount of the issue, and related details, will be submitted in due course.

The firm of McCall, Parkhurst, Crowe, McCall & Horton of Dallas served as counsel on the 1949 Permanent Fund Bonds, the refunding of the 1949 Permanent Fund Bonds, and on the Series 1959 issue of bonds. The firm of Vinson, Elkins, Weems and Searls of Houston served as bond counsel on the Board of Regents 1960 Permanent Fund Bonds. The Board of Directors of Texas A & M College did not sell bonds in 1960 but plan a joint sale with the University in 1961. The A & M Board of Directors has recently selected McCall, Parkhurst, Crowe, McCall & Horton as counsel for their 1961 issue, the firm having handled all of the A & M Permanent Fund Bonds.

It is recommended that the Board of Regents employ the firm of McCall, Parkhurst, Crowe, McCall & Horton for its 1961 Series of Permanent Fund Bonds, the fee arrangement to be presented to the Board of Regents at a later date for approval.

TRUST AND SPECIAL FUNDS -- INVESTMENT MATTERS.--

REPORT OF PURCHASES AND SALES OF SECURITIES.--The following purchases and sales of securities have been made for the Trust and Special Funds since the meeting of January 17, 1961. We ask that the Board ratify and approve these transactions:

PURCHASE OF SECURITIES

<u>Date</u>	<u>Security</u>	<u>Principal Cost</u>
12/22/60	30/100ths fractional interest in share of The Dow Chemical Company Common Stock to complete extra share received in 2% stock dividend (Funds Grouped for Investment)	\$ 22.12
1/6/61	\$28,000 par value U. S. 4-7/8% Treasury Notes of Series C-1963, dated 11/15/59, due 11/15/63, purchased at 104.75 Net to yield 3.14% to maturity (Temporary Investment - Interscholastic League Funds - Football Account)	29,330.00
	\$19,000 par value U. S. 3-1/2% Treasury Bonds of 1998, dated 10/3/60, due 11/15/98, purchased at 91.9375 Net to yield 3.91% to maturity (Student Property Deposit Scholarship Fund)	17,468.13
	\$2,000 par value U. S. 2-1/2% Treasury Bonds of 1961, dated 2/15/54, due 11/15/61, purchased at 100 Net to yield 2.50% to maturity (Murray Case Sells Foundation Student Loan Fund)	2,000.00
1/10 & 11/61	400 Shares Baltimore Gas & Electric Company Common Stock, purchased at 29	11,734.00
	400 Shares Oklahoma Gas & Electric Company Common Stock, purchased at 35-1/2	14,347.00
	300 Shares Philadelphia Electric Company Common Stock, purchased at 52-3/4 (Hogg Foundation: Varner Properties)	15,957.84
1/10/61	100 Shares Potomac Electric Power Company Common Stock, purchased at 33-3/4	3,410.88
	100 Shares Public Service Electric and Gas Company Common Stock, purchased at 44-7/8 (Funds Grouped for Investment)	4,528.94
	200 Shares Public Service Electric and Gas Company Common Stock, purchased at 44-7/8	9,057.88
	100 Shares Standard Oil Company (New Jersey) Capital Stock, purchased at 42-7/8 (The James W. McLaughlin Fellowship Fund - Reserve for Depletion - Medical Branch)	4,327.94
1/19/61	64/100ths fractional interest in share of Gulf Oil Corporation Capital Stock to complete extra share received in 3% stock dividend (Funds Grouped for Investment)	21.87
1/24/61	\$10,000 par value Dallas Independent School District 2-1/4% School-house Bonds, Series 1955, dated 6/1/55, due 6/1/74, purchased at 86.282 Net to yield 3.55% to maturity (Albert Sidney Burleson Loan-Scholarship Fund)	8,628.20
1/26 & 27/61	300 Shares Armco Steel Corporation Common Stock, purchased at 69	20,837.70
	300 Shares Corn Products Company Common Stock, purchased at 81-1/4	24,516.39
	400 Shares Public Service Electric and Gas Company Common Stock, purchased 300 at 47-1/8 and 100 at 47	19,007.68
	400 Shares Socony Mobil Oil Company, Inc. Capital Stock, purchased 100 at 43-1/4 and 300 at 44 (Hogg Foundation: W. C. Hogg Estate Fund)	17,688.63

PURCHASE OF SECURITIES  
(Continued)

Date	Security	Principal Cost	
1/26 & 27/61	400 Shares Bank of America National Trust & Savings Association Common Capital Stock, purchased at 50-3/4 Net	\$ 20,300.00	
	300 Shares Chemical Bank New York Trust Company Capital Stock, purchased at 63-1/4 Net (Hogg Foundation: W. C. Hogg Estate Fund)	18,975.00	
1/27/61	\$86,000 par value U. S. 3-1/8% Treasury Certificates of Indebted- ness of Series C-1961, dated 8/15/60, due 8/1/61, purchased at 100.375 Net to yield 2.35% to maturity	86,322.50	
	\$110,000 par value U. S. 4% Treasury Notes of Series B-1962, dated 9/26/57, due 8/15/62, purchased at 101.75 Net to yield 2.85% to maturity	111,925.00	
	\$138,000 par value U. S. 2-1/2% Treasury Bonds of 1963, dated 12/15/54, due 8/15/63, purchased at 98.28125 Net to yield 3.20% to maturity	135,628.13	
	\$51,000 par value U. S. 5% Treasury Notes of Series B-1964, dated 10/15/59, due 8/15/64, purchased at 104.9375 Net to yield 3.52% to maturity	53,518.13	
	\$43,000 par value U. S. 4-5/8% Treasury Notes of Series A-1965, dated 5/15/60, due 5/15/65, purchased at 103.9375 Net to yield 3.65% to maturity	44,693.13	
	\$35,000 par value U. S. 3% Treasury Bonds of 1966, dated 2/28/58, due 8/15/66, purchased at 97.5625 Net to yield 3.49% to maturity	34,146.88	
	\$32,000 par value U. S. 2-1/2% Treasury Bonds of 1967-62, dated 5/5/42, due 6/15/67-62, purchased at 93.875 Net to yield 3.55% to maturity (College of Engineering Ford Foundation Grant - Various Purposes)	30,040.00	
	2/6/61	200 Shares Armco Steel Corporation Common Stock, purchased at 69-1/2	13,991.90
		300 Shares Monsanto Chemical Company Common Stock, purchased at 47-5/8	14,415.93
		100 Shares National Biscuit Company Common Stock, purchased at 76-5/8	7,709.16
400 Shares Ohio Edison Company Common Stock, purchased at 37-3/8		15,100.76	
200 Shares Phillips Petroleum Company Common Stock, purchased at 58-5/8		11,814.72	
300 Shares Public Service Electric and Gas Company Common Stock, purchased at 48-5/8		14,717.43	
200 Shares Southern California Edison Company Common Stock, purchased at 72 (University Cancer Foundation - M. D. Anderson Hospital and Tumor Institute)		14,492.40	
2/8/61		\$78,000 par value U. S. 4-5/8% Treasury Notes of Series A-1965, dated 5/15/60, due 5/15/65, purchased at 103.9375 Net to yield 3.62% to maturity (Student Union Revenue Bonds, Series 1958 - Reserve for Bond and Interest Sinking Fund)	81,071.25
	\$35,000 par value Ditto (Dormitory Revenue Bonds, Series 1956 - Reserve for Bond and Interest Sinking Fund)	36,378.13	
	\$11,000 par value Ditto (The University of Texas (Medical Branch) Dormitory Revenue Bonds, Series 1955 - Reserve for Bond and Interest Sinking Fund)	11,433.12	
2/10/61	29/50ths fractional interest in share of Texaco Inc. Capital Stock to complete extra share received in 2% stock dividend (Funds Grouped for Investment)	52.93	

PURCHASE OF SECURITIES  
(Continued)

Date	Security	Principal Cost
2/13/61	200 Shares Gulf States Utilities Company Common Stock, purchased at 37-1/2 (University Cancer Foundation - M. D. Anderson Hospital and Tumor Institute)	\$ 7,575.50

SALES OF SECURITIES

Date	Security	Net Proceeds
12/22/60	16/100ths fractional interest in share of The Dow Chemical Company Common Stock received in 2% stock dividend (Hogg Foundation: W. C. Hogg Estate Fund)	\$ 11.80
	16/100ths fractional interest Ditto (Will C. Hogg Memorial Scholarships Fund)	11.79
	16/100ths fractional interest Ditto (Wilbur S. Davidson Educational Fund)	11.80
1/19/61	92/100ths fractional interest in share of Gulf Oil Corporation Capital Stock received in 3% stock dividend (Hogg Foundation: W. C. Hogg Estate Fund)	31.44
	28/100ths fractional interest Ditto (Rosalie B. Hite Endowment for Cancer Research)	9.57
	36/100ths fractional interest Ditto (Wilbur S. Davidson Educational Fund)	12.30
1/20/61	700 Shares Phelps Dodge Corporation Capital Stock, sold 200 at 50-3/8 and 500 at 50 (Gain on sale over book value \$14,328.40) (Hogg Foundation: W. C. Hogg Estate Fund)	34,724.17
1/31/61	76/100ths fractional interest in share of Monsanto Chemical Company Common Stock received in 2% stock dividend (Funds Grouped for Investment)	34.77
	48/100ths fractional interest Ditto (Rehabilitation Clinic Endowment Fund - Medical Branch)	21.96
2/7/61	36/100ths fractional interest in share of The Goodyear Tire and Rubber Company Common Stock received in 2% stock dividend (Hogg Foundation: Varner Properties)	12.61
	75 Shares Delhi-Taylor Oil Corporation Common Stock, sold at 13-7/8 (Wofford Cain Gift - Furnishings for Chancellor-elect Ransom's Home)	1,022.57
2/10/61	24/50ths fractional interest in share of Texaco Inc. Capital Stock received in 2% stock dividend (Hogg Foundation: W. C. Hogg Estate Fund)	43.80
	26/50ths fractional interest Ditto (E. D. Farmer International Scholarship Fund)	47.45
	2/50ths fractional interest Ditto (University Cancer Foundation - M. D. Anderson Hospital and Tumor Institute)	3.65
	25/50ths fractional interest Ditto (The William Heuermann Fund for Cancer Research - M. D. Anderson Hospital and Tumor Institute)	45.63

SALES OF SECURITIES  
(Continued)

Date	Security	Net Proceeds
2/20/61	42/100ths fractional interest in share of Pittsburgh Plate Glass Company Capital Stock received in 2% stock dividend (Hogg Foundation: W. C. Hogg Estate Fund)	\$ 31.08
2/21/61	20/40ths fractional interest in share of American Electric Power Company, Inc. Common Stock received in 2-1/2% stock dividend (Hogg Foundation: W. C. Hogg Estate Fund)	32.32

SALE MADE BY THE REPUBLIC NATIONAL BANK,  
TRUSTEE OF LILA BELLE ETTER ESTATE  
(At request of Endowment Officer)

Date	Security	Net Proceeds
2/20/61	1,437 Shares Employers Casualty Company Common Stock (\$37,887.17 less trustee's fee to the bank of 1% on distributions - \$378.87)(Gain on sale over book value \$7,757.91) (Sale necessary to provide funds for University appropriations made by the Board of Regents out of the Etter Estate)	\$ 37,508.30

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

MAIN UNIVERSITY - SHIRLEY R. GREEN FELLOWSHIP FOR GIRLS - RECOMMENDATION FOR CHARGING OFF NOTE ESTABLISHING FUND AND CANCELLING FELLOWSHIP.--On July 31, 1903, Mr. A. C. Green of Palestine, Texas, executed a note for \$5,000, payable on or before his death, with interest at 5% per annum. The interest was payable on September 1 of each year, beginning in 1903, and the note was for the purpose of establishing a fellowship for girls at the Main University of \$250 per year as a memorial to his sister, Miss Shirley R. Green. The fellowship was established and the note accepted by the Board of Regents at its meeting of August 3, 1903. Interest on the note was paid in full by Mr. Green to September 1, 1914 and \$50 paid on interest for 1915. Presumably the fellowship was awarded during those years. No further interest was paid after that date and the only assets of the fund have been the note held by the University. The note and the account are still carried on the books of the University though the fellowship has been inactive. It has now been ascertained that Mr. Green died in 1923 or 1924, his will was probated in 1924, and the estate was insolvent. It is, therefore, recommended that this fellowship be cancelled and the note written off the University's books.

MEDICAL BRANCH - VIOLA F. CORLEY ESTATE - REPORT ON SALE OF FARM PROPERTY, LIMESTONE COUNTY, TEXAS, AND FINAL DISTRIBUTION OF ESTATE.--On September 24, 1960, the Board of Regents accepted a purchase offer covering its interest of  $6\frac{1}{4}\%$  in 443 acres of land and improvements in Limestone County, Texas and authorized execution of a contract of sale and deed by the Chairman. The deed dated November 18, 1960 was executed by the Chairman, as well as by individual beneficiaries of the estate, and the sale was closed. Check in the amount of \$2,764.09 covering final cash distribution due the University has been received and forwarded to the Medical Branch for the Viola Whatley Fontaine Corley Fund for the Encouragement of the Study of Psychiatry as provided in the will and in action of the Board of Regents on January 23, 1960. In February, 1960, check in the amount of \$1,706.32 covering the University's share in a life insurance trust was received and forwarded to the Medical Branch, and \$824.07 in October, 1960 for sale of two lots in Mexia, making a total of \$5,294.48.

In the sale of the Limestone County property, there was a royalty reservation so that the University owns a non-participating royalty interest of  $6\frac{1}{4}\%$  of  $1/32$  for a period of ten years from date of the deed.

DENTAL BRANCH - ESTATE OF AMELIA S. MCCARTHY - REPORT ON FINAL DISTRIBUTION.--At the September 24, 1960 meeting of the Board of Regents, the bequest to the Dental Branch from the Estate of Mrs. Amelia Scherer McCarthy of \$10,000 or 5% of her estate, whichever amount was smaller, was reported and accepted by the Board for the establishment of an endowment account to be known as the Amelia McCarthy Memorial Fund for Dr. Walter Henry Scherer. At that time preliminary distribution of \$5,000 had been received. We have now received final distribution of \$5,000 which is being added to the above endowment account in Funds Grouped for Investment as of March 1, 1961. Income from the endowment account will be used as provided in the will "in the School of Dentistry. . . in any manner as the Dean of the Dental School may determine."



M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - ESTATE OF MARY ISABELLA LOVE - FINAL DISTRIBUTION AND RECOMMENDATION FOR RATIFICATION OF SALE OF MINERALS.--  
The residue of the estate of Miss Mary Isabella Love was devised to the M. D. Anderson Hospital and Tumor Institute "to be used as a research fund to aid in the study of cancer of the blood and lymph glands." Miss Love died in 1956, and the bequest was reported to the Board of Regents at its meeting of June 1, 1956. Receipt of the sum of \$20,000 was reported to the meeting of October 11, 1957, \$15,000 of which has been used to establish an endowment account entitled "Mary Isabella Love Fund for Research of Cancer of the Blood." The proposal to sell the mineral interests of the estate to the family of Miss Love for the sum of \$1,800 and proceed with necessary steps for the closing of the estate was approved by the Board of Regents at its meeting of March 12, 1960.

A final distribution in the amount of \$8,054.96, which includes \$1,800 for the mineral interests referred to above, has been received and added to the endowment account. Upon request by the attorney for the Executors, and with the approval of the Land and Trust Attorney and the Endowment Officer, the Chairman of the Board of Regents has executed on behalf of the Board quitclaim deeds covering the mineral interests in further support of the Board's consent in the sale of the minerals. It is recommended that the Board of Regents approve and ratify all of these actions.

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

ARCHER M. HUNTINGTON MUSEUM FUND - OIL AND GAS LEASE TO THE BRITISH-AMERICAN OIL PRODUCING COMPANY - REQUEST FOR PERMISSION TO DREDGE CHANNEL.-- By instrument dated December 27, 1960 as authorized by the Board of Regents on December 10, 1960, an oil, gas and mineral lease was entered into by The British-American Oil Producing Company covering 1,140 acres in the H. B. Littlefield Survey, Galveston County. British-American plans to drill a well on this acreage, the site as tentatively selected being approximately 1,019 feet from the University's Bay shore line, approximately due east from the northernmost neck of Swan Lake and approximately 3,000 feet south of the Texas City Barge Canal. The proposed drillsite is on marshy ground, and access by land is somewhat difficult. British-American proposes to use a barge rig for the drilling and requests permission from the Board of Regents to dredge a channel to approximately 7 feet below mean low water into the drillsite. The channel will extend on out in the Bay to provide barge access. The channel on University land will be approximately 70 feet wide except for the drillsite end of the channel where it will be 200 feet wide for a distance of about 500 feet.

It is recommended that the Endowment Officer be authorized to notify British-American that the Board of Regents grants permission for dredging the channel with the understanding that it will be filled back, upon request by the University, not later than the termination of the British-American lease, the continued use of the channel after the drilling of this first well to be arrived at by mutual agreement, depending on production results and other mutual considerations.

HOGG FOUNDATION: VARNER PROPERTIES, ROSSONIAN PROPERTY ON WALKER AVENUE BETWEEN FANNIN AND SAN JACINTO, HOUSTON, TEXAS - REPORT ON OPTION TO MR. MELVIN SILVERMAN FOR PURCHASE.--As authorized by the Board of Regents on October 22, 1960, an agreement dated November 29, 1960 was entered into with Mr. Melvin Silverman granting him for a period of 90 days an option to purchase the Hogg Foundation property on Walker Avenue in Houston for \$1,000,000 cash. Mr. Silverman paid \$500 for the option. The option expired on January 20 without being exercised by Mr. Silverman. By letter of January 20 to the University, Mr. Silverman requested an extension of 60 days. He was notified that an extension could be granted only by the Board of Regents at a regular meeting, that it was doubtful that an extension could be obtained, and that he might consider making a firm offer to purchase the property for \$1,000,000 supported by earnest money. There has been no further word from Mr. Silverman, and this is a report for information purposes only.

HOGG FOUNDATION: W. C. HOGG MEMORIAL FUND - PROPOSAL FOR OIL AND GAS LEASE TO C. E. MURDOCK, SR., ON ARKANSAS MINERAL PROPERTY NO. 3, UNION COUNTY, ARKANSAS.--The University, as Trustee of the Hogg Foundation, has received a proposal through Mr. Wm. B. Ferguson for an oil and gas lease to C. E. Murdock, Sr., on 106 acres in Union County, Arkansas. Of the 106 acres, 66 are in Section 8, Township 16 under which the University owns 7/128ths interest, 3/128ths as Trustee under the will of Tom Hogg, the Board of Regents having acquired by exchange Mrs. Margaret Wells Hogg's life interest in June, 1959, and 4/128ths as Trustee under the will of W. C. Hogg; under 40 acres in Section 9, Township 16, the University owns 7/64ths, 3/64ths under the exchange cited above, and 4/64ths under the will of W. C. Hogg.

The lease is to be for a primary term of one year from January 10, 1961, carries no cash consideration, but does provide for an overriding royalty of 1/16th of 7/8ths in addition to the customary 1/8th royalty. Miss Ima Hogg and Mrs. Alice N. Hanszen have executed the lease under these terms covering their interests in the property.

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

HOGG FOUNDATION: WILL C. HOGG MEMORIAL FUND - JOINDER IN ROYALTY UNITIZATION AGREEMENT, TREVINO "A" UNIT, ESCOBAS FIELD, ZAPATA COUNTY, TEXAS - SUNRAY MID-CONTINENT OIL COMPANY, OPERATOR.--As Trustee of the Will C. Hogg Memorial Fund, the Board of Regents had 1/128th (.0078125) royalty interest under acreage in the Escobas Field, Zapata County. Sunray Mid-Continent Oil Company, which owns all of the working interest under the acreage involved, is in process of unitizing 567 acres as to production from the Second Mirando Sand, or a depth of 3,500 feet, for purposes of secondary recovery by water flooding. The operator estimates recovery of 1,540,000 barrels of secondary oil. The Hogg Foundation interest will be 1/128th of production from the entire unit. Recently, without secondary recovery, receipts from the Hogg Foundation royalty under the unitized acreage have been running at approximately \$20 per month. It is recommended that the Board of Regents join in the agreement and authorize the execution by its Chairman of the appropriate instrument when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

TEXAS WESTERN COLLEGE - COTTON TRUST - CANCELLATION OF CONTRACT WITH COLES BROTHERS.--A contract with J. F. Coles and Otis C. Coles, doing business under the name of Coles Bros., was executed on September 29, 1938 for them to act as agents in the rental, management or sale of property of the Cotton Trust in El Paso, Hudspeth, and Culberson Counties. The contract was revised in 1959. After a recitation of the services to be performed and method of payment, providing a five per cent (5%) commission to Coles Bros., it is provided "This agreement is terminable at any time by either party hereto by notice in writing delivered either to the General Agent (President of Texas Western College) or to the person constituting Party of the Second Part. (Coles Bros.)"

Mr. J. F. Coles died several years ago and Mr. Otis C. Coles has died since the meeting of the Board in El Paso in December, 1960. It has been understood that the agreement probably would be terminated when Mr. Otis Coles was no longer active in the business.

President Ray and Central Administration recommend that the Board of Regents terminate the agreement, and Mr. Otis C. Coles, Jr. has been advised of recommendation for such termination.

There are 11 leases on property in the Cotton Addition in El Paso made through Coles Bros. and bearing a commission payable to Coles Bros. as rental payments are received. Total monthly rental under these leases is \$2,293.89 and monthly commission payable to Coles Bros. is \$114.69. The recommendation for cancellation of the contract is with the understanding that commission due Coles Bros. will continue during the terms of the respective leases. Rentals under these leases will henceforth be paid direct by the tenants to the Business Manager of Texas Western College, and the Business Manager will remit to Coles Bros., or the successor to its rights to the commissions, all commissions due to be paid.

It is therefore recommended that the contract with Coles Bros. be terminated, effective April 30, 1961, and that President Ray be authorized to advise the firm of such action by the Board of Regents.

TEXAS WESTERN COLLEGE - COTTON TRUST - ADVISORY COMMITTEE.--At the October 22, 1960 meeting of the Board of Regents a special committee of El Paso citizens was named as an Advisory Committee on the Cotton Estate Property. One of the persons named was Mr. Otis C. Coles, now deceased. It is recommended that Mr. Otis C. Coles, Jr., be named a member of that Advisory Committee to take the place of his father.

MEDICAL BRANCH - JAMES W. McLAUGHLIN FELLOWSHIP FUND - EXCHANGE OF MINERAL RIGHTS UNDER TWO TRACTS, RANGELY FIELD, RIO BLANCO COUNTY, COLORADO.-- Upon completion of the administration on the Estate of A. C. McLaughlin in 1956, the Colorado portion of the estate delivered to the University for the James W. McLaughlin Fellowship Fund at the Medical Branch included certain mineral rights under two tracts in the Rangely Field at Rangely, Colorado, as well as other interests in the same field.

One tract comprises 280 acres out of Sections 28 and 33 in Township 2 North, Range 102 West, 6 P. M. At the time of his death in 1952, A. C. McLaughlin held an oil and gas lease dated January 1, 1948 from his children as lessors covering the oil and gas rights from the surface of the ground to the top of the Mowry Shale (a depth of approximately 2,500 feet). The lease was for a term of 20 years and so long thereafter as oil or gas is produced. Shortly after the execution of the lease, A. C. McLaughlin entered into an oral agreement with California Oil Group, Ltd., in which Stuart McLaughlin, son of A. C. McLaughlin, was and still is the general partner and principal owner, for the operation of the lease by the partnership. A. C. McLaughlin and California Oil Group, Ltd. shared equally the expenses of operation and the income from production. This operating arrangement has been continued since the University acquired the interest. A total of 33 wells have been drilled on this lease, all of the production being shale oil, and the lease was quite profitable in the earlier years. Net to the University during our fiscal year ended August 31, 1957 was approximately \$14,000 but declined to around \$2,800 the following year, then to \$2,300 and then to approximately \$800 in the fiscal year ended August 31, 1960. At present there are only two producing wells, but production has been obtained in one or two wells drilled on an adjoining lease; and California Oil Group is anxious to do additional drilling on the McLaughlin lease.

The other of the two interests is under 400 acres out of Sections 33 and 34, Township 2 North, Range 102 West, 6 P. M. A. C. McLaughlin owned the mineral rights from the surface to a depth of 2,500 feet and in 1940 entered into an agreement with his son, Stuart McLaughlin, giving Stuart the operating rights, with Stuart to assume all development expenses and pay A. C. McLaughlin 15 cents per barrel on oil produced from the tract. Operations continued under this agreement, and in recent years these operations have been conducted by California Oil Group, Ltd., the partnership referred to above. Approximately 60 wells have been drilled on this property. However, only about 5 wells now produce, and production from these is down to an average of only about one barrel per well per day. The 15 cents per barrel royalty has brought the University a little over \$600 in our fiscal year ended August 31, 1957, declining to slightly under \$500 in the fiscal year ended August 31, 1960. California Oil Group, Ltd. plans some reworking expenditures on some of these wells and possibly will drill one or two more wells in the near future.

So as to remove the University from its share in operations on the "A. C. McLaughlin, Jr. Lease", being the first described above, and allow the California Oil Group, Ltd. to do the additional drilling without looking to the University for its one-half of costs, Mr. Stuart McLaughlin has proposed that the University exchange its 50 per cent working interest in the A. C. McLaughlin, Jr. Lease for an overriding royalty interest of 5 per cent of 7/8ths of production from that lease and for an increase of the royalty owned by the University under the "A. C. McLaughlin Fee Lease", the second interest described above, from the present 15 cents per barrel to a straight 1/8th royalty interest.

After due consideration the University staff recommends that this proposal be accepted, taking into account the age and nature of the production under both leases, and particularly the advantage of disposing of a working interest in Colorado for royalty. In December, 1954, the Board of Regents approved a tentative agreement with Mr. Stuart McLaughlin for exchanges and conversions covering some of these interests in the Rangely Field, including

the two tracts covered by the present proposal. However, that tentative agreement was not pursued by Mr. Stuart McLaughlin. The University made inquiries later regarding the matter, but the matter has not been pressed.

It is recommended that the Board of Regents accept this proposal, and that its Chairman be authorized to execute the appropriate instruments when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

HOGG FOUNDATION - W. C. HOGG MEMORIAL FUND AND MIKE HOGG MEMORIAL FUND -  
USE OF PORTION OF MEMORIAL PARK FOR STREET AND ROAD PURPOSES.--By instrument dated November 5, 1959, authorized by the Board of Regents on January 23, 1960, the Board of Regents as Trustee of the W. C. Hogg Memorial Fund and the Mike Hogg Memorial Fund joined with Miss Ima Hogg, Mrs. Hanszen, and Mrs. Margaret Hogg in consent to the City of Houston for the use of certain portions of Memorial Park in Houston by the City and the State for street and road purposes. This was for the purpose of construction of the West Loop Freeway. It has now been discovered by the City that approximately 11,000 square feet, which will be an addition to Tract No. 355 described in the 1959 instrument, is required and not covered by the prior consent. Miss Hogg, Mrs. Hanszen, and Mrs. Margaret Hogg are joining in an instrument of consent covering this additional area, and it is recommended that the Board of Regents give its consent and authorize the execution of the appropriate instrument by its Chairman when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

EXHIBIT "A"

LAND AND INVESTMENT COMMITTEE

Date: March 17, 1961  
Time: 11:00 a. m.  
Place: Main Building, Room 205

Members: Mr. Johnson, Chairman  
Mr. Bryan  
Mr. McNeese  
Mr. Thompson

Attached are the following in order as listed:

1. Detailed Agenda for the Land and Investment Committee  
(Documentation is Attachment No. 1.)
2. Supplementary Data
  - a. Funds Grouped for Investment: Recommendations re Additions (For Action by Committee Only)
  - b. Review of Funds (In the Form as Submitted by Endowment Officer)

LAND AND INVESTMENT COMMITTEE

March 17, 1961

I. PERMANENT UNIVERSITY FUND

A. INVESTMENT MATTERS:

1. Report of Purchases and Sales of Securities.
2. Permanent University Fund Investment Program - Report on Switching Program for Holding of Nonmarketable Treasury Securities Authorized June 13, 1959, and Recommendation re Continuation of the Program.

B. LAND MATTERS:

1. Pipe Line Easement No. 1547, Shell Pipe Line Corporation, Andrews County.
2. Tank Farm Easement No. 1548, Humble Pipe Line Company, Reagan County (Renewal of No. 467).
3. Pipe Line Easement No. 1549, Phillips Petroleum Company, Andrews County.
4. Pipe Line Easement No. 1550, Shell Pipe Line Corporation, Andrews County.
5. Pipe Line Easement No. 1551, El Paso Natural Gas Company, Crockett County.
6. Power Line Easement No. 1552, Texas Electric Service Co., Andrews County.
7. Pipe Line Easement No. 1553, Union Texas Natural Gas Corporation, Upton County.
8. Highway Right of Way and Drainage Easement No. 1554, Pecos County.
9. Pipe Line Easement No. 1555, El Paso Natural Gas Company, Andrews County.
10. Pipe Line Easement No. 1556, Pan American Petroleum Corporation, Andrews County.
11. Pipe Line Easement No. 1557, El Paso Natural Gas Company, Andrews County.
12. Salt Water Disposal Easement No. 1558, Superior Oil Company, Crockett County.
13. Caliche Permit No. 197, Gentry Construction Co., Inc. Crane County.
14. Caliche Permit No. 198, Frank Montgomery, Andrews County.
15. Salt Water Disposal Easement No. 1402, Texaco Incorporated, Martin County, Texas - Permission for Disposal of Salt Water from Another University Oil and Gas Lease.
16. Cancellation of Power Line Easement No. 766, Skelly Oil Company, Andrews County.
17. Campsite Easements Nos. 461 and 659 and Plant Site Easement No. 1535 - Assignment from Monterey Oil Company to Humble Oil & Refining Company.
18. Grazing Lease No. 760, Reagan County - Assignment from Ralph Pembroke to Way & Schneeman.
19. Grazing Lease No. 823 to Scharbauer Cattle Company and Grazing Lease No. 823 to Arnold P. Scharbauer - Correction of Acreage.
20. Water Exploration Permit No. 87, Ector Water Company, Andrews County - Expiration of Permit.
21. Permits for Prospecting for Potash and Allied Minerals, with Options to Lease, to B. R. Greathouse, Midland, Texas.

C. BOND MATTERS:

1. Permanent University Fund Bonds, Series 1961 - Selection of Bond Counsel.

## II. TRUST AND SPECIAL FUNDS

### A. INVESTMENT MATTERS:

1. Report of Purchases and Sales of Securities.
- \*2. Funds Grouped for Investment - Review and Recommendation re Additions.
3. Reviews of Following Funds:
  - a. Main University--
    - Wilbur S. Davidson Educational Fund
    - E. D. Farmer International Scholarship Fund
    - Rosalie B. Hite Endowment for Cancer Research (Also for benefit of M. D. Anderson Hospital and Tumor Institute)
    - Will C. Hogg Memorial Scholarships Fund
    - Archer M. Huntington Museum Fund
    - The W. J. McDonald Observatory Fund
    - Student Property Deposit Scholarship Fund
    - Joseph Lindsay Henderson Textbook Collection Endowment
    - George Stuart Heyer Scholarship (Government)
    - George Stuart Heyer Memorial Fund (Geology Foundation)
    - Littlefield Fund for Southern History - First Fund
    - Texas Union Building Fund
    - Texas Veterans of World War II Memorial Scholarship Fund
  - b. M. D. Anderson Hospital and Tumor Institute--
    - The William Heuermann Fund for Cancer Research
    - University Cancer Foundation
  - c. Medical Branch--
    - The William Orville Bullington Memorial Fund
    - The James W. McLaughlin Fellowship Fund - Endowment Fund
    - The James W. McLaughlin Fellowship Fund - Reserve for Depletion

### B. GIFT, BEQUEST AND ESTATE MATTERS:

1. Main University - Shirley R. Green Fellowship for Girls - Recommendation for Charging Off Note Establishing Fund and Cancelling Fellowship.
2. Medical Branch - Viola F. Corley Estate - Report on Sale of Farm Property, Limestone County, Texas, and Final Distribution of Estate.
3. Dental Branch - Estate of Amelia S. McCarthy - Report on Final Distribution.
4. M. D. Anderson Hospital and Tumor Institute - Estate of Mary Isabella Love - Final Distribution and Recommendation for Ratification of Sale of Minerals.

### C. REAL ESTATE MATTERS:

1. Archer M. Huntington Museum Fund - Oil and Gas Lease to The British-American Oil Producing Company - Request for Permission to Dredge Channel.
2. Hogg Foundation - Varner Properties, Rossonian Property on Walker Avenue Between Fannin and San Jacinto, Houston, Texas - Report on Option to Mr. Melvin Silverman for Purchase.
3. Hogg Foundation: W. C. Hogg Memorial Fund - Proposal for Oil and Gas Lease to C. E. Murdock, Sr., on Arkansas Mineral Property No. 3, Union County, Arkansas.
4. Hogg Foundation: Will C. Hogg Memorial Fund - Joinder in Royalty Unitization Agreement, Trevino "A" Unit, Escobas Field, Zapata County, Texas.
5. Texas Western College - Cotton Trust - Cancellation of Contract with Coles Brothers.
6. Texas Western College - Cotton Trust - Advisory Committee.
7. Medical Branch - James W. McLaughlin Fellowship Fund - Exchange of Mineral Rights Under Two Tracts, Rangely Field, Rio Blanco County, Colorado.
8. Hogg Foundation - W. C. Hogg Memorial Fund and Mike Hogg Memorial Fund - Use of Portion of Memorial Park for Street and Road Purposes.

\*For action by Land and Investment Committee only. For information to other members.



March 17, 1961

To the Members of the Regents' Land and Investment Committee  
The University of Texas

Subject: FUNDS GROUPED FOR INVESTMENT

Gentlemen:

It is recommended that the following additions, representing income being reinvested and new money and funds being transferred, made to the "Funds Grouped for Investment" as of December 1, 1960, be approved, pursuant to the policy adopted by the Committee on July 9, 1948:

Grace Ann Beal Memorial Fund (Texas Western College) (\$1,550.00 already in Grouped)	\$ 75.00
Student General Property Deposits Fund (Texas Western College) (\$7,082.66 already in Grouped)	7,595.72
	<hr/>
Additional Totals Added to Funds Grouped 12/1/60	<u>\$ 7,670.72</u>

It is recommended that the following additions, representing income reinvested and new moneys and funds transferred to the "Funds Grouped for Investment" as of March 1, 1961, be approved:

Lillian Barkley Scholarship Fund (\$1,467.38 already in Grouped)	\$ 200.00
Bromberg Memorial Fund for Faculty Awards (\$16,250.00 already in Grouped)	3,000.00
The Accounting Education Fund (College of Business Administration Foundation) (\$18,472.79 already in Grouped)	3,413.00
The L. H. Cullum Fund (New Fund)	20,000.00
D. A. R. Scholarship (\$7,380.86 already in Grouped)	120.00
Karl M. Dallenbach Scholarship in Psychology (\$1,000.00 already in Grouped)	1,000.00
J. C. Dolley Finance Education Fund (New Fund)	100.00
The F. B. Plummer Scholarship Recognition Fund in Petroleum Engineering (Engineering Foundation) (\$1,056.08 already in Grouped)	25.00
Advisory Council - Various Donors (Fine Arts Foundation) (\$831.76 already in Grouped)	127.75
Morton Brown Drama Scholarship Fund (Fine Arts Foundation) (New Fund)	3,500.00
Mary E. Gearing Bequest for the Child Welfare and Parent Education Foundation (\$6,193.74 already in Grouped)	1,163.20
Hal P. Bybee Memorial Fund (Geology Foundation) (\$34,203.45 already in Grouped) Common stock on hand 2/28/61 transferred at market close 2/28/61 - last business day of quarter	1,749.50
41 Shares Standard Oil Company (New Jersey) Capital Stock at 44 (Sub-total Hal P. Bybee Memorial Fund - Geology Foundation)	1,804.00 ( 3,553.50)

FUNDS GROUPED FOR INVESTMENT  
(Continued)

Robert H. Cuyler Memorial Scholarship (Geology Foundation) (\$4,999.15 already in Grouped)	\$ 1,055.00
Frederick W. Simonds Memorial Scholarship (Geology Foundation) (\$4,460.00 already in Grouped)	1,615.00
W. F. Gidley Appreciation Endowment Fund (Pharmaceutical Foundation) (\$1,382.94 already in Grouped)	15.40
The Senior Class Endowment Fund (Pharmaceutical Foundation) (\$1,999.68 already in Grouped)	20.00
Various Donors (Pharmaceutical Foundation) (\$6,535.08 already in Grouped)	230.00
O. B. Williams Memorial Fund (\$1,565.50 already in Grouped)	35.00
A. J. Gruner and Howard Levy Memorial Melanoma Research Fund (M. D. Anderson Hospital and Tumor Institute) (\$1,092.93 already in Grouped)	5.00
Amelia McCarthy Memorial Fund for Dr. Walter Henry Scherer (Dental Branch) (\$5,000.00 already in Grouped)	5,000.00
Marvin Lee Graves Fellowship Endowment (Medical Branch) (\$9,185.00 already in Grouped)	2,000.00
Total additions to Funds Grouped 3/1/61	<u>\$46,177.85</u>

It is recommended that the above additions be approved.

Respectfully submitted

\_\_\_\_\_  
Wm. W. Stewart, Endowment Officer

APPROVED:

\_\_\_\_\_  
J. C. Dolley, Vice Chancellor (Fiscal Affairs)

Recommendation Approved:

LAND AND INVESTMENT COMMITTEE

\_\_\_\_\_  
Chairman

\_\_\_\_\_  
Member

\_\_\_\_\_  
Member

\_\_\_\_\_  
Member

WILBUR S. DAVIDSON EDUCATIONAL FUND  
As of January 31, 1961

Par Value or No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>FIXED INCOME SECURITIES</u>									
1. <u>U. S. Government Bonds:</u>									
\$ 4,500	U. S. 3-1/4% Treasury Bonds, due 6/15/83-78	\$ 4,500.00	3.25%	3.59%	90.5625(1)	\$ 4,075.31	2.53%	1.41%	\$ 146.25
2. <u>Corporate Bonds: Public Utility Corps. Bonds --</u>									
10,000	Central Power and Light Company First Mtge. Bonds, Series I, 4-3/4%, due 4/1/89	10,071.25	4.69	4.73	100B (3)	10,000.00	5.66	3.45	472.50
5,000	Illinois Bell Telephone Company First Mtge. 3% Bonds, Series B, due 6/1/78	5,080.50	2.86	3.43	84.6875(3)	4,234.38	2.86	1.46	145.40
10,000	Montana Power Company First Mtge. Bonds, 4-1/2% Series, due 4/1/89	9,797.65	4.67	4.71	97B (3)	9,700.00	5.51	3.35	457.10
10,000	Ohio Edison Company First Mtge. Bonds, 4-1/2% Series, due 4/1/89	9,856.93	4.62	4.64	98B (3)	9,800.00	5.54	3.38	455.02
10,000	Ohio Power Company First Mtge. Bonds, 4-5/8% Series, due 4/1/89	9,988.03	4.63	4.63	100B (3)	10,000.00	5.61	3.45	462.92
10,000	Pacific Gas & Electric Company First & Ref. Mtge. Bonds, 2-7/8% Series Q, due 12/1/80	10,000.00	2.88	3.53	81-1/2 (2)	8,150.00	5.62	2.82	287.50
4,000	Ditto 5% Series EE, due 6/1/91	4,000.00	5.00	4.74	105-1/2	4,220.00	2.25	1.46	200.00
10,000	Southwestern Bell Telephone Company 3-1/8% Debentures, due 5/1/83	10,160.65	3.01	3.70	82-1/2	8,250.00	5.71	2.85	305.36
69,000	Total Public Utility Corporations Bonds (TOTAL CORPORATE BONDS)	68,955.01	4.04	4.33		64,354.38	38.76	22.22	2,785.80
3. <u>Preferred Stocks:</u>									
40 Shs.	The American Tobacco Co. 6% Cum. Pfd.	6,434.00	3.73	4.81	124-3/4	4,990.00	3.62	1.72	240.00
50 "	General Motors Corporation Cum. Pfd. \$3.75 Series	4,884.25	3.84	4.68	80-1/8	4,006.25	2.74	1.39	187.50
60 "	Houston Lighting & Power Co. \$4 Cum. Pfd.	6,060.00	3.96	4.76	84B (1)	5,040.00	3.41	1.74	240.00
	TOTAL PREFERRED STOCKS	17,378.25	3.84	4.76		14,036.25	9.77	4.85	667.50
	TOTAL FIXED INCOME SECURITIES	90,833.26	3.96	4.36		82,465.94	51.06	28.48	3,599.55

WILBUR S. DAVIDSON EDUCATIONAL FUND  
As of January 31, 1961

Par Value or No.	Shs.	Description	Book Value	Current Yield		Current	Current	% of Total		Estimated
			1/31/61	Book	Market	Mkt. Price 1/31/61*	Mkt. Value 1/31/61*	Book	Market	Annual Income
<u>EQUITY INCOME SECURITIES</u>										
4. <u>Common Stocks:</u>										
<u>Financial Corporations Common Stocks --</u>										
100	Shs.	C. I. T. Financial Corporation	\$ 4,839.00	5.79%	3.73%	75	\$ 7,500.00	2.72%	2.59%	\$ 280.00
275	"	Continental Insurance Company	<u>6,044.51</u>	<u>10.01</u>	<u>3.78</u>	58-1/8	<u>15,984.38</u>	<u>3.40</u>	<u>5.52</u>	<u>605.00</u>
Total Financial Corporations Common Stocks			<u>10,883.51</u>	<u>8.13</u>	<u>3.77</u>		<u>23,484.38</u>	<u>6.12</u>	<u>8.11</u>	<u>885.00</u>
<u>Industrial Corporations Common Stocks --</u>										
110	Shs.	The Dow Chemical Company	4,444.34	3.47	1.86	75-3/8	8,291.25	2.50	2.86	154.00
300	"	General Electric Company	4,030.00	14.89	2.82	70-7/8	21,262.50	2.27	7.34	600.00
90	"	General Motors Corporation	2,713.06	6.63	4.55	44	3,960.00	1.52	1.37	180.00
527	"	Gulf Oil Corporation	6,019.18	8.76	2.74	36-1/2	19,235.50	3.38	6.64	527.00
200	"	The International Nickel Company of Canada, Ltd.	3,891.81	8.22	2.58	62-1/8	12,425.00	2.19	4.29	320.00
150	"	National Dairy Products Corporation	6,127.28	4.90	3.23	62	9,300.00	3.44	3.21	300.00
100	"	Phelps Dodge Corporation	5,340.30	5.62	5.93	50-5/8	5,062.50	3.00	1.75	300.00
200	"	Phillips Petroleum Company	6,714.50	5.06	2.94	57-3/4	11,550.00	3.77	3.99	340.00
400	"	R. J. Reynolds Tobacco Company	8,165.43	12.74	2.60	100	40,000.00	4.59	13.82	1,040.00
200	"	Sterling Drug, Inc.	3,728.50	9.66	2.43	74	14,800.00	2.10	5.11	360.00
100	"	Union Carbide Corporation	<u>4,155.13</u>	<u>8.66</u>	<u>5.44</u>	66-1/8	<u>6,612.50</u>	<u>2.34</u>	<u>2.29</u>	<u>360.00</u>
Total Industrial Corporations Common Stocks			<u>55,329.53</u>	<u>8.10</u>	<u>2.94</u>		<u>152,499.25</u>	<u>31.10</u>	<u>52.67</u>	<u>4,481.00</u>

WILBUR S. DAVIDSON EDUCATIONAL FUND  
As of January 31, 1961

Par Value or No.	Shs.	Description	Book Value		Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*		% of Total		Estimated Annual Income
			1/31/61		Book	Market		1/31/61*		Book	Market	
4. <u>Common Stocks (Continued):</u>												
<u>Public Utility Corporations Common Stocks --</u>												
100	Shs.	Carolina Power & Light Company	\$ 4,114.38		3.60%	3.07%	48-1/4	\$ 4,825.00		2.31%	1.67%	\$ 148.00
208	"	Commonwealth Edison Company	8,092.89		5.14	2.76	72-3/8	15,054.00		4.55	5.20	416.00
200	"	Ohio Edison Company	5,290.25		5.60	3.97	37-1/4	7,450.00		2.98	2.57	296.00
100	"	Potomac Electric Power Company	<u>3,084.25</u>		<u>4.28</u>	<u>3.76</u>	35-1/8	<u>3,512.50</u>		<u>1.73</u>	<u>1.21</u>	<u>132.00</u>
Total Public Utility Corporations Common Stocks			<u>20,581.77</u>		<u>4.82</u>	<u>3.22</u>		<u>30,841.50</u>		<u>11.57</u>	<u>10.65</u>	<u>992.00</u>
TOTAL COMMON STOCKS (TOTAL EQUITY INCOME SECURITIES)			<u>86,794.81</u>		<u>7.33</u>	<u>3.07</u>		<u>206,825.13</u>		<u>48.79</u>	<u>71.43</u>	<u>6,358.00</u>
TOTAL SECURITIES			<u>177,628.07</u>		<u>5.61%</u>	<u>3.44%</u>		<u>289,291.07</u>		<u>99.85</u>	<u>99.91</u>	<u>9,957.55</u>
5. <u>Cash on Hand 1/31/61:</u>			<u>260.51</u>					<u>260.51</u>		<u>0.15</u>	<u>0.09</u>	<u>-0-</u>
FUND TOTAL			<u>\$177,888.58</u>					<u>\$289,551.58</u>		<u>100.00%</u>	<u>100.00%</u>	<u>\$ 9,957.55</u>

- \* Market close as of January 31, 1961, The Wall Street Journal, unless otherwise indicated.
- (1) Average of Bid-Ask as of January 31, 1961, C. J. Devine & Company.
- (2) Market Close or Average of Bid-Ask as of January 31, 1961, The First Boston Corporation.
- (3) Bid price or Average of Bid-Ask as of January 31, 1961,  
Merrill Lynch, Pierce, Fenner & Smith, Inc.

MEC:ts  
February 15, 1961

Brief Sheet

WILBUR S. DAVIDSON EDUCATIONAL FUND

Established by : Article VII of Will of Wilbur S. Davidson, deceased.  
Will Probated : November 6, 1928.  
Funds Received : March 9, 1929.  
Original Amount : \$99,752.76  
Present Amount : \$177,888.58 (As of 1/31/61).  
Trustee : The Board of Regents of The University of Texas.  
Discretion : Sole Discretion.  
Others to be Consulted : None.  
Life of Fund : Perpetuity.  
Purpose : ". . . said funds to be kept permanently invested by the Board of Regents of the University, and the income only arising therefrom to be applied to such purposes as said Board, in its discretion may determine. However, I especially recommend the cases of poor boys and girls who desire an education, and request that they be extended aid in their efforts to acquire it."

At its meeting on April 30, 1948, the Board of Regents changed the purpose of the Wilbur S. Davidson Educational Fund from a loan fund to a scholarship fund for first semester freshmen at The University of Texas. At the same time, \$60,000.00 cash was transferred back to this fund from the Loan Fund into which all income had previously been placed. Approximately \$32,675.31 was left in the Loan Fund.

Approved: \_\_\_\_\_ (Signature)

E. D. FARMER INTERNATIONAL SCHOLARSHIP FUND  
As of January 31, 1961

Par Value or No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>FIXED INCOME SECURITIES:</u>									
1. <u>U. S. Government Bonds:</u>									
\$ 1,500	U. S. 3-1/4% Treasury Bonds, due 6/15/83-78	\$ 1,500.00	3.25%	3.59%	90.5625 (1)	\$ 1,358.44	0.79%	0.41%	\$ 48.75
2. <u>Texas Municipal Bonds:</u>									
2,000	McLennan County 4-1/2% Road Bond, Series F, due 4/10/68	2,160.16	3.24	3.24	108.008 (a)	2,160.16	1.13	0.65	69.98
4,000	City of Marshall 3-1/4% Waterworks Improvement Bonds, Series 1948, due 2/15/76	4,000.00	3.25	3.25	100 (a)	4,000.00	2.09	1.20	130.00
<u>6,000</u>	<u>TOTAL TEXAS MUNICIPAL BONDS</u>	<u>6,160.16</u>	<u>3.25</u>	<u>3.25</u>		<u>6,160.16</u>	<u>3.22</u>	<u>1.85</u>	<u>199.98</u>
3. <u>Corporate Bonds:</u>									
<u>Industrial Corporations Bonds --</u>									
15,000	Standard Oil Company of California 4-3/8% S. F. Debentures, due 7/1/83	15,204.75	4.26	4.27	101	15,150.00	7.96	4.54	647.15
16,000	Standard Oil Company (Indiana) 4-1/2% Debentures, due 10/1/83	16,184.00	4.40	4.36	102	16,320.00	8.47	4.90	712.00
<u>31,000</u>	<u>Total Industrial Corporations Bonds</u>	<u>31,388.75</u>	<u>4.33</u>	<u>4.32</u>		<u>31,470.00</u>	<u>16.43</u>	<u>9.44</u>	<u>1,359.15</u>
<u>Public Utility Corporations Bonds --</u>									
10,000	New England Tel. & Tel. Company 3-1/8% Debentures, due 12/15/88	10,176.18	3.00	3.85	79-1/4 (3)	7,925.00	5.33	2.38	304.84
10,000	Ohio Power Company First Mortgage Bonds, 4-5/8% Series, due 4/1/89	9,988.03	4.63	4.63	100B (3)	10,000.00	5.23	3.00	462.92
13,000	Pacific Gas & Electric Company First & Rfdg. Mtge. Bonds, 5% Series EE, due 6/1/91	13,000.00	5.00	4.74	105-1/2	13,715.00	6.80	4.12	650.00

E. D. FARMER INTERNATIONAL SCHOLARSHIP FUND  
As of January 31, 1961  
(Continued)

Par Value or No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
3. <u>Corporate Bonds (Continued):</u>									
<u>Public Utility Corporations Bonds (Continued) --</u>									
\$ 5,000	The Pacific Tel. & Tel. Company Debentures, 3-5/8% Series, due 8/15/91	\$ 5,233.74	3.32%	3.98%	87-1/4 (3)	\$ 4,362.50	2.74%	1.31%	\$ 173.71
16,000	Southern California Edison Company First & Rfdg. Mtge. Bonds, 4-5/8% Series K, due 9/1/83	16,479.78	4.36	4.38	102-5/8 (2)	16,420.00	8.63	4.93	719.14
4,000	Southwestern Bell Telephone Company 3-1/8% Debentures, due 5/1/83	4,064.35	3.01	3.70	82-1/2	3,300.00	2.13	0.99	122.14
58,000	Total Public Utility Corporations Bonds	58,942.08	4.13	4.37		55,722.50	30.86	16.73	2,432.75
89,000	TOTAL CORPORATE BONDS	90,330.83	4.20	4.35		87,192.50	47.29	26.17	3,791.90
96,500	TOTAL FIXED INCOME SECURITIES	97,990.99	4.12	4.27		94,711.10	51.30	28.43	4,040.63
<u>EQUITY INCOME SECURITIES:</u>									
4. <u>Common Stocks:</u>									
<u>Financial Corporations Common Stocks --</u>									
100 Shs.	Bank of America National Trust & Savings Association (San Francisco, Calif.)	3,975.00	5.03	3.99	50.1875 (2)	5,018.75	2.08	1.51	200.00
<u>Industrial Corporations Common Stocks --</u>									
160 Shs.	E. I. duPont de Nemours & Company	7,619.48	14.17	3.28	205-3/4	32,920.00	3.99	9.88	1,080.00
300 Shs.	General Electric Company	3,320.75	18.07	2.82	70-7/8	21,262.50	1.74	6.38	600.00
210 Shs.	General Motors Corporation	6,330.47	6.63	4.55	44	9,240.00	3.31	2.77	420.00
100 Shs.	National Biscuit Company	3,959.63	7.07	3.73	75	7,500.00	2.07	2.25	280.00
200 Shs.	National Dairy Products Corporation	7,039.88	5.68	3.23	62	12,400.00	3.69	3.72	400.00



E. D. FARMER INTERNATIONAL SCHOLARSHIP FUND  
As of January 31, 1961  
(Continued)

Par Value or No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
4. <u>Common Stocks (Continued):</u>									
<u>Industrial Corporations Common Stocks (Continued) --</u>									
100 Shs.	Phelps Dodge Corporation	\$ 5,340.30	5.62%	5.93%	50-5/8	\$ 5,062.50	2.80%	1.52%	\$ 300.00
200 Shs.	Phillips Petroleum Company	6,714.50	5.06	2.94	57-3/4	11,550.00	3.52	3.47	340.00
200 Shs.	The Procter & Gamble Company	9,728.26	5.35	1.82	142-1/2	28,500.00	5.09	8.56	520.00
200 Shs.	R. J. Reynolds Tobacco Company	4,198.24	12.39	2.60	100	20,000.00	2.20	6.01	520.00
434 Shs.	Texaco Inc.	5,700.91	21.70	3.15	90-1/2	39,277.00	2.98	11.79	1,236.90
Total Industrial Corporations Common Stocks		59,952.42	9.50	3.03		187,712.00	31.39	56.35	5,696.90
<u>Public Utility Corporations Common Stocks --</u>									
104 Shs.	Commonwealth Edison Company	3,883.13	5.36	2.76	72-3/8	7,527.00	2.03	2.26	208.00
100 Shs.	Consolidated Edison Company of New York, Inc.	3,405.01	8.81	4.50	66-5/8	6,662.50	1.78	2.00	300.00
100 Shs.	Public Service Electric & Gas Company	3,461.13	5.78	4.22	47-3/8	4,737.50	1.81	1.42	200.00
110 Shs.	Wisconsin Electric Power Company	3,720.81	5.32	4.00	45	4,950.00	1.95	1.49	198.00
Total Public Utility Corporations Common Stocks		14,470.08	6.26	3.79		23,877.00	7.57	7.17	906.00
<u>Railroad Corporations Common Stocks --</u>									
200 Shs.	Norfolk & Western Railway Company	13,308.04	7.51	4.88	102-3/8	20,475.00	6.97	6.15	1,000.00
TOTAL COMMON STOCKS (TOTAL EQUITY INCOME SECURITIES)		91,705.54	8.51	3.29		237,082.75	48.01	71.18	7,802.90
TOTAL SECURITIES		189,696.53	6.24	3.57		331,793.85	99.31	99.61	11,843.53
5. <u>Cash on Hand 1/31/61:</u>		1,307.03	- 0 -	- 0 -		1,307.03	0.69	.39	- 0 -
FUND TOTAL		\$191,003.56	6.20%	3.56%		\$333,100.88	100.00%	100.00%	\$11,843.53

\*Market close as of January 31, 1961, The Wall Street Journal unless otherwise indicated.

(1) Average of Bid-Ask, January 31, 1961, C. J. Devine & Company.

(2) Average of Bid-Ask, January 31, 1961, The First Boston Corporation.

(3) Bid price or average of Bid-Ask, January 31, 1961, Merrill Lynch, Pierce, Fenner & Smith Inc.

(a) Based on market value.

Brief Sheet

E. D. FARMER INTERNATIONAL SCHOLARSHIP FUND

Established by : George W. Beggs, Executor of the Estate of E. D. Farmer, deceased, from assets of the estate as a charitable trust and in lieu of payment of State inheritance taxes. In order to effectuate this purpose a bill (S. B. No. 98-- Chapter 25 of the 1st called session, 41st Legislature) was passed making provision for the arrangement. The Board of Regents also adopted a resolution outlining the terms of the Trust.

Will Probated : October 1, 1924.

Law Effective : August 11, 1929.

Regents' Resolution : June 8, 1929.

Moneys first Received: September 4, 1929.

Present Amount : \$191,003.56 (as of 1/31/61).

Trustee : The Board of Regents of The University of Texas.

Capacity : Sole Trustee.

Others to be Consulted : None

Life of Fund : Perpetuity.

Purpose : Quotation from S. B. No. 98:  
"The moneys so paid in discharge of said tax liability shall constitute and be part of a special fund to be known as the 'E. D. Farmer International Scholarship Fund.' The fund shall be administered by the Board of Regents of The University of Texas, and they are hereby created trustees thereof. The income from said fund shall be used by said Board for the purpose of providing scholarships in The University of Texas to students from the Republic of Mexico, and providing scholarships in the National University of Mexico to students of The University of Texas. Within the discretion of the Board of Regents of The University of Texas, a portion of said income may be used at any time to further the exchange of instructors between The University of Texas, and the said National University of Mexico. All such scholarships as may be provided by said income shall be competitive and the awards thereof shall be made in a manner to be determined by the Executor of the will of the said E. D. Farmer, deceased."

Excerpts from the minutes of the Board of Regents' meeting held on June 8, 1929:

"RESOLVED that upon the payment to the Board of Regents of the University of Texas of inheritance taxes to be assessed against the estate and legatees of E. D. Farmer, deceased, of Parker County, Texas, in accordance with the provisions of an act of the Legislature of the State of Texas, duly passed at the first called session of the Forty-first Legislature of the State of Texas, approved May 23, 1929, that the Board of Regents hereby agrees that the amount so paid shall be held by said Board in trust for the purposes specified in said act and that the principal of said sum shall stand as security for any inheritance tax that might hereafter be assessed by the State of Texas against said estate or the legatees of said estate by reason of any inheritance from said estate."

Investment Provisions: Both the above mentioned law and resolution of the Board of Regents are silent on the matter of investment powers, power to retain, amortizations, etc. The rules and regulations of the Board of Regents governing the E. D. Farmer International Scholarship Fund has the following to say about investment powers: "The principal of the Fund shall be invested and reinvested and the income expended in accordance with the regulations of the University applicable to the handling of trust funds and subject to the present Rules and Regulations and to Chapter 25 of the Acts of the First Called Session of The Forty-first Legislature."

ROSALIE B. HITE ENDOWMENT FOR CANCER RESEARCH  
As of January 31, 1961

Par Value or No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>FIXED INCOME SECURITIES</u>									
1. <u>U. S. Government Bonds:</u>									
\$ 30,000	U. S. Savings Bonds, 2-1/2% Series G, due 9/1/61	\$ 30,000.00	2.50%	2.54%	98.60 (1)	\$ 29,580.00	3.99%	3.05%	\$ 750.00
2. <u>Corporate Bonds:</u>									
<u>Industrial Corporations Bonds --</u>									
30,000	Standard Oil Company (Indiana) 4-1/2% Debentures, due 10/1/83	31,387.82	4.11	4.21	102	30,600.00	4.17	3.15	1,289.66
30,000	The Texas Company 3-5/8% Debentures, due 5/1/83	28,515.90	4.04	4.21	91-1/4	27,375.00	3.79	2.82	1,153.46
<u>60,000</u>	<u>Total Industrial Corporations Bonds</u>	<u>59,903.72</u>	<u>4.08</u>	<u>4.21</u>		<u>57,975.00</u>	<u>7.96</u>	<u>5.97</u>	<u>2,443.12</u>
<u>Public Utility Corporations Bonds --</u>									
20,000	American Tel. & Tel. Co. 4-3/8% Debentures, due 4/1/85	20,325.36	4.24	4.31	100	20,000.00	2.70	2.06	861.72
10,000	Ditto, 2-7/8% Debentures, due 6/1/87	10,122.96	2.79	3.65	77-1/2 (3)	7,750.00	1.35	0.80	282.86
30,000	Consolidated Edison Co. of New York, Inc., First & Ref. Mtge. Bonds, 4% Series O, due 6/1/88	29,301.50	4.18	4.30	95	28,500.00	3.90	2.94	1,225.40
10,000	Pacific Gas & Electric Co. First & Ref. Mtge. Bonds, 2-7/8% Series Q, due 12/1/80	10,176.80	2.74	3.42	81-1/2 (2)	8,150.00	1.35	0.84	278.66
50,000	Ditto, 4-1/2% Series DD, due 6/1/90	50,000.00	4.50	4.41	102	51,000.00	6.65	5.26	2,250.00
10,000	The Pacific Tel. & Tel. Co. 2-7/8% Debentures, due 10/1/86	10,166.92	2.76	3.62	77-5/8 (3)	7,762.50	1.35	0.80	281.08
20,000	Ditto, 4-5/8% Debentures, due 11/1/90	20,493.80	4.43	4.45	102 (2)	20,400.00	2.72	2.10	908.54
30,000	Philadelphia Electric Company First & Ref. Mtge. Bonds, 4-3/8% Series, due 12/1/86	30,000.00	4.38	4.35	100-1/2	30,150.00	3.99	3.11	1,312.50
30,000	Southern Bell Tel. & Tel. Co. 4-5/8% Debentures, due 12/1/93	30,370.26	4.53	4.48	102-1/2 (2)	30,750.00	4.04	3.17	1,376.28
30,000	Texas Electric Service Co. First Mtge. Bonds, 4-1/2% Series, due 11/1/88	30,841.68	4.28	4.47	98-1/2B(3)	29,550.00	4.10	3.04	1,319.94
<u>240,000</u>	<u>Total Public Utility Corporations Bonds</u>	<u>241,799.28</u>	<u>4.18</u>	<u>4.31</u>		<u>234,012.50</u>	<u>32.15</u>	<u>24.12</u>	<u>10,096.98</u>
<u>300,000</u>	<u>TOTAL CORPORATE BONDS</u>	<u>301,703.00</u>	<u>4.16</u>	<u>4.29</u>		<u>291,987.50</u>	<u>40.11</u>	<u>30.09</u>	<u>12,540.10</u>

ROSALIE B. HITE ENDOWMENT FOR CANCER RESEARCH  
As of January 31, 1961  
(Continued)

Par Value or No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<b>3. Preferred Stock:</b>									
100 Shs.	Commonwealth Edison Co. 5.25% Cum. Pfd.	\$ 10,894.85	4.82%	4.76%	110-1/4	\$ 11,025.00	1.45%	1.14%	\$ 525.00
100 "	Consolidated Edison Co. of New York, Inc. \$5.00 Cum. Pfd.	10,361.81	4.83	4.84	103-1/4	10,325.00	1.38	1.06	500.00
100 "	Consumers Power Company 4.52% Cum. Pfd.	9,573.53	4.72	4.73	95-5/8	9,562.50	1.27	0.99	452.00
100 "	Public Service Electric & Gas Co. 4.18% Cum. Pfd.	8,597.55	4.86	4.85	86-1/4	8,625.00	1.14	0.89	418.00
400 "	Southern California Edison Co. 4.78% Cum. Pfd. (\$25 Par)	9,824.52	4.87	4.82	24.8125	9,925.00	1.31	1.02	478.00
TOTAL PREFERRED STOCKS		49,252.26	4.82	4.80		49,462.50	6.55	5.10	2,373.00
TOTAL FIXED INCOME SECURITIES		380,955.26	4.11	4.55		371,030.00	50.65	38.24	15,663.10
<b><u>EQUITY INCOME SECURITIES</u></b>									
<b>4. Common Stocks:</b>									
<b><u>Financial Corporations Common Stocks --</u></b>									
500 Shs.	Bank of America National Trust & Savings Association (San Francisco, California)	21,000.00	4.76	3.99	50.1875(2)	25,093.75	2.79	2.58	1,000.00
408 "	The Chase Manhattan Bank (New York, N. Y.)	23,225.00	4.39	3.73	67.0625(2)	27,361.50	3.09	2.82	1,020.00
300 "	Commercial Credit Company	18,385.25	5.22	3.98	80-1/2	24,150.00	2.45	2.49	960.00
Total Financial Corporations Common Stocks		62,610.25	4.76	3.89		76,605.25	8.33	7.89	2,980.00
<b><u>Industrial Corporations Common Stocks --</u></b>									
346 Shs.	Allied Chemical Corporation	7,223.73	8.62	3.16	57	19,722.00	0.96	2.03	622.80
400 "	The American Tobacco Company	18,721.63	5.98	3.74	74-7/8	29,950.00	2.49	3.09	1,120.00
400 "	Bethlehem Steel Corporation	20,150.28	4.76	5.33	45	18,000.00	2.68	1.85	960.00
600 "	Bristol-Myers Company	5,256.80	11.98	1.43	73-3/8	44,025.00	0.70	4.54	630.00
100 "	E. I. du Pont de Nemours & Company	5,231.20	12.90	3.28	205-3/4	20,575.00	0.70	2.12	675.00
300 "	General Electric Company	3,766.19	15.93	2.82	70-7/8	21,262.50	0.50	2.19	600.00
400 "	General Foods Corporation	15,681.09	3.57	1.89	74-1/8	29,650.00	2.08	3.06	560.00
387 "	Gulf Oil Corporation	4,704.09	8.23	2.74	36-1/2	14,125.50	0.62	1.46	387.00
400 "	Johns-Manville Corporation	20,612.55	3.88	3.31	60-3/8	24,150.00	2.74	2.49	800.00
100 "	National Biscuit Company	3,514.94	7.97	3.73	75	7,500.00	0.47	0.77	280.00

As of January 31, 1961

(Continued)

Par Value or No.	Shs.	Description	Book Value	Current Yield		Current	Current	% of Total		Estimated
			1/31/61	Book	Market	Mkt. Price 1/31/61*	Mkt. Value 1/31/61*	Book	Market	Annual Income
4. <u>Common Stocks (Continued):</u>										
<u>Industrial Corporations Common Stocks (Continued) --</u>										
200	Shs.	Owen-Illinois Glass Company	\$ 5,831.80	8.57%	2.76%	90-1/2	\$ 18,100.00	0.78%	1.86%	\$ 500.00
600	"	J. C. Penney Company, Inc.	21,574.48	4.17	3.64	41-1/4	24,750.00	2.87	2.55	900.00
400	"	Phillips Petroleum Company	5,725.24	11.88	2.94	57-3/4	23,100.00	0.76	2.38	680.00
400	"	R. J. Reynolds Tobacco Company	7,884.12	13.19	2.60	100	40,000.00	1.05	4.12	1,040.00
300	"	Standard Oil Company (New Jersey)	17,296.67	3.90	4.88	46-1/8	13,837.50	2.30	1.43	675.00
200	"	Sterling Drug, Inc.	3,640.56	9.89	2.43	74	14,800.00	0.48	1.52	360.00
300	"	United States Steel Corporation	28,320.18	3.18	3.67	81-3/4	24,525.00	3.77	2.53	900.00
Total Industrial Corporations Common Stocks			195,135.55	5.99	3.01		388,072.50	25.95	39.99	11,689.80
<u>Public Utility Corporations Common Stocks --</u>										
800	Shs.	Gulf States Utilities Company	22,565.89	3.55	2.70	37	29,600.00	3.00	3.05	800.00
800	"	Ohio Edison Company	23,153.98	5.11	3.97	37-1/4	29,800.00	3.08	3.07	1,184.00
300	"	Pacific Gas & Electric Company	18,723.09	4.17	3.23	80-3/8	24,112.50	2.49	2.49	780.00
100	"	Philadelphia Electric Company	5,094.05	4.40	3.78	59-1/4	5,925.00	0.68	0.61	224.00
500	"	Public Service Company of Indiana, Inc.	21,777.88	5.05	4.09	53-3/4	26,875.00	2.89	2.77	1,100.00
Total Public Utility Corporations Common Stocks			91,314.89	4.48	3.51		116,312.50	12.14	11.99	4,088.00
<u>Railroad Corporations Common Stocks --</u>										
600	Shs.	Union Pacific Railroad Company	21,822.01	4.40	5.29	30-1/4	18,150.00	2.90	1.87	960.00
TOTAL COMMON STOCKS (TOTAL EQUITY INCOME SECURITIES)			370,882.70	5.32	3.29		599,140.25	49.32	61.74	19,717.80
TOTAL SECURITIES			751,837.96	4.71%	3.75%		970,170.25	99.97	99.98	35,380.90
5. <u>Cash on Hand 1/31/61:</u>			216.89				216.89	0.03	0.02	-0-
FUND TOTAL			\$752,054.85				\$970,387.14	100.00%	100.00%	\$35,380.90

\* Market close as of January 31, 1961, The Wall Street Journal, unless otherwise indicated.

(1) Liquidating value as of February 1, 1961.

(2) Market close or Average of Bid-Ask as of January 31, 1961, The First Boston Corporation.

(3) Bid Price or Average of Bid-Ask as of January 31, 1961, Merrill, Lynch, Pierce, Fenner & Smith, Inc.

MEC:rg:ts

February 14, 1961

Brief Sheet

ROSALIE B. HITE ENDOWMENT FOR CANCER RESEARCH

Established by : Will of Rosalie B. Hite, Deceased.

Will Dated : June 23, 1944.

Fund Received : Properties and securities in amount of \$693,391.75 received on May 1, 1945.

Cash in amount of \$16,359.81 received on September 24, 1945, in final settlement of the Estate.

Current Amount : As of January 31, 1961, fund has assets with a total book value of \$752,054.85.

Trustee : Board of Regents of The University of Texas.

Others to Be Consulted : None

Life of Fund : Item 12 of Will: ". . . I would not make this bequest to the said Board of Regents of The University of Texas unless I were of the opinion that this research would be of a continuing nature; . . ."

Declaratory Judgment, 126th District Court of Travis County, Texas: "1. That the corpus, or any portion thereof, of the trust fund, known as 'The Endowment of Rosalie B. Hite for Cancer Research,' as well as the income thereof, may be legally used and expended by the Board of Regents of The University of Texas, as trustees of said fund, for the purpose of making a research for the cause, prevention, treatment, and cure of cancer . . ."

Purpose : Item 12 of Will: "It is my desire, and I direct, that the Board of Regents of The University of Texas shall use the proceeds from this bequest exclusively for the purpose of making a research for the cause, prevention, treatment and cure of cancer . . ."

Investment Provisions : Item 12 of Will: ". . . Said Board shall have full power to receive said property, sell or dispose of the same as it deems proper."

WILL C. HOGG MEMORIAL SCHOLARSHIPS FUND  
As of January 31, 1961

Par Value or No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>FIXED INCOME SECURITIES</u>									
1. <u>Texas Municipal Bonds:</u>									
\$ 9,000	City of San Angelo 5% School Building Bonds, Series 1928, due 4/1/67	\$ 9,406.64	4.12%	4.12%	104.5182(a)	\$ 9,406.64	6.88%	4.22%	\$ 387.44
2. <u>Corporate Bonds:</u>									
<u>Industrial Corporations Bonds --</u>									
7,000	United States Steel Corporation 4% S. F. Debentures, due 7/15/83	7,031.50	3.96	4.11	96-7/8	6,781.25	5.14	3.04	278.60
<u>Public Utility Corporations Bonds --</u>									
10,000	Central Power & Light Company First Mtge. Bonds, Series I, 4-3/4%, due 4/1/89	10,071.25	4.69	4.73	100B (1)	10,000.00	7.37	4.49	472.50
10,000	New England Tel. & Tel. Company 3-1/8% Debentures, due 12/15/88	10,176.18	3.00	3.85	79-1/4 (1)	7,925.00	7.44	3.56	304.84
10,000	Ohio Edison Company First Mtge. Bonds, 4-1/2% Series, due 4/1/89	9,856.93	4.62	4.63	98B (1)	9,800.00	7.21	4.40	455.02
10,000	Ohio Power Company First Mtge. Bonds, 4-5/8% Series, due 4/1/89	9,988.03	4.64	4.63	100B (1)	10,000.00	7.31	4.49	463.02
5,000	Pacific Gas & Electric Company First & Ref. Mtge. Bonds, 5% Series EE, due 6/1/91	5,000.00	5.00	4.74	105-1/2	5,275.00	3.66	2.37	250.00
4,000	Southern California Edison Company First & Ref. Mtge. Bonds, 4-7/8% Series J, due 9/1/82	4,353.76	4.11	4.34	103 (1)	4,120.00	3.19	1.85	178.92
49,000	Total Public Utility Corporations Bonds	49,446.15	4.30	4.51		47,120.00	36.18	21.16	2,124.30
TOTAL CORPORATE BONDS		56,477.65	4.25	4.46		53,901.25	41.32	24.20	2,402.90
3. <u>Preferred Stocks:</u>									
40 Shs.	The American Tobacco Company 6% Cum. Pfd.	6,249.00	3.84	4.81	124-3/4	4,990.00	4.57	2.24	240.00
50 "	General Motors Corporation Pfd. \$3.75 Series	5,267.50	3.56	4.68	80-1/8	4,006.25	3.86	1.80	187.50
TOTAL PREFERRED STOCKS		11,516.50	3.71	4.75		8,996.25	8.43	4.04	427.50
TOTAL FIXED INCOME SECURITIES		77,400.79	4.16	4.45		72,304.14	56.63	32.46	3,217.84

WILL C. HOGG MEMORIAL SCHOLARSHIPS FUND

As of January 31, 1961

(Continued)

Par Value or No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>EQUITY INCOME SECURITIES</u>									
4. <u>Common Stocks:</u>									
<u>Industrial Corporations Common Stocks --</u>									
110 Shs.	The Dow Chemical Company	\$ 4,444.35	3.47%	1.86%	75-3/8	\$ 8,291.25	3.25%	3.72%	\$ 154.00
280 "	E. I. du Pont de Nemours & Company	13,324.50	14.18	3.28	205-3/4	57,610.00	9.75	25.87	1,890.00
300 "	General Electric Company	3,746.81	16.01	2.82	70-7/8	21,262.50	2.74	9.55	600.00
200 "	Phillips Petroleum Company	6,714.50	5.06	2.94	57-3/4	11,550.00	4.91	5.18	340.00
200 "	R. J. Reynolds Tobacco Company	4,197.94	12.39	2.60	100	20,000.00	3.07	8.98	520.00
Total Industrial Corporations Common Stocks		<u>32,428.10</u>	<u>10.81</u>	<u>2.95</u>		<u>118,713.75</u>	<u>23.72</u>	<u>53.30</u>	<u>3,504.00</u>
<u>Public Utility Corporations Common Stocks --</u>									
200 Shs.	Baltimore Gas & Electric Company	4,593.88	4.35	3.43	29-1/8	5,825.00	3.36	2.62	200.00
200 "	Central & South West Corporation	5,919.88	3.45	2.51	40-5/8	8,125.00	4.33	3.65	204.00
200 "	Gulf States Utilities Company	5,919.88	3.38	2.70	37	7,400.00	4.33	3.32	200.00
200 "	The Southern Company	10,062.88	2.98	3.00	50	10,000.00	7.37	4.49	300.00
Total Public Utility Corporations Common Stocks		<u>26,496.52</u>	<u>3.41</u>	<u>2.88</u>		<u>31,350.00</u>	<u>19.39</u>	<u>14.08</u>	<u>904.00</u>
TOTAL COMMON STOCKS (TOTAL EQUITY INCOME SECURITIES)		<u>58,924.62</u>	<u>7.48</u>	<u>2.94</u>		<u>150,063.75</u>	<u>43.11</u>	<u>67.38</u>	<u>4,408.00</u>
TOTAL SECURITIES		<u>136,325.41</u>	<u>5.59%</u>	<u>3.43%</u>		<u>222,367.89</u>	<u>99.74</u>	<u>99.84</u>	<u>7,625.84</u>
5. <u>Cash on Hand 1/31/61:</u>		<u>357.39</u>				<u>357.39</u>	<u>0.26</u>	<u>0.16</u>	<u>-0-</u>
FUND TOTAL		<u>\$136,682.80</u>				<u>\$222,725.28</u>	<u>100.00%</u>	<u>100.00%</u>	<u>\$7,625.84</u>

\* Market close as of January 31, 1961, The Wall Street Journal, unless otherwise indicated.

(1) Bid Price or Average of Bid-Ask as of January 31, 1961, Merrill Lynch, Pierce, Fenner & Smith, Inc.

(a) Based on Book Value.

MEC:am:ts

February 14, 1961



Brief Sheet

WILL C. HOGG MEMORIAL SCHOLARSHIPS FUND

Established by : Article V of the will of W. C. Hogg, deceased.

Will Probated : December 6, 1930.

Funds Received : November 10, 1936.

Trustee : The Board of Regents of The University of Texas.

Capacity : Sole Trustee.

Original Amount : \$120,000.00.

Present Amount : \$136,682.80 (as of 1/31/61).

Life of Fund : Perpetuity.

Purpose : "I hereby give, devise and bequeath One Hundred and Twenty Thousand (\$120,000.00) Dollars, in six lots of \$20,000.00 each, for the use and benefit of The University of Texas, in the creation and establishment of the following memorial scholarships, to be conferred on such terms and conditions as the Board of Regents may prescribe, provided preference be given to graduates of common high schools of Texas in the order of merit of the candidates, considering health, family history, aptitude, and scholarship:

- (1) A scholarship in pure or applied mathematics in honor of my deceased friend, Arthur Lefevre, Sr., said scholarship to equal or exceed \$750.00 per year.
- (2) A scholarship in petroleum geology or in field geology in honor of my deceased friend, Walter Benona Sharp, said scholarship to equal or exceed \$750.00 per year.
- (3) A scholarship in petroleum geology or in field geology in honor of my friend, Mr. Joseph S. Cullinan, said scholarship to equal or exceed \$750.00 per year.
- (4) A scholarship in law in honor of my deceased friend, James Lockhart Autry, said scholarship to equal or exceed \$750.00 per year.
- (5) A scholarship in domestic science or in home economics in honor of my friend, Mrs. Estelle Boughton Sharp, to equal or exceed \$750.00 per year.
- (6) A scholarship in domestic science or in home economics in honor of my sister, Miss Ima Hogg, to equal or exceed \$750.00 per year."

Investment Provisions: As the will is silent, it is believed that all investments must be in securities legal for trustees of the State of Texas. The Board of Regents has grouped into one fund for investment purposes the six scholarships sharing in the net income.

ARCHER M. HUNTINGTON MUSEUM FUND  
As of January 31, 1961

Par or Maturity Value	Description	Book Value 1/31/61	Current Yield		Liquidating or Market Price*	Liquidating or Market Value	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>U. S. Government Securities:</u>									
\$320,000	U. S. 4-3/8% Treasury Certificates of Indebtedness of Series B-1961, due 5/15/61	\$320,175.48	4.26%	4.24%	100.5625	\$ 321,800.00	139.74%	19.01%	\$13,650.00
31,000	U. S. Savings Bonds, 2.53% Series F, due 1/1/62	22,940.00	(2.53)	(3.91)	(1) 96.20	29,295.00	10.01	1.73	( 580.38)#
4,000	U. S. Savings Bonds, 2.53% Series F, due 8/1/62	2,960.00	(2.53)	(3.81)	(1) 94.50	3,780.00	1.29	0.22	( 74.89)#
40,000	U. S. Savings Bonds, 2.76% Series K, due 8/1/66	40,000.00	2.76	3.36	(1) 97.00	38,800.00	17.46	2.29	1,104.00
25,000	U. S. 2-1/2% Treasury Bonds, due 12/15/68-63	24,698.56	2.68	2.91	91.00	22,750.00	10.78	1.35	662.68
35,000	U. S. 2-1/2% Treasury Bonds, due 3/15/70-65	34,479.40	2.70	2.97	89.5625	31,346.88	15.05	1.85	929.80
29,000	U. S. 2-1/2% Treasury Bonds, due 12/15/72-67	28,330.88	2.76	3.07	87.625	25,411.25	12.36	1.50	780.76
29,000	U. S. 3-1/4% Treasury Bonds, due 6/15/83-78	30,379.00	2.84	3.29	90.5625	26,263.13	13.26	1.55	863.70
63,000	U. S. 3% Treasury Bonds, due 2/15/95	62,998.62	3.00	3.47	86.50	54,495.00	27.49	3.22	1,890.04
									( 655.27)#
<u>\$576,000</u>	Total U. S. Government Securities	<u>566,961.94</u>	<u>3.62</u>	<u>3.71</u>		<u>553,941.26</u>	<u>247.44</u>	<u>32.72</u>	<u>19,880.98</u>
<u>Real Estate:</u>									
	Land in Galveston County, Texas (Approximately 3,550 Acres)	<u>22,947.92</u>	<u>39.21</u>	<u>0.60</u>		<u>1,500,000.00</u>	<u>(a) 10.02</u>	<u>88.59</u>	<u>8,996.90</u> (b)
	<u>Mineral Rights and Royalties: (c)</u>	<u>8.00</u>	<u>-</u>	<u>-</u>		<u>8.00</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
	TOTAL INVESTMENTS	<u>589,917.86</u>	<u>5.01%</u>	<u>1.44%</u>		<u>2,053,949.26</u>	<u>257.46</u>	<u>121.31</u>	<u>\$28,877.88</u>
	Cash on Hand 1/31/61:	<u>360,790.16D</u>				<u>360,790.16D</u>	<u>157.46D</u>	<u>21.31D</u>	
	FUND TOTAL	<u>\$229,127.70</u>				<u>\$1,693,159.10</u>	<u>100.00%</u>	<u>100.00%</u>	

D Overdraft - Deduct.

\* Liquidating value of U. S. Savings Bonds as of 2/1/61. Average of Bid-Ask as of 1/31/61, C. J. Devine & Co., for Treasury securities.

# Accrued interest to be paid at maturity.

(1) Investment yield on current redemption value to maturity.

(a) Joint appraisal by three appraisers on August 22, 1955.

(b) Income received during 1959-60 from a grazing lease, campsite leases, easements, etc., amounted to the \$8,996.90 shown in the above table. In addition, in 1959-60, the Pan American Oil Company paid a mineral lease bonus of \$50,510.00 on 1,010.20 acres at \$50 per acre (on 10/19/59), the terms of the lease calling for delay rental at \$10 per acre for a primary term of 5 years, such delay rental in the amount of \$10,102.00 for the first year being paid in September, 1960. Also, in 1960-61, the British-American Oil Producing Company paid a mineral lease bonus of \$68,400.00 on 1,140 acres at \$60 per acre (on 12/27/60), the terms of the lease calling for delay rental at \$10 per acre for a primary term of 5 years.

(c) Consists of undivided mineral interests under acreage sold (approximately 392 mineral acres).

MEC:rg:ts

February 14, 1961

Brief Sheet

ARCHER M. HUNTINGTON MUSEUM FUND

Established by : Deed from Archer M. Huntington of New York, New York, of all the land owned by him in Galveston County, Texas, in trust to The University of Texas.

Date of Deed : October 7, 1927.

Trustee : The Board of Regents of The University of Texas.

Others to Be Consulted : None.

Capacity : Sole Trustee.

Life of Fund : Perpetuity.

Original Gift : 4,367 acres of land in Galveston County, Texas.

Present Amount : As of January 31, 1961, the assets of the fund consisted of \$566,961.94 in security investments and \$22,955.92 in remaining acreage (3,550.00 acres), for a total book value of \$589,917.86. The remaining acreage has been appraised at various times at around \$1,500,000.00. Currently, cash available is being used to apply on the construction of an Art-Museum Building, the cash position currently being in an overdraft of \$360,790.16.

Purpose : "The said property hereby conveyed is given by me to said The Board of Regents of The University of Texas, or its successors, for the use and benefit of a museum, which it is contemplated by said Board of Regents is to be established in connection with said University of Texas."

Other Provisions: "Said Board of Regents and its successors in office shall have full power and authority to use said land for museum purposes for said University of Texas, and to sell and convey said property upon such terms and conditions as to said Board of Regents may seem fit, and to use the proceeds arising from any such sale, or sales, for the benefit of the museum of The University of Texas above mentioned, and generally to use, sell and convey said lands, and to use any of the proceeds thereof in such a way as may be in its judgment most for the benefit of such museum."

THE W. J. MC DONALD OBSERVATORY FUND  
As of January 31, 1961

Par Value	Description	Book Value 1/31/61	Current Yield		Liquidating or Market Price*	Liquidating or Market Value*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>U. S. Government Bonds:</u>									
\$ 2,000	U. S. Savings Bonds, 2-1/2% Series G, due 9/1/61	\$ 2,000.00	2.50%	3.94%(1)	98.60	\$ 1,972.00	0.42%	0.45%	\$ 50.00
7,000	U. S. Savings Bonds, 2-1/2% Series G, due 8/1/62	7,000.00	2.50	3.75 (1)	98.20	6,874.00	1.49	1.57	175.00
95,000	U. S. 2-1/4% Treasury Bonds, due 6/15/62-59	92,597.45	4.04	3.96	99.3125	94,346.88	19.68	21.51	3,739.20
25,000	U. S. 2-3/4% Treasury Bonds, Investment Series B, due 4/1/80-75	25,000.00	2.75	3.00	91.6875	22,921.88	5.31	5.23	687.50
5,000	U. S. 2-1/2% Treasury Bonds, due 3/15/70-65	4,925.71	2.70	2.97	89.5625	4,478.13	1.05	1.02	132.82
9,000	U. S. 2-1/2% Treasury Bonds, due 12/15/72-67	8,901.36	2.62	2.96	87-5/8	7,886.25	1.89	1.80	233.22
65,000	U. S. 4% Treasury Bonds, due 10/1/69	63,444.08	4.37	4.20	101-5/8	66,056.25	13.48	15.06	2,772.88
61,000	U. S. 3-1/4% Treasury Bonds, due 6/15/83-78	60,974.35	3.25	3.59	90.5625	55,243.13	12.96	12.59	1,983.64
195,000	U. S. 3% Treasury Bonds, due 2/15/95	195,656.88	2.98	3.46	86-1/2	168,675.00	41.57	38.46	5,830.96
<u>464,000</u>	Total U. S. Government Bonds	<u>460,499.83</u>	<u>3.39</u>	<u>3.64</u>		<u>428,453.52</u>	<u>97.85</u>	<u>97.69</u>	<u>15,605.22</u>
<u>Real Estate Mortgage Notes:</u>									
5,000	Note of Roy Pickering, 5% annually	4,000.00	5.00	5.00	100.00(a)	4,000.00	0.85	0.91	200.00
<u>Real Estate:</u>									
	Hignight Property, Red River Co., Texas (approximately 69.89 acres)	3,605.70	-0-	-0-		3,605.70	0.77	0.82	-0-
	Cuthand Property, Red River Co., Texas (SE 80 acres)	800.00	-0-	-0-		800.00	0.17	0.19	-0-
	Total Real Estate	<u>4,405.70</u>	<u>-0-</u>	<u>-0-</u>		<u>4,405.70</u>	<u>0.94</u>	<u>1.01</u>	<u>-0-</u>
	<u>Mineral Rights and Royalties:</u>	<u>13.00</u>				<u>13.00</u>	<u>-0-</u>	<u>-0-</u>	<u>62.70(b)</u>
	TOTAL INVESTMENTS	<u>468,918.53</u>	<u>3.37%</u>	<u>3.62%</u> (c)		<u>436,872.22</u>	<u>99.64</u>	<u>99.61</u>	<u>15,867.92</u>
	<u>Cash on Hand 1/31/61:</u>	<u>1,707.27</u>				<u>1,707.27</u>	<u>0.36</u>	<u>0.39</u>	<u>-0-</u>
	FUND TOTAL	<u>\$470,625.80</u>				<u>\$438,579.49</u>	<u>100.00%</u>	<u>100.00%</u>	<u>\$15,867.92</u>

\* Liquidating Value as of 2/1/61 for Series G Savings Bonds; average of Bid-Ask as of 1/31/61 of 1-1/2% Treasury Notes due 10/1/65 into which nonmarketable Investment Series B Bonds may be converted, C. J. Devine & Co.; and average of Bid-Ask as of 1/31/61, for marketable Treasury Bonds, C. J. Devine & Co.

(a) Based on Book Value.

(b) Represents University's share of delay rental on property sold to Roy Pickering.

(c) Delay rental received not included in computation of current yield on investments.

(1) Investment yield on current redemption value to maturity.

Brief Sheet

THE W. J. McDONALD OBSERVATORY FUND

Established by : Will of W. J. McDonald, deceased.

Will Dated : May 8, 1925.

Fund Received : Largely in 1929 and 1930.

Trustee : The Board of Regents of The University of Texas.

Capacity : Sole Trustee.

Original Amount : Approximately \$1,138,000.00.

Present Amount : \$479,625.80 (as of 1/31/61).

Life of Fund : Both principal and income can be used to accomplish purpose of the trust.

Purpose : ". . . to be used and devoted by said Regents for the purpose of aiding in erecting and equipping an astronomical Observatory to be kept and used in connection with and as a part of the University for the study and promotion of the study of Astronomical Science."

Investment Provisions : "All investments are to be made in such bonds and securities as are prescribed by law for the investment of the State Common School Fund."

STUDENT PROPERTY DEPOSIT SCHOLARSHIP FUND  
As of January 31, 1961

Par or Maturity Value	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<b>A. Current Funds - Educational and General -</b>									
<b>Temporary Investments:</b>									
\$100,000	U. S. Savings Bonds, 2-1/2% Series G, due 10/1/61	\$100,000.00	2.50%	3.94%(2)	98.60	\$ 98,600.00	24.70%	25.32%	\$ 2,500.00
<u>50,000</u>	U. S. Savings Bonds, 2-1/2% Series G, due 1/1/62	<u>50,000.00</u>	<u>2.50</u>	<u>3.94</u> (2)	<u>98.60</u>	<u>49,300.00</u>	<u>12.35</u>	<u>12.66</u>	<u>1,250.00</u>
<u>150,000</u>	Total Temporary Investments (1)	<u>150,000.00</u>	<u>2.50</u>	<u>2.54</u>		<u>147,900.00</u>	<u>37.05</u>	<u>37.98</u>	<u>3,750.00</u>
<b>B. Endowment Funds - Permanent Investments:</b>									
22,000	U. S. Savings Bonds, 2-1/2% Series G, due 7/1/62	22,000.00	2.50	2.55	98.20	21,604.00	5.43	5.55	550.00
12,000	U. S. Savings Bonds, 2-1/2% Series G, due 12/1/62	12,000.00	2.50	2.55	97.90	11,748.00	2.96	3.02	300.00
26,000	U. S. Savings Bonds, 2.76% Series K, due 7/1/66	26,000.00	2.76	2.85	97.00	25,220.00	6.42	6.48	717.60
20,000	U. S. 2-1/2% Treasury Bonds, due 3/15/70-65	19,702.65	2.70	2.97	89.5625	17,912.50	4.87	4.60	531.30
15,000	U. S. 2-1/2% Treasury Bonds, due 12/15/72-67	14,835.60	2.62	2.96	87.625	13,143.75	3.67	3.38	388.70
24,000	U. S. 4% Treasury Bonds, due 10/1/69	22,942.32	4.70	4.42	101.625	24,390.00	5.67	6.26	1,077.52
13,000	U. S. 3-7/8% Treasury Bonds, due 11/15/74	13,252.00	3.67	3.69	101.375	13,178.75	3.27	3.38	485.78
52,000	U. S. 3-1/4% Treasury Bonds, due 6/15/83-78	51,770.15	3.27	3.60	90.5625	47,092.50	12.79	12.09	1,693.66
6,000	U. S. 4% Treasury Bonds, due 2/15/80	5,930.58	4.11	4.01	101.3125	6,078.75	1.47	1.56	243.56
36,000	U. S. 3% Treasury Bonds, due 2/15/95	35,764.02	3.04	3.49	86.50	31,140.00	8.83	8.00	1,086.84
<u>25,000</u>	U. S. 3-1/2% Treasury Bonds, due 11/15/98	<u>23,382.63</u>	<u>3.92</u>	<u>4.04</u>	<u>90.9375</u>	<u>22,734.38</u>	<u>5.78</u>	<u>5.84</u>	<u>917.72</u>
<u>\$251,000</u>	Total Permanent Investments	<u>247,579.95</u>	<u>3.23</u>	<u>3.41</u>		<u>234,242.63</u>	<u>61.16</u>	<u>60.16</u>	<u>7,992.68</u>
	Cash on Hand 1/31/61	<u>7,243.08</u>	<u>-0-</u>	<u>-0-</u>		<u>7,243.08</u>	<u>1.79</u>	<u>1.86</u>	<u>-0-</u>
	<b>FUND TOTAL</b>	<u><b>\$404,823.03</b></u>	<u><b>2.90%</b></u>	<u><b>3.02%</b></u>		<u><b>\$389,385.71</b></u>	<u><b>100.00%</b></u>	<u><b>100.00%</b></u>	<u><b>\$11,742.68</b></u>

\*Liquidating value for Series G and K Savings Bonds as of 2/1/61; average of Bid-Ask for Treasury Bonds as of 1/31/61, C. J. Devine & Co.

(1) As of January 31, 1961, the balance in the General Property Deposit Account was \$233,357.69, the \$150,000.00 invested in U. S. Savings Bonds, Series G, amounting to 64.28% of this amount. According to law, 85% of the balance in the General Property Deposit Account may be invested in U. S. Government securities. The average monthly balance from February, 1960 thru January, 1961 in the General Property Deposit Account was \$223,346.15, the investment of \$150,000.00 being 67.16% of this monthly average.

(2) Investment yield on current redemption value to maturity.

Brief Sheet

STUDENT PROPERTY DEPOSIT SCHOLARSHIP FUND

- Established by : House Bill No. 642, passed by Fifty-First Legislature, effective October 5, 1949.
- Trustee : Board of Regents of The University of Texas.
- Capacity : Sole Trustee.
- Current Amount : As of January 31, 1961, the assets of the fund consisted of Temporary Investments, \$150,000.00 book value; Permanent Investments, \$247,579.95; and Cash, \$7,243.08; making a total of \$404,823.03 in the fund.
- Life of Fund : The fund consists of two parts, the investment of the first part to be considered temporary and of the second part to be considered a permanent endowment as follows:
- (1) Eighty-five per cent of the "General Property Deposit" charged all students registered in the Main University at Austin, Texas, may be invested by the Board of Regents, at its discretion, in United States Government securities or placed on time deposit secured by United States Government securities, the income from which shall be used for the purpose of making student scholarship awards to needy and deserving students of The University of Texas who are residents of the State of Texas as defined for tuition purposes.
  - (2) Any of said "General Property Deposit" which remains without call for refund for a period of four years from date of last attendance at The University of Texas shall be forfeited and shall be used to establish a permanent endowment fund for said scholarship fund.
- Award Provisions : (1) The scholarship awards began with the school year 1950-51.
- (2) The awards are to be made by the University Committee on Loans and Scholarships or by any other official University scholarship committee appointed to handle student scholarships. The committee of award shall have full discretion in selecting the student recipients and in determining the number and amounts of the awards. Any money not used in one year may be held over and used to make awards in subsequent years.
  - (3) Without limiting the full discretion of the committee of award, the principal criteria of judgment shall be financial need, desire for a college education, scholastic ability, character, and demonstrated participation in student activities.
- Investment Provisions : U. S. Government Securities or Time Deposits (see above).

JOSEPH LINDSEY HENDERSON TEXTBOOK COLLECTION ENDOWMENT  
As of January 31, 1961

Par Value or No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>FIXED INCOME SECURITIES</u>									
1. <u>Corporate Bonds:</u>									
	<u>Railroad Corporations Bonds --</u>								
\$4,000	Pennsylvania Railroad Co. Series D, 4-1/4% General Mtge. Bonds, due 4/1/81	\$ 4,000.00	4.25%	5.82%	73	\$ 2,920.00	31.13%	13.04%	\$170.00
<u>EQUITY INCOME SECURITIES</u>									
2. <u>Common Stocks:</u>									
	<u>Public Utility Corporations Stocks --</u>								
168 Shs.	American Telephone & Telegraph Co.	8,707.25	6.37	2.87	115	19,320.00	67.76	86.32	554.40
	TOTAL INVESTMENTS	12,707.25	5.70%	3.26%		22,240.00	98.89	99.36	724.40
	3. <u>Cash on Hand 1/31/61:</u>	142.75				142.75	1.11	0.64	-0-
	FUND TOTAL	\$12,850.00				\$22,382.75	100.00%	100.00%	\$724.40

\* Market close as of January 31, 1961, The Wall Street Journal.

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February 14, 1961



Brief Sheet

JOSEPH LINDSEY HENDERSON TEXTBOOK COLLECTION ENDOWMENT

- Established by : Mr. and Mrs. Joseph Lindsey Henderson in a letter dated September 1, 1944, addressed to President Homer P. Rainey, The University of Texas.
- Date Accepted by Regents : September 29, 1944.
- Original Amount : Endowment originally set up with 37 shares of American Telephone and Telegraph Company common stock, received on October 20, 1944, with a market value of \$6,050.00 as of that date.
- Subsequent Donation: Four non-callable Pennsylvania Railroad Company General Mortgage Bonds, Series D, with a face value of \$1,000 each, bearing interest at the rate of 4-1/4% per annum, due April 1, 1981, with interest coupons for April 1, 1945, and subsequent attached thereto, received on January 4, 1945, with a market value at that date of \$4,787.00.
- Current Amount : As of January 31, 1961, the fund consisted of investments in the amount of \$12,707.25, including additional Telephone stock purchased with accumulated income in the fund at the request of the donor; and cash of \$142.75, making a total fund of \$12,850.00.
- Trustee : Board of Regents of The University of Texas.
- Capacity : Sole Trustee.
- Others to be Consulted : Investment Officers of The University of Texas.
- Purpose : The securities are to be made a permanent endowment and the annual income is to be used in the purchase of such books and materials as may be needed from year to year to bring up-to-date the Joseph Lindsey Henderson Textbook Collection consisting of the leading textbooks used in the elementary and secondary schools of this country within the last 150 years.

Investment Provisions

- : ". . . when it becomes necessary or advisable to re-invest the principal, that the investment officers be allowed to consider, and purchase if desirable, industrial and commercial securities along with securities now required for the investment of the regular University funds."

"It was my intention that the entire proceeds of the interest coupons on the four \$1,000 Pennsylvania Railroad Company General Mortgage Bonds, Series D, given to the University on January 4, 1945, for the Joseph Lindsey Henderson Textbook Collection Fund be treated as income and that none of such proceeds need be treated as endowment principal notwithstanding the fact that the market value of the bonds at the date of the gift was substantially in excess of their face value." (Letter from Mr. Henderson to Mr. C. D. Simmons, dated 1/10/45).

GEORGE STUART HEYER SCHOLARSHIP  
(GOVERNMENT)  
As of January 31, 1961

No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>Common Stocks:</u>									
<u>Industrial Corporations Stocks --</u>									
735 Shs.	General Crude Oil Company	<u>\$28,075.00</u>	<u>2.62%</u>	<u>3.40%</u>	29.4375	<u>\$21,636.56</u>	<u>100.00%</u>	<u>100.00%</u>	<u>\$ 735.00</u>

\* Average of Bid-Ask as of January 31, 1961, The Wall Street Journal.

GEOLOGY FOUNDATION: GEORGE S. HEYER MEMORIAL FUND  
As of January 31, 1961

No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>Common Stocks:</u>									
<u>Industrial Corporations Stocks --</u>									
2,100	General Crude Oil Company	\$56,375.00	3.73%	3.40%	29.4375	\$61,818.75	72.14%	74.86%	\$2,100.00
450	Standard Oil Company (New Jersey)	<u>21,768.75</u>	<u>4.65</u>	<u>4.88</u>	46-1/8	<u>20,756.25</u>	<u>27.86</u>	<u>25.14</u>	<u>1,012.50</u>
TOTAL COMMON STOCKS (FUND TOTAL)		<u>\$78,143.75</u>	<u>3.98%</u>	<u>3.77%</u>		<u>\$82,575.00</u>	<u>100.00%</u>	<u>100.00%</u>	<u>\$3,112.50</u>

\* Market Close or Average of Bid-Ask as of January 31, 1961, The Wall Street Journal.

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February 14, 1961

Brief Sheet

GEORGE STUART HEYER SCHOLARSHIP FUND  
(Government)

- Established by : Mrs. Jane Gregory Marechal in memory of the late George S. Heyer, her first husband, who was a 1920 graduate of The University of Texas and who served as President of General Crude Oil Company, the letter of gift being dated July 25, 1956.
- Accepted by Regents : Original gift accepted September 22, 1956.
- Original Gift : 300 Shares General Crude Oil Company Capital Stock, placed on the University's books at \$12,900.00 (Average of Bid-Ask Prices as of July 25, 1956).
- Subsequent Gifts : 200 Shares General Crude Oil Company Capital Stock, placed on the books at \$7,537.50 (Average of Bid-Ask Prices as of January 21, 1957, date of gift); and  
  
200 Shares General Crude Oil Company Capital Stock, placed on the books at \$7,637.50 (Average of Bid-Ask Prices as of June 4, 1957, date of gift).  
  
(35 shares received on total holdings from declared 5% stock dividend in December, 1959.)
- Trustee : Board of Regents of The University of Texas, sole trustee.
- Life of Fund : Perpetuity. (Donor is silent on this point but it is assumed from her letters of gift that she wants only income used for scholarship purposes.)
- Purpose : Donor in original letter stated that she would like for preference to be given to students in the field of government and related areas but would be willing that awards be made in other lines if better qualified applicants should appear. She further stated that awards could be made to one or more applicants but that she desired the awards at the undergraduate level.
- Committee of Award: Committee on Loans and Scholarships Information at The University of Texas.
- Investment Provisions : Donor in original letter stated that she would prefer that the stock be sold (but not under 40) and the proceeds reinvested. The Board of Regents accepted the original stock gift on September 22, 1956, and authorized sale but at that time the stock was selling under 40 and has not sold as high as 40 since that time. Sale of the stock is pending until improvement in market price.

Brief Sheet

GEORGE S. HEYER MEMORIAL FUND  
(Geology Foundation)

- Established by : Mrs. Jane Gregory Marechal in memory of the late George S. Heyer, her first husband, who was a 1920 graduate of The University of Texas and who served as President of General Crude Oil Company, the trust instrument being dated December 17, 1958.
- Accepted by Regents : January 10, 1959.
- Original Gift : 2,000 Shares General Crude Oil Company Capital Stock, placed on the University's books at \$56,375.00 (Average of Bid-Ask prices as of December 17, 1958).
- Subsequent Gift : 450 Shares Standard Oil Company (New Jersey) Capital Stock, placed on the books at \$21,768.75 (Market Close as of December 14, 1959, date of gift).
- (100 Shares General Crude Oil Company Capital Stock received on holding from declared 5% stock dividend in December, 1959.)
- Trustee : Board of Regents of The University of Texas, sole trustee.
- Life of Fund : Perpetuity.
- Purpose : As stated in trust instrument conveying the gift, purpose is to:
1. Expand the opportunities for members of the faculty of the Department of Geology to participate in the scientific and professional activities of their fellow geologists as a means of broadening their contact and experience, advancing their research and teaching activities.
  2. Supply funds for research and study appointments for staff members of the Department of Geology.
  3. Supply funds for research scholarships and fellowships for worthy undergraduate and graduate students who are securing specialized training in geology.
  4. Supply funds for post-doctoral fellowships to attract persons with special training to participate in research projects in the Department of Geology.
  5. Supply funds for the purchase of special equipment to insure adequate facilities for modern research.
  6. Supply funds for the improvement of the geology library.
  7. Assist in the employing of distinguished teachers.
- Use of Income : The income is to be expended for the purposes designated in accordance with the regulations and procedures established for the Geology Foundation.
- If the purposes designated become impractical by reason of changed conditions, the Board of Regents is given the power to designate another purpose or purposes.
- Investment Provisions : The Board of Regents, at its discretion, may sell the stock and reinvest the proceeds in other income bearing stock or other securities.

LITTLEFIELD FUND FOR SOUTHERN HISTORY - FIRST FUND  
As of January 31, 1961

Par Value	Description	Book Value 1/31/61	Current Yield		Liquidating or Market Price*	Liquidating or Market Value*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>U. S. Government Bonds:</u>									
\$ 1,500	U. S. Savings Bonds, 2.76% Series K, due 7/1/66	\$ 1,500.00	2.76%	3.39%(b)	97.00	\$ 1,455.00	5.69%	5.47%	\$ 41.40
<u>10,000</u>	U. S. 4% Treasury Bonds, due 10/1/69	<u>9,902.80</u>	<u>4.15</u>	<u>4.04</u>	101.625	<u>10,162.50</u>	<u>37.54</u>	<u>38.22</u>	<u>410.80</u>
<u>11,500</u>	Total U. S. Government Bonds	<u>11,402.80</u>	<u>3.97</u>	<u>3.89</u>		<u>11,617.50</u>	<u>43.23</u>	<u>43.69</u>	<u>452.20</u>
<u>Texas Municipal Bonds:</u>									
4,000	City of Denton, Texas, 3% School Building Bonds, due 5/1/72	4,000.00	3.00	3.00	100 (a)	4,000.00	15.16	15.04	120.00
<u>10,000</u>	City of San Angelo, Texas, 5% City Hall and Auditorium Bonds, due 3/1/61-63	<u>10,119.87</u>	<u>4.15</u>	<u>4.15</u>	101.1987(a)	<u>10,119.87</u>	<u>38.37</u>	<u>38.06</u>	<u>419.74</u>
<u>14,000</u>	Total Texas Municipal Bonds	<u>14,119.87</u>	<u>3.82</u>	<u>3.82</u>		<u>14,119.87</u>	<u>53.53</u>	<u>53.10</u>	<u>539.74</u>
<u>25,500</u>	TOTAL SECURITIES	<u>25,522.67</u>	<u>3.87%</u>	<u>3.85%</u>		<u>25,737.37</u>	<u>96.76</u>	<u>96.79</u>	<u>991.94</u>
	Cash on Hand 1/31/61:	<u>853.49</u>				<u>853.49</u>	<u>3.24</u>	<u>3.21</u>	<u>-0-</u>
	FUND TOTAL	<u>\$26,376.16</u>				<u>\$26,590.86</u>	<u>100.00%</u>	<u>100.00%</u>	<u>\$991.94</u>

\* Liquidating value as of 2/1/61 for Series K, Savings Bonds; Average of Bid-Ask as of 1/31/61 for Treasury Bonds, C. J. Devine & Co.

(a) Based on book value.

(b) Investment yield on current redemption value to maturity.

MEC:rg:ts  
February 14, 1961

Brief Sheet

LITTLEFIELD FUND FOR SOUTHERN HISTORY - FIRST FUND

- Established by : George W. Littlefield by gift to The University of Texas.  
(See minutes for meeting held April 28, 1914.)
- Trustee : The Board of Regents of The University of Texas.
- Others to Be Consulted : "It shall be the duty of the Chairman (of Littlefield Fund for Southern History Committee) to assist the Regents in keeping the fund as well as possible interest bearing."
- Life of Fund : No particular life of the fund was set, but it was stated that after twenty-five years any part of the principal could be used to secure such papers and data as were needed to fulfill the purpose of the fund.
- Original Amount : \$25,000.00.
- Present Amount : \$26,376.16 (as of 1/31/61).
- Purpose : "It has been my desire to see a history written of the United States with the plain facts concerning the South and her acts since the foundation of the Government, especially since 1860.  
. . .  
". . . It is my desire that the committee use the income from this fund for twenty-five years to secure such papers and data as are in their judgment needed. At the expiration of that time any part of the principal that may be necessary may be used for the same purpose. It shall be the duty of the Chairman of this Committee to submit an annual statement to the Regents at their annual meeting, stating the condition of the fund and how invested, and that the President of the University at some meeting of the Regents report the status and progress of the History Committee, together with an estimate as far as may be possible of the influence the collection has had in stimulating the study of Southern History . . .  
"The Committee is fully empowered to use the fund as their judgment may dictate to purchase books, pamphlets, newspaper files, maps, manuscripts, etc., bearing on the History of the South."

TEXAS UNION BUILDING FUND  
As of January 31, 1961

Par or Maturity Value	Description	Book Value 1/31/61	Current Yield		Liquidating or Market Price*	Liquidating or Market Value*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>FIXED INCOME SECURITIES</u>									
<u>U. S. Government Bonds:</u>									
\$13,500	U. S. Savings Bonds, Series F, due 6/1/61	\$ 9,990.00	(2.53)%	(4.08)%	(1) 98.00	\$ 13,230.00	8.49%	10.40%	\$(252.75)#
19,500	U. S. Savings Bonds, Series F, due 3/1/62	14,430.00	(2.53)	(3.81)	(1) 94.50	18,427.50	12.26	14.49	(365.08)#
4,500	U. S. Savings Bonds, Series F, due 5/1/62	3,330.00	(2.53)	(3.81)	(1) 94.50	4,252.50	2.83	3.34	(84.25)#
10,000	U. S. Savings Bonds, Series F, due 10/1/62	7,400.00	(2.53)	(3.72)	(1) 92.90	9,290.00	6.29	7.31	(187.22)#
5,400	U. S. Savings Bonds, Series F, due 1/1/63	3,996.00	(2.53)	(3.72)	(1) 92.90	5,016.60	3.40	3.95	(101.09)#
4,000	U. S. Savings Bonds, 2.76% Series K, due 2/1/67	4,000.00	2.76	3.33	96.90	3,876.00	3.40	3.05	110.40
6,000	U. S. 2-1/2% Treasury Bonds, due 12/15/64-69	5,919.00	2.69	2.95	89.75	5,385.00	5.03	4.24	159.00
8,000	U. S. 2-1/2% Treasury Bonds, due 12/15/67-72	7,912.40	2.62	2.96	87.625	7,010.00	6.73	5.51	207.30
									(990.39)#
70,900	Total U. S. Government Bonds (TOTAL FIXED INCOME SECURITIES)	56,977.40	2.57%	2.21%		66,487.60	48.43	52.29	476.70
	Cash on Hand 1/31/61:	60,674.96				60,674.96	51.57	47.71	-0-
	FUND TOTAL	\$117,652.36				\$127,162.56	100.00%	100.00%	\$(990.39)# \$ 476.70

\* Liquidating value of U. S. Savings Bonds as of 2/1/61.

Average of Bid-Ask as of 1/31/61, C. J. Devine & Co. for Treasury Bonds.

# Accrued interest to be paid at maturity.

(1) Investment yield on current redemption value to maturity.

MEC:rg:ts  
February 14, 1961

Brief Sheet

TEXAS UNION BUILDING FUND

Established by : Board of Directors of Texas Union by action taken November 29, 1943.

Source and Purpose of Funds : Invested surplus fund known as "Texas Union Endowment Fund," originally begun September 1, 1934, as a permanent endowment fund for the Texas Union, the income from which was to accrue to the general operating account of The Texas Union. On November 29, 1943, Board of Directors of Texas Union changed name to "Texas Union Building Fund," with idea that at some future date the fund would become the nucleus of a building fund with which to make needed additions to the Union Building. (Approved by Regents on April 28, 1944).

Current Amount : As of January 31, 1961, the assets of the fund consisted of \$56,977.40 in investments (U. S. Government Securities with maturity value of \$70,900.00 and current liquidating value of \$66,244.60), and cash in amount of \$60,674.96, making a total book value of \$117,652.36.

Investment Provisions

a. On May 21, 1943, the Business Director of The Texas Union directed the following letter to Mr. Jack G. Taylor, then Investment Analyst of The University of Texas:

"The Board of Directors of the Texas Union has authorized me to ask you to handle the Texas Union investments (Endowment Fund and Repairs and Replacements Reserve Fund) as outlined in your letter of May 18, 1943."

b. On November 13, 1943, the Board of Directors of Texas Union established the policy of placing operating surpluses at the end of each fiscal year in a special fund to be invested by the Investment Officer of The University of Texas.

c. On January 12, 1949, the Director of the Texas Union directed following letter to the President of The University of Texas:

"The Board of Directors of the Texas Union requests that all interest income from our invested securities in the Texas Union Building Fund be automatically credited to the Texas Union Building Fund . . . rather than to the Texas Union General Account. It is requested that this action be made retroactive to September 1, 1948."



TEXAS VETERANS OF WORLD WAR II MEMORIAL SCHOLARSHIP FUND  
As of January 31, 1961

Par or Maturity Value	Description	Book Value 1/31/61	Current Yield		Liquidating or Market Price*	Liquidating or Market Value*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
	<u>U. S. Government Bonds:</u>								
\$11,500	U. S. Savings Bonds, Series F, due 3/1/61	\$ 8,510.00	(2.53%)	(4.08%)(1)	98.00	\$11,270.00	66.68%	74.71%	\$(215.30)#
500	U. S. Savings Bonds, 2.76% Series K, due 1/1/68	500.00	2.76	3.29 (1)	96.70	483.50	3.92	3.21	13.80
<u>3,000</u>	U. S. 3% Treasury Bond, due 2/15/95	<u>3,015.18</u>	<u>2.97</u>	<u>3.45</u>	86.50	<u>2,595.00</u>	<u>23.63</u>	<u>17.20</u>	<u>89.56</u>
									<u>(215.30)#</u>
\$15,000	Total U. S. Government Bonds	<u>12,025.18</u>	<u>2.65%</u>	<u>2.22%</u>		<u>14,348.50</u>	<u>94.23</u>	<u>95.12</u>	<u>103.36</u>
	<u>Cash on Hand 1/31/61:</u>	<u>735.98</u>				<u>735.98</u>	<u>5.77</u>	<u>4.88</u>	<u>-0-</u>
	<b>FUND TOTAL</b>	<u>\$12,761.16</u>				<u>\$15,084.48</u>	<u>100.00%</u>	<u>100.00%</u>	<u>\$(215.30)#</u> <u>\$ 103.36</u>

- \* Liquidating value of U. S. Savings Bonds as of 2/1/61.  
Average of Bid-Ask as of 1/31/61, C. J. Devine & Co. for Treasury Securities.  
# Accrued interest to be paid at maturity.  
(1) Investment yield on current redemption value to maturity.

MEC:am:ts  
February 14, 1961

Brief Sheet

TEXAS VETERANS OF WORLD WAR II MEMORIAL SCHOLARSHIP FUND

Established by : Board of Directors of "The University of Texas World War II Memorial Scholarship Fund, Incorporated."  
Date Accepted : January 29, 1949.  
Original Amount : \$8,556.51.  
Additional Amount : \$3,726.19 - received from The University Memorial Scholarship Fund on November 15, 1955. Approved by the Board of Regents on February 2, 1956. (See correspondence).  
Trustee : Board of Regents of The University of Texas.  
Capacity : Sole Trustee.  
Life of Fund and Purpose : Until September 1, 1960, all income of this fund shall be added to principal and the fund kept intact. Beginning on September 1, 1960, approximately one-tenth of the total fund balance, including both principal and interest, shall be used annually to award scholarships to undergraduates in The University of Texas who fall in one of the following classifications, which, other things being equal, shall be the order of preference:

- a. The widow or child of a deceased Texas veteran of World War II.
- b. The wife or child of a 100% disabled Texas veteran of World War II.
- c. The wife or child of a disabled Texas veteran of World War II.
- d. A child of a Texas veteran of World War II.

It is contemplated that the fund will be exhausted in ten years from September 1, 1960.

If, at any time prior to the exhaustion of the fund that in the discretion of the Board of Regents it should be desirable to use the fund for the purpose of carrying out any other of the original purposes, including the erection of an apartment house for married veterans and other students at The University of Texas, the Board of Regents may so use the fund.

Committee of Award : Faculty "Committee on Student Loans" or such other official University of Texas scholarship committee as may serve in lieu thereof. The committee shall have complete discretion in fixing the terms of the awards and in selecting the beneficiaries.

Investment Provisions : Trustee is given full power, from time to time, to invest and reinvest the fund or any part thereof in such securities or property of the kind or character as it may deem most suitable for such investment, including, but not by way of limitation, bonds, preferred and common stocks, mortgages, and real or personal property.

THE WILLIAM HEUERMAN FUND FOR CANCER RESEARCH  
(M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE)  
As of January 31, 1961

Par Value or No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>FIXED INCOME SECURITIES</u>									
1. <u>U. S. Government Bonds:</u>									
\$ 85,000	U. S. Savings Bonds, Series J, due 4/1/66	\$ 61,200.00	( 2.76%)	(3.26%) <sup>(a)</sup>	83.70 (1)	\$ 71,145.00	24.31%	23.00%	\$(1,983.33)#
<u>80,000</u>	U. S. 2-1/2% Treasury Bonds, due 3/15/70-65	<u>78,937.52</u>	<u>2.68</u>	<u>2.95</u>	89.5625(2)	<u>71,650.00</u>	<u>31.36</u>	<u>23.17</u>	<u>2,111.84</u>
<u>165,000</u>	TOTAL U. S. GOVERNMENT BONDS	<u>140,137.52</u>	<u>2.92</u>	<u>2.87</u>		<u>142,795.00</u>	<u>55.67</u>	<u>46.17</u>	(1,983.33)# <u>2,111.84</u>
2. <u>Corporate Bonds:</u>									
5,000	Pacific Gas & Electric Company First & Ref. Mtge. Bonds, 5% Series EE, due 6/1/91	5,000.00	5.00	4.74	105-1/2	5,275.00	1.98	1.70	250.00
<u>\$170,000</u>	TOTAL FIXED INCOME SECURITIES	<u>145,137.52</u>	<u>2.99</u>	<u>2.93</u>		<u>148,070.00</u>	<u>57.65</u>	<u>47.87</u>	(1,983.33)# <u>2,361.84</u>
<u>EQUITY INCOME SECURITIES</u>									
3. <u>Common Stocks:</u>									
<u>Financial Corporations Common Stocks --</u>									
102 Shs.	The Chase Manhattan Bank	5,029.10	5.07	3.73	67.0625(3)	6,840.38	2.00	2.21	255.00
<u>Industrial Corporations Common Stocks --</u>									
200 Shs.	American Can Company	8,615.75	4.62	5.57	35-7/8	7,175.00	3.42	2.32	400.00
200 "	Bethlehem Steel Corporation	7,894.12	6.08	5.33	45	9,000.00	3.14	2.91	480.00
100 "	General Motors Corporation	3,607.88	5.54	4.55	44	4,400.00	1.43	1.42	200.00
200 "	The International Nickel Company of Canada, Ltd.	7,555.01	4.24	2.58	62-1/8	12,425.00	3.00	4.02	320.00
100 "	Johns-Manville Corporation	3,783.75	5.29	3.31	60-3/8	6,037.50	1.50	1.95	200.00
100 "	National Dairy Products Corporation	3,633.00	5.51	3.23	62	6,200.00	1.44	2.01	200.00
300 "	Parke, Davis & Company	3,921.94	10.71	3.65	38-3/8	11,512.50	1.56	3.72	420.00
400 "	R. J. Reynolds Tobacco Company	12,874.08	8.08	2.60	100	40,000.00	5.12	12.93	1,040.00
210 "	Standard Oil Company of California	8,543.50	4.92	4.00	50	10,500.00	3.40	3.40	420.00
76 "	Texaco Inc.	5,721.62	3.79	3.15	90-1/2	6,878.00	2.27	2.22	216.60
100 "	Union Bag-Camp Paper Corporation	3,155.63	4.75	4.17	36	3,600.00	1.25	1.16	150.00
	Total Industrial Corporations Common Stocks	<u>69,306.28</u>	<u>5.84</u>	<u>3.44</u>		<u>117,728.00</u>	<u>27.53</u>	<u>38.06</u>	<u>4,046.60</u>

THE WILLIAM HEUERMAN FUND FOR CANCER RESEARCH  
(M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE)  
As of January 31, 1961  
(Continued)

Par Value or No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
3. <u>Common Stocks</u> (Continued):									
<u>Public Utility Corporations Common Stocks --</u>									
100 Shs.	Consolidated Edison Co. of New York, Inc.	\$ 4,842.13	6.20%	4.50%	66-5/8	\$ 6,662.50	1.92%	2.16%	\$ 300.00
100 "	Southern California Edison Company	6,145.10	4.23	3.59	72-3/8	7,237.50	2.44	2.34	260.00
200 "	Wisconsin Electric Power Company	6,831.62	5.27	4.00	45	9,000.00	2.72	2.91	360.00
	Total Public Utility Corporations Common Stocks	<u>17,818.85</u>	<u>5.16</u>	<u>4.02</u>		<u>22,900.00</u>	<u>7.08</u>	<u>7.41</u>	<u>920.00</u>
<u>Railroad Corporations Common Stocks --</u>									
450 Shs.	Union Pacific Railroad Company	14,292.44	5.04	5.29		13,612.50	5.68	4.40	720.00
	TOTAL COMMON STOCKS	<u>106,446.67</u>	<u>5.58</u>	<u>3.69</u>		<u>161,080.88</u>	<u>42.29</u>	<u>52.08</u>	<u>5,941.60</u>
4. <u>Mineral Rights and Royalties:</u>									
		<u>1.00</u>	<u>-0-</u>	<u>-0-</u>		<u>1.00</u>	<u>-0-</u>	<u>-0-</u>	<u>-0-</u>
	TOTAL EQUITY INCOME SECURITIES	<u>106,447.67</u>	<u>5.58</u>	<u>3.69</u>		<u>161,081.88</u>	<u>42.29</u>	<u>52.08</u>	<u>5,941.60</u>
	TOTAL INVESTMENTS	<u>251,585.19</u>	<u>4.09</u>	<u>3.33</u>		<u>309,151.88</u>	<u>99.94</u>	<u>99.95</u>	<u>(1,983.33)#</u> <u>8,303.44</u>
5. <u>Cash on Hand 1/31/61:</u>									
		<u>142.10</u>	<u>-0-</u>	<u>-0-</u>		<u>142.10</u>	<u>.06</u>	<u>.05</u>	<u>-0-</u>
	FUND TOTAL	<u>\$251,727.29</u>	<u>4.09%</u>	<u>3.33%</u>		<u>\$309,293.98</u>	<u>100.00%</u>	<u>100.00%</u>	<u>\$ 8,303.44</u> <u>(1,983.33)#</u>

\* Market close as of January 31, 1961, The Wall Street Journal, unless otherwise indicated.

# Accrued interest to be paid at maturity.

(1) Liquidating price as of February 1, 1961.

(2) Average of Bid-Ask as of January 31, 1961, C. J. Devine & Co.

(3) Average of Bid-Ask as of January 31, 1961, The First Boston Corporation.

(a) Investment yield on current redemption value to maturity.

MEC:am:ts

February 14, 1961

Brief Sheet

THE WILLIAM HEUERMANN FUND FOR CANCER RESEARCH  
(M. D. Anderson Hospital and Tumor Institute)

Established by: The Will of William Heuermann, Deceased, whereby the Board of Regents of The University of Texas, as Trustees, is residuary legatee of Mr. Heuermann's Estate after partition of one-half community interest to Mrs. Heuermann and payment of other specific bequests.

Will Probated : July 25, 1949, San Patricio County, Texas.

Cash Distributions:	Date of Distribution	Total	Distributed to	
			Principal	Income
	1/ 5/51	\$100,000.00	\$100,000.00	\$ --
	7/ 6/51	43,000.00	43,000.00	--
	2/22/52	24,500.00	24,500.00	--
	2/26/53	38,000.00	38,000.00	--
	2/10/54	6,500.00	6,500.00	--
	1/27/55	7,000.00	7,000.00	--
	2/29/56	6,000.00	5,172.97	827.03
	2/15/57	9,000.00	7,228.06	1,771.94
	2/13/58	9,500.00	8,139.40	1,360.60
	2/ 6/59	6,600.00	5,855.77	744.23
	2/19/60	5,600.00	5,243.03	356.97
	1/25/61	1,600.00	418.89	1,181.11
	Totals to 1/25/61	<u>\$257,300.00</u>	<u>\$251,058.12</u>	<u>\$6,241.88</u>

Trustee : Board of Regents of The University of Texas.

Others to Be Consulted : None

Life of Fund : No particular life of the fund was set, it being stated in the will that income and principal could be spent in any such manner as the Trustees shall, in their sole discretion, see fit for the purposes of the trust.

On October 13, 1955, the Board of Regents voted to have the principal distributions from the Estate used to establish an endowment fund to be entitled "The William Heuermann Fund for Cancer Research."

Purpose : To be used for the purpose of cancer research in the State of Texas, at the M. D. Anderson Hospital for Cancer Research in Houston, Texas, or elsewhere within the State. It is stipulated in the will that the fund "shall be used only for the purpose of cancer research and only in the State of Texas."

Investment Provisions : Trustees given the power to hold, manage, sell, invest and reinvest fund.

Other Provisions : If purpose of trust becomes impracticable, Trustees may apply the cy pres doctrine.

Funds may be commingled with other funds or properties provided such other funds or properties are held for the sole and only purpose of cancer research within the State of Texas.

UNIVERSITY CANCER FOUNDATION  
(M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE)  
As of February 17, 1961

Par Value or No. Shs.	Description	Book Value 2/17/61	Current Yield		Current Mkt. Price 2/17/61*	Current Mkt. Value 2/17/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>FIXED INCOME SECURITIES</u>									
1. <u>Corporate Bonds:</u>									
<u>Industrial Corporations Bonds --</u>									
\$ 25,000	National Steel Corporation First Mtge. Bonds, 4-5/8% Series, due 6/1/89	\$ 24,821.02	4.68%	4.47%	104	\$ 26,000.00	4.86%	4.71%	\$ 1,162.53
25,000	Philip Morris Inc. 4-7/8% S. F. Debentures, due 6/1/79	<u>24,970.77</u>	<u>4.89</u>	<u>4.69</u>	104 (a)	<u>26,000.00</u>	<u>4.88</u>	<u>4.71</u>	<u>1,220.33</u>
<u>50,000</u>	Total Industrial Corporations Bonds	<u>49,791.79</u>	<u>4.79</u>	<u>4.58</u>		<u>52,000.00</u>	<u>9.74</u>	<u>9.42</u>	<u>2,382.86</u>
<u>Public Utility Corporations Bonds --</u>									
25,000	Consolidated Edison Company of New York, Inc., First & Ref. Mtge. Bonds, 5-1/8% Series P, due 6/1/89	25,953.61	4.81	4.68	106-3/4	26,687.50	5.07	4.84	1,247.79
25,000	Northern Illinois Gas Company First Mtge. Bonds, 5% Series, due 6/1/84	25,236.41	4.91	4.77	104 B(a)	26,000.00	4.93	4.71	1,239.94
25,000	Pacific Tel. & Tel. Co. 5-1/8% Debentures, due 2/1/93	25,291.20	5.03	4.78	106-1/2 (a)	26,625.00	4.95	4.82	1,272.15
25,000	Public Service Electric & Gas Company First & Ref. Mtge. Bonds, 5-1/8% Series, due 6/1/89	25,923.40	4.82	4.72	105-3/4 (a)	26,437.50	5.07	4.79	1,248.85
25,000	Texas Electric Service Co. 5-1/4% S. F. Debentures, due 2/1/85	25,506.88	5.06	4.90	105-1/2B(a)	26,375.00	4.99	4.78	1,291.38
25,000	Union Light, Heat & Power Co. First Mtge. Bonds, 5% Series, due 7/1/89	<u>25,259.35</u>	<u>4.91</u>	<u>4.87</u>	102 B(a)	<u>25,500.00</u>	<u>4.94</u>	<u>4.62</u>	<u>1,240.90</u>
<u>150,000</u>	Total Public Utility Corporations Bonds	<u>153,170.85</u>	<u>4.92</u>	<u>4.78</u>		<u>157,625.00</u>	<u>29.95</u>	<u>28.56</u>	<u>7,541.01</u>
200,000	TOTAL CORPORATE BONDS (TOTAL FIXED INCOME SECURITIES)	<u>202,962.64</u>	<u>4.89</u>	<u>4.73</u>		<u>209,625.00</u>	<u>39.69</u>	<u>37.98</u>	<u>9,923.87</u>

UNIVERSITY CANCER FOUNDATION  
(M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE)  
As of February 17, 1961  
(Continued)

Par Value or No.	Shs.	Description	Book Value	Current Yield		Current	Current	% of Total		Estimated
			2/17/61	Book	Market	Mkt. Price 2/17/61*	Mkt. Value 2/17/61*	Book	Market	Annual Income
<u>EQUITY INCOME SECURITIES</u>										
2. <u>Common Stocks:</u>										
<u>Industrial Corporations Common Stocks --</u>										
100	Shs.	American Home Products Corporation	\$ 15,892.02	2.64%	2.14%	196-1/4	\$ 19,625.00	3.11%	3.56%	\$ 420.00
1355	"	Anderson, Clayton & Co.	53,250.00	5.09	4.57	43-3/4	59,281.25	10.41	10.74	2,710.00
200	"	Armco Steel Corporation	13,991.90	4.29	4.14	72-1/2	14,500.00	2.74	2.63	600.00
90	"	Bethlehem Steel Corporation	4,143.78	5.21	5.49	43-3/4	3,937.50	0.81	0.71	216.00
200	"	General Electric Company	16,269.18	2.46	3.04	65-3/4	13,150.00	3.18	2.38	400.00
200	"	General Foods Corporation	9,523.48	2.94	1.90	73-7/8	14,775.00	1.86	2.68	280.00
200	"	General Motors Corporation	11,114.02	3.60	4.65	43	8,600.00	2.17	1.56	400.00
300	"	Monsanto Chemical Company	14,415.93	2.08	2.06	48-5/8	14,587.50	2.82	2.64	300.00
100	"	National Biscuit Company	7,709.16	3.63	3.65	76-5/8	7,662.50	1.51	1.39	280.00
300	"	Phillips Petroleum Company	17,027.22	3.00	2.94	57-3/4	17,325.00	3.33	3.14	510.00
200	"	R. J. Reynolds Tobacco Company	10,976.39	4.74	2.51	103-3/4	20,750.00	2.15	3.76	520.00
206	"	Texaco Inc.	15,777.54	3.72	3.11	91-3/4	18,900.50	3.08	3.42	587.10
100	"	United States Gypsum Company	10,874.83	2.76	2.75	109-1/4	10,925.00	2.13	1.98	300.00
Total Industrial Corporations Common Stocks			<u>200,965.45</u>	<u>3.74</u>	<u>3.36</u>		<u>224,019.25</u>	<u>39.30</u>	<u>40.59</u>	<u>7,523.10</u>
<u>Public Utility Corporations Common Stocks --</u>										
200	Shs.	American Telephone & Telegraph Company	16,569.47	3.98	2.92	113-1/8	22,625.00	3.24	4.10	660.00
200	"	Gulf States Utilities Company	7,575.50	2.64	2.60	38-1/2	7,700.00	1.48	1.39	200.00
400	"	Ohio Edison Company	15,100.76	3.92	3.93	37-5/8	15,050.00	2.95	2.73	592.00
300	"	Philadelphia Electric Company	14,943.57	4.50	3.81	58-3/4	17,625.00	2.92	3.19	672.00
300	"	Public Service Electric & Gas Company	14,717.43	4.08	4.08	49	14,700.00	2.88	2.66	600.00
200	"	Southern California Edison Company	14,492.40	3.59	3.57	72-3/4	14,550.00	2.84	2.64	520.00
100	"	Texas Utilities Company	7,046.00	2.95	2.23	93-1/4	9,325.00	1.38	1.69	208.00
Total Public Utility Corporations Common Stocks			<u>90,445.13</u>	<u>3.82</u>	<u>3.40</u>		<u>101,575.00</u>	<u>17.69</u>	<u>18.40</u>	<u>3,452.00</u>

UNIVERSITY CANCER FOUNDATION  
(M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE)  
As of February 17, 1961  
(Continued)

Par Value or No. Shs.	Description	Book Value 2/17/61	Current Yield		Current Mkt. Price 2/17/61*	Current Mkt. Value 2/17/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
	<u>EQUITY INCOME SECURITIES</u> (Continued)								
	2. <u>Common Stocks: (Continued)</u>								
	<u>Railroad Corporations Common Stocks --</u>								
500 Shs.	Union Pacific Railroad Company	\$ 16,602.12	4.82%	4.90%	32-5/8	\$ 16,312.50	3.24%	2.95%	\$ 800.00
	TOTAL COMMON STOCKS (TOTAL EQUITY INCOME SECURITIES)	308,012.70	3.82	3.44		341,906.75	60.23	61.94	11,775.10
	TOTAL INVESTMENTS	510,975.34	4.25%	3.93%		551,531.75	99.92	99.92	21,698.97
	3. <u>Cash on Hand 2/17/61:</u>	422.96				422.96	0.08	0.08	-0-
	FUND TOTAL	\$511,398.30				\$551,954.71	100.00%	100.00%	\$21,698.97

\* Market close as of 2/17/61, The Wall Street Journal, unless otherwise indicated.  
(a) Bid price or Average of Bid-Ask as of 2/17/61, Merrill Lynch, Pierce, Fenner & Smith Inc.

MEC:rg:ts  
February 23, 1961



THE WILLIAM ORVILLE BULLINGTON MEMORIAL FUND  
(MEDICAL BRANCH)  
As of January 31, 1961

No. of Shares	Description	Book Value	Current Yield		Current	Current	% of Total		Estimated
		1/31/61	Book	Market	Mkt. Price 1/31/61*	Mkt. Value 1/31/61*	Book	Market	Annual Income
<u>EQUITY INCOME SECURITIES</u>									
1. <u>Common Stocks:</u>									
<u>Financial Corporations Common Stocks --</u>									
51 Shs.	The First National City Bank of New York	\$ 3,312.50	4.62%	3.75%	80.0625(1)	\$ 4,083.19	15.90%	12.87%	\$ 153.00
<u>Industrial Corporations Common Stocks --</u>									
100 Shs.	Allied Mills, Inc.	2,924.50	6.84	5.19	38.5625	3,856.25	14.03	12.15	200.00
30 Shs.	Chrysler Corporation	2,404.23	1.87	3.82	39-1/4	1,177.50	11.54	3.71	45.00
120 Shs.	General Electric Company	2,802.40	8.56	2.82	70-7/8	8,505.00	13.45	26.80	240.00
76 Shs.	Otis Elevator Company	2,083.50	5.47	2.35	63-7/8	4,854.50	10.00	15.31	114.00
90 Shs.	J. C. Penney Company, Inc.	2,083.05	6.48	3.64	41-1/4	3,712.50	9.99	11.70	135.00
75 Shs.	Texas Gulf Sulphur Company, Inc.	2,396.08	3.13	4.52	22-1/8	1,659.38	11.50	5.22	75.00
34 Shs.	Wm. Wrigley, Jr., Company	2,518.04	6.08	4.29	105	3,570.00	12.08	11.25	153.00
Total Industrial Corporations Common Stocks		17,211.80	5.59	3.52		27,335.13	82.59	86.14	962.00
TOTAL COMMON STOCKS (TOTAL EQUITY INCOME SECURITIES)		20,524.30	5.43%	3.55%		31,418.32	98.49	99.01	1,115.00
2. <u>Cash on Hand 1/31/61:</u>		314.48				314.48	1.51	0.99	-0-
FUND TOTAL		\$20,838.78				\$31,732.80	100.00%	100.00%	\$1,115.00

or Average of Bid-Ask

\* Market close/as of January 31, 1961, The Wall Street Journal, unless otherwise indicated.

(1) Average of Bid-Ask as of January 31, 1961, The First Boston Corporation.

MEC:rg:ts

February 14, 1961

Brief Sheet

THE WILLIAM ORVILLE BULLINGTON MEMORIAL FUND  
(Medical Branch)

Established by : Orville Bullington and wife, Sadie Kell Bullington, by trust instrument, dated December 30, 1952.

Funds Received : December 30, 1952.

Original Amount : \$20,000.00.

Trustee : Board of Regents of The University of Texas.

Accepted by Regents : February 6, 1953.

Discretion : Sole Discretion.

Life of Fund : In perpetuity, the original amount to be invested and the income therefrom devoted to the purposes as set out in trust instrument.

Purposes : The income from the fund shall be used by the Medical Branch of The University of Texas, at Galveston, Texas, to pay the salary of a person or persons for research to ascertain the cause and cure of Pancreatitis.

If and when the cure and cause of Pancreatitis is discovered, the income may be used for the purpose of ascertaining the cause and cure of any other disease which is largely fatal to mankind.

Investment  
Provisions

: The fund shall not be invested in anything except common stocks of corporations listed on the New York Stock Exchange, the New York Curb Exchange, or the Midwest Stock Exchange, nor shall the fund be invested in any corporation having a preferred stock issue or a funded debt outstanding.

The Trustees shall have the right to hold, manage, control, exchange, invest and reinvest, in any way, the whole or any part of such donation, but the same shall never be mortgaged or encumbered.

Other Provisions : As long as Dr. Raymond C. Gregory is connected with the Medical Branch of The University of Texas at Galveston, Texas, he shall direct the research activity, but he may request the advice and counsel of the Vice-President and Dean of the Medical Branch as well as the head of the Department of Surgery.

The Trustees nor anyone else shall receive any compensation from the fund for administering or supervising it.

ENDOWMENT FUND  
THE JAMES W. MC LAUGHLIN FELLOWSHIP FUND  
(MEDICAL BRANCH)  
As of January 31, 1961

Par Value or No. Shs.	Description	Book Value	Current Yield		Current	Current	% of Total		Estimated
		1/31/61	Book	Market	Mkt. Price 1/31/61*	Mkt. Value 1/31/61*	Book	Market	Annual Income
<u>FIXED INCOME SECURITIES</u>									
1. <u>Corporate Bonds:</u>									
<u>Industrial Corporations Bonds --</u>									
\$20,000	United States Steel Corporation 4% S. F. Debentures, due 7/15/83	\$ 20,090.00	3.96%	4.11%	96-7/8	\$ 19,375.00	14.79%	11.93%	\$ 796.00
<u>Public Utility Corporations Bonds --</u>									
9,000	American Tel. & Tel. Company 5% Series N Debentures, due 11/1/83	9,920.92	4.13	4.28	106-1/2	9,585.00	7.30	5.91	409.96
1,000	Dallas Power & Light Co. First Mtge. Bonds, 5-1/4% Series, due 12/1/89	1,022.04	5.06	4.88	106 (1)	1,060.00	0.75	0.65	51.74
17,000	Florida Power Corporation First Mtge. Bonds, 4-1/8% Series, due 7/1/88	17,110.00	3.59	3.78	95-1/2 B(2)	16,235.00	12.60	10.00	613.75
15,000	New York Telephone Company, Ref. Mtge. 4-1/8% Bonds, Series K, due 7/1/93	15,348.40	3.96	4.21	96-1/4 (2)	14,437.50	11.30	8.89	608.03
10,000	Northern States Power Company (Minnesota) 1st Mtge. Bonds, 4% Series, due 7/1/88	10,045.65	3.97	4.28	93 B(2)	9,300.00	7.39	5.73	398.34
<u>52,000</u>	Total Public Utilities Corporations Bonds	<u>53,447.01</u>	<u>3.90</u>	<u>4.11</u>		<u>50,617.50</u>	<u>39.34</u>	<u>31.18</u>	<u>2,081.82</u>
	TOTAL CORPORATE BONDS (TOTAL FIXED INCOME SECURITIES)	<u>73,537.01</u>	<u>3.91</u>	<u>4.11</u>		<u>69,992.50</u>	<u>54.13</u>	<u>43.11</u>	<u>2,877.82</u>
	<u>EQUITY INCOME SECURITIES</u>								
2. <u>Common Stocks:</u>									
<u>Financial Corporations Common Stocks --</u>									
200 Shs.	Bank of America National Trust & Savings Association (San Francisco, California)	7,950.00	5.03	3.99	50.1875 (1)	10,037.50	5.85	6.18	400.00
102 "	The Chase Manhattan Bank (New York, N. Y.)	5,250.00	4.86	3.73	67.0625 (1)	6,840.38	3.87	4.21	255.00
	Total Financial Corporations Common Stocks	<u>13,200.00</u>	<u>4.96</u>	<u>3.88</u>		<u>16,877.88</u>	<u>9.72</u>	<u>10.39</u>	<u>655.00</u>

THE JAMES W. MC LAUGHLIN FELLOWSHIP FUND

(MEDICAL BRANCH)

As of January 31, 1961

(Continued)

Par Value or No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
2. <u>Common Stocks (Continued):</u>									
<u>Industrial Corporations Common Stocks --</u>									
100 Shs.	American Home Products Corporation	\$ 9,973.93	4.21%	2.13%	196-3/4	\$ 19,675.00	7.34%	12.12%	\$ 420.00
200 "	National Biscuit Company	9,849.32	5.69	3.73	75	15,000.00	7.25	9.24	560.00
100 "	Standard Oil Company (New Jersey)	5,219.18	4.31	4.88	46-1/8	4,612.50	3.84	2.84	225.00
100 "	Union Carbide Corporation	<u>9,173.13</u>	<u>3.92</u>	<u>2.83</u>	127	<u>12,700.00</u>	<u>6.76</u>	<u>7.82</u>	<u>360.00</u>
	Total Industrial Corporations Common Stocks	<u>34,215.56</u>	<u>4.57</u>	<u>3.01</u>		<u>51,987.50</u>	<u>25.19</u>	<u>32.02</u>	<u>1,565.00</u>
<u>Public Utility Corporations Common Stocks --</u>									
81 Shs.	American Tel. & Tel. Company	4,851.50	5.51	2.87	115	9,315.00	3.57	5.74	267.30
200 "	Baltimore Gas & Electric Company	4,091.38	4.89	3.43	29-1/8	5,825.00	3.01	3.59	200.00
100 "	Pacific Gas & Electric Company	<u>5,619.58</u>	<u>4.63</u>	<u>3.23</u>	80-3/8	<u>8,037.50</u>	<u>4.14</u>	<u>4.95</u>	<u>260.00</u>
	Total Public Utility Corporations Common Stocks	<u>14,562.46</u>	<u>4.99</u>	<u>3.14</u>		<u>23,177.50</u>	<u>10.72</u>	<u>14.28</u>	<u>727.30</u>
	TOTAL COMMON STOCKS (TOTAL EQUITY INCOME SECURITIES)	<u>61,978.02</u>	<u>4.76</u>	<u>3.20</u>		<u>92,042.88</u>	<u>45.63</u>	<u>56.69</u>	<u>2,947.30</u>
3.	<u>Miscellaneous Assets: (4)</u>	<u>1.00</u>	<u>-0-</u>	<u>-0-</u>		<u>1.00</u>	<u>-0-</u>	<u>-0-</u>	<u>-0- (3)</u>
	TOTAL INVESTMENTS	<u>135,516.03</u>	<u>4.30%</u>	<u>3.59%</u>		<u>162,036.38</u>	<u>99.76</u>	<u>99.80</u>	<u>5,825.12</u>
4.	<u>Cash on Hand 1/31/61:</u>	<u>324.77</u>				<u>324.77</u>	<u>0.24</u>	<u>0.20</u>	<u>-0-</u>
	FUND TOTAL	<u>\$135,840.80</u>				<u>\$162,361.15</u>	<u>100.00%</u>	<u>100.00%</u>	<u>\$5,825.12</u>

\* Market close as of January 31, 1961, The Wall Street Journal, unless otherwise indicated.

(1) Average of Bid-Ask as of January 31, 1961, The First Boston Corporation.

(2) Bid Price or Average of Bid-Ask as of January 31, 1961, Merrill Lynch, Pierce, Fenner & Smith, Inc.

(3) Royalties received are credited 27-1/2% to the Endowment Account for Reserve for Depletion and 72-1/2% to the Current Restricted Income Account. (\$96,700.90 - total amount of royalties received during 1959-60, 27-1/2% or \$26,592.76 to Reserve for Depletion and 72-1/2% or \$70,108.14 to expendable income.)

(4) Book values have not been assigned to Colorado mineral and royalty interests.

MEC:rg:ts

February 14, 1961

THE JAMES W. MC LAUGHLIN FELLOWSHIP FUND - RESERVE FOR DEPLETION  
(MEDICAL BRANCH)  
As of January 31, 1961

Par Value or No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>FIXED INCOME SECURITIES</u>									
1. <u>U. S. Government Bonds:</u>									
\$ 21,000	U. S. 3% Treasury Bonds, due 2/15/95	\$ 20,964.81	3.01%	3.47%	86-1/2 (1)	\$ 18,165.00	6.94%	4.96%	\$ 631.02
2. <u>Corporate Bonds: Public Utility Corps. Bonds --</u>									
6,000	American Tel. & Tel. Company 5% Series N Debentures, due 11/1/83	6,498.64	4.28	4.36	106-1/2	6,390.00	2.15	1.75	278.32
5,000	Consolidated Natural Gas Company 5% S. F. Debentures, due 9/1/82	5,391.60	4.31	4.47	104 (3)	5,200.00	1.78	1.42	232.20
11,000	Dallas Power & Light Co. First Mtge. Bonds, 5-1/4% Series, due 12/1/89	11,244.76	5.06	4.88	106 (2)	11,660.00	3.72	3.19	569.06
3,000	Florida Power Corporation First Mtge. Bonds, 4-1/8% Series, due 7/1/88	2,958.75	4.23	4.37	95-1/2B(3)	2,865.00	0.98	0.78	125.25
5,000	Houston Lighting & Power Co. First Mtge. Bonds, 4-3/4% Series, due 11/1/87	5,346.14	4.20	4.47	100-1/2B(3)	5,025.00	1.77	1.38	224.68
35,000	New England Tel. & Tel. Company 3-1/8% Debentures, due 12/15/88	35,617.32	3.00	3.85	79-1/4 (3)	27,737.50	11.79	7.58	1,066.91
13,000	Oklahoma Gas & Electric Company First Mtge. Bonds, 4-1/2% Series, due 1/1/87	13,361.40	4.27	4.46	98-1/2 (3)	12,805.00	4.42	3.50	571.10
12,000	Public Service Electric & Gas Company 1st & Ref. Mtge. Bonds, 4-7/8% Series, due 9/1/87	12,111.24	4.80	4.65	104 (2)	12,480.00	4.01	3.41	580.88
12,000	Southern Bell Tel. & Tel. Company 4-5/8% Debentures, due 12/1/93	12,156.42	4.53	4.47	102-1/2 (2)	12,300.00	4.02	3.36	550.26
5,000	West Texas Utilities Company First Mtge. Bonds, Series E, 3-7/8%, due 1/1/88	5,060.48	3.78	4.30	89B (3)	4,450.00	1.68	1.22	191.51
\$107,000	Total Public Utility Corporations Bonds (TOTAL CORPORATE BONDS)	109,746.75	4.00	4.35		100,912.50	36.32	27.59	4,390.17
3. <u>Preferred Stocks:</u>									
90 Shs.	R. J. Reynolds Tobacco Company Cum. Pfd. 3.60% Series	7,806.68	4.15	4.29		7,560.00	2.58	2.07	324.00
TOTAL FIXED INCOME SECURITIES		138,518.24	3.86	4.22		126,637.50	45.84	34.62	5,345.19

THE JAMES W. MC LAUGHLIN FELLOWSHIP FUND - RESERVE FOR DEPLETION  
(MEDICAL BRANCH)  
As of January 31, 1961  
(Continued)

Par Value or No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
<u>EQUITY INCOME SECURITIES</u>									
4. <u>Common Stocks:</u>									
<u>Financial Corporations Common Stocks --</u>									
100 Shs.	Commercial Credit Company	\$ 5,744.70	5.57%	3.98%	80-1/2	\$ 8,050.00	1.90%	2.20%	\$ 320.00
<u>Industrial Corporations Common Stocks --</u>									
216 Shs.	Allied Chemical Corporation	9,881.08	3.93	3.16	57	12,312.00	3.27	3.37	388.80
200 "	Bethlehem Steel Corporation	9,326.24	5.15	5.33	45	9,000.00	3.09	2.46	480.00
300 "	General Motors Corporation	12,660.19	4.74	4.55	44	13,200.00	4.19	3.61	600.00
200 "	National Biscuit Company	9,215.04	6.08	3.73	75	15,000.00	3.05	4.10	560.00
200 "	National Dairy Products Corporation	7,366.50	5.43	3.23	62	12,400.00	2.44	3.39	400.00
100 "	Phelps Dodge Corporation	5,965.93	5.03	5.93	50-5/8	5,062.50	1.97	1.38	300.00
200 "	Phillips Petroleum Company	6,676.96	5.09	2.94	57-3/4	11,550.00	2.21	3.16	340.00
400 "	R. J. Reynolds Tobacco Company	10,993.42	9.46	2.60	100	40,000.00	3.64	10.94	1,040.00
100 "	Standard Oil Company (New Jersey)	4,327.94	5.20	4.88	46-1/8	4,612.50	1.43	1.26	225.00
200 "	Westinghouse Electric Corporation	7,692.65	3.12	2.52	47-5/8	9,525.00	2.54	2.60	240.00
Total Industrial Corporations Common Stocks		84,105.95	5.44	3.45		132,662.00	27.83	36.27	4,573.80
<u>Public Utility Corporations Common Stocks --</u>									
299 Shs.	American Tel. & Tel. Company	23,165.95	4.26	2.87	115	34,385.00	7.67	9.40	986.70
400 "	Baltimore Gas & Electric Company	8,471.69	4.72	3.43	29-1/8	11,650.00	2.80	3.19	400.00
200 "	Gulf States Utilities Company	4,491.25	4.45	2.70	37	7,400.00	1.49	2.02	200.00
205 "	Pacific Gas & Electric Company	11,120.82	4.79	3.23	80-3/8	16,476.88	3.68	4.50	533.00
200 "	Philadelphia Electric Company	10,588.50	4.23	3.78	59-1/4	11,850.00	3.50	3.24	448.00
200 "	Public Service Electric and Gas Company	9,057.88	4.42	4.22	47-3/8	9,475.00	3.00	2.59	400.00
Total Public Utilities Corporations Common Stocks		66,896.09	4.44	3.25		91,236.88	22.14	24.94	2,967.70

THE JAMES W. MC LAUGHLIN FELLOWSHIP FUND - RESERVE FOR DEPLETION  
(MEDICAL BRANCH)  
As of January 31, 1961  
(Continued)

Par Value or No. Shs.	Description	Book Value 1/31/61	Current Yield		Current Mkt. Price 1/31/61*	Current Mkt. Value 1/31/61*	% of Total		Estimated Annual Income
			Book	Market			Book	Market	
	4. <u>Common Stocks (Continued):</u>								
	<u>Railroad Corporations Common Stocks --</u>								
200 Shs.	Union Pacific Railroad Company	\$ 5,733.38	5.58%	5.29%	30-1/4	\$ 6,050.00	1.90%	1.65%	\$ 320.00
	TOTAL COMMON STOCKS (TOTAL EQUITY INCOME SECURITIES)	162,480.12	5.04	3.44		237,998.88	53.77	65.06	8,181.50
	TOTAL SECURITIES	300,998.36	4.49%	3.71%		364,636.38	99.61	99.68	13,526.69
	5. <u>Cash on Hand 1/31/61:</u>	1,173.55				1,173.55	0.39	0.32	-0-
	FUND TOTAL	\$302,171.91				\$365,809.93	100.00%	100.00%	\$13,526.69

- \* Market close as of January 31, 1961, The Wall Street Journal, unless otherwise indicated.  
(1) Average of Bid-Ask as of January 31, 1961, C. J. Devine & Company.  
(2) Market close or Average of Bid-Ask as of January 31, 1961, The First Boston Corporation.  
(3) Bid Price or Average of Bid-Ask as of January 31, 1961,  
Merrill Lynch, Pierce, Fenner & Smith, Inc.

MEC:rg:ts  
February 14, 1961

Brief Sheet

JAMES W. McLAUGHLIN FELLOWSHIP FUND  
(Medical Branch)

- Established by : Will of A. C. McLaughlin of Pasadena, California. Residuary Estate, subject to specific bequests and to life estates.
- Date Accepted by Regents : February 1, 1952. Petition for Probate of Will January 29, 1952.
- Original Amount : Real and personal property in California and real property in Colorado with mineral and royalty interests in Colorado (a).
- Current Amount (1/31/61) : \$135,840.80 - From settlement of California Estate after expenses of administration, received 5/58.  
302,171.91 - Endowment Fund Reserve for Depletion consisting of 27 1/2% of net income after expenses of administration, attorneys' fees, etc. from oil properties in Colorado (a).
- Trustee : Board of Regents of The University of Texas.
- Discretion : Sole discretion.
- Life of Fund : Perpetuity.
- Purpose : "to the School of Medicine University of Texas to establish and maintain fellowships to be known as the James W. McLaughlin Fellowships for the investigation of infection and immunity." Several types of fellowships awarded since 1954-55.
- Committee of Award : Seven members of faculty of Medical Branch with rank of Associate Professor or higher, appointed by Executive Director of Medical Branch for period of two years, four appointed one year, three next. Executive Director names Chairman. Service on Committee limited to two consecutive terms.
- Investment Provisions : Principal may be invested in such securities or property of the kind or character deemed most suitable by Board of Regents. (Only the income from investments and percentage of royalty income from Colorado properties may be used for fellowship awards.) Under policy adopted by the Board of Regents 72 1/2% of net income from Colorado oil properties is forwarded to Medical Branch for fellowship awards, 27 1/2% being retained for an endowment fund reserve for depletion to insure continuity of program.

(a) No book value yet given to Colorado property.



Office Copy

THE UNIVERSITY OF TEXAS  
BOARD OF REGENTS  
Austin 12, Texas

March 8, 1961

MEMORANDUM

Merton M. Minter, M. D.,  
Chairman  
Mr. J. Lee Johnson, III,  
Vice-Chairman  
Mr. J. P. Bryan  
Mrs. Charles Devall  
Mr. Thornton Hardie  
Mr. W. W. Heath  
Mr. Wales H. Madden, Jr.  
Mr. A. G. McNeese, Jr.  
Mr. Joe C. Thompson

Mrs. Devall and Gentlemen:

Below is an outline of the docket of Chancellor Wilson dated March 1, 1961. Your attention is particularly directed to items typed in ALL CAPS. The purpose of this outline is to be sure that your attention has been called to major administrative actions and policy items reported. I have not attempted to analyze amendments to the budget but have called attention to tenure positions, new full-time appointments, and salary increases.

You will observe that in some instances there are statements from Central Administration.

Page No.

- I. Central Administration (This portion of the docket includes items concerning any one of the component institutions of the University) (Pages C-1 through C-5)
  - A. Amendments to 1960-61 Budget (3) 1-2
    - Includes increase in salary of the President, Main University (approved by Committee of the Whole January 16, 1961) 2

	<u>Page No.</u>
B. Authority to Vice-President and Provost, Main University, to approve travel	2
C. WAIVER OF REGENTS' RULE re Approval of Travel	2
D. Change Order to contract with Ponsford Brothers for Warehouse-Shops Building, Texas Western College (\$2,293.19)	2
E. Contract for Insurance Consulting Services (ratification for extension)	3
F. Gifts	
A separate memorandum will be sent you.	3
G. Report of income from The William Heuermann Fund	3
H. Repayment of Etter Estate funds advanced to University Press	4
This advance was authorized by a <u>Minute</u> order and not by docket report.	
I. Nomination for membership in the Graduate Faculty	4
J. Change in holiday allowance for classified personnel	4
K. INCREASE in salary range, Classified Personnel Pay Plan (2 positions)	4
II. <u>Main University</u> (Only items concerning the Main University are included.) (Pages M-1 through M-49, Summer Session Budget 1-40)	
A. Amendments to 1960-61 Budget	
With few exceptions the effective date is February 1, 1961.	

Academic Personnel

1-21

1. New full-time appointments (7): Salary range \$5,700 to \$10,500

NO TENURE appointments

2. Increases in salary: Items 9, 10, 63 (\$2,900 previously paid by Humble Grant)
3. EXCEPTION TO RULE, Item 6
4. TRANSFERS of funds: Items 5, 22, 33, 91-97

Attention directed to those UNDERLINED

- a. LINGUISTIC DEVELOPMENT PROGRAM - EXCELLENCE FUNDS 4
- b. RADIO-TELEVISION 12
- c. LUMP SUM APPROPRIATIONS 14
5. Government sponsored projects 17-19
6. INTERCOLLEGIATE ATHLETICS 17
7. TEACHING ASSISTANT SALARY ADJUSTMENTS (\$21,813) 19

Classified Personnel

22-25

8. Increases in salary and changes in title, Government sponsored research projects, Items 17-21 24-25
- B. Report of credits for sales receipts 26
- C. Research contracts (39) totaling approximately \$942,000 27

\$231,809 contingent on Congressional appropriation

1. 15 are new contracts: one Air Force, 4 Department of Health, 10 National Science Foundation

2.	22 are modifications.	
3.	2 are patents.	
D.	MISCELLANEOUS CONTRACTS (3)	32
	ITEM 13 ON M-33, COPY OF THIS CONTRACT IS ATTACHED.	
E.	FACULTY LEGISLATION	34
	Changes in degree requirements	
	New program, Architecture (If adopted goes to TCHE)	
F.	Gifts and Grants	35
	A separate document will be mailed you.	
G.	Award of contract to low bidder for removal of Engineering Shops Building (\$3,600)	41
H.	Sale of certain Archway houses and improve- ments (BIDS)	41
I.	Outside and additional duties (6)	42
J.	Use of textbook written by faculty member (15% royalty to author)	43
K.	Travel for periods in excess of two weeks (4)	43
	1. Two were approved at January meeting upon recommendation of Academic and Developmental Affairs Committee.	
	2. Two have been approved by Executive Committee.	
L.	Travel paid from Non-Travel Funds (7)	43
	Only travel in excess of two weeks and travel paid from accounts not specified for travel are REPORTED TO THE BOARD.	

M. Classification and Pay Plan	44
INCREASE in salary ranges	
Additions	
N. Use of College Entrance Examination Board Achievement Test in English Composition	47
O. Laboratory Fee Schedule	47
P. Military leaves (5)	49
Q. NEPOTISM EXCEPTION	49
R. 1961 SUMMER SESSION BUDGET (Attached are Pages 1-40.)	

The "Elements of Institutional Cost" referred to on Page 11 of the Material Supporting the Agenda will be inserted following Page M-49.

CENTRAL ADMINISTRATION calls to your attention the following:

"While the 'regular' summer session budget is financed within the original allocation of \$900,000, two other activities to operate during the summer term are also submitted for approval:

- (1) Intramural Sports for Men - Financed from Auxiliary Enterprise Funds - \$3,142.00
- (2) Linguistics Institute - Financed from General Budget Funds - \$51,680.00 (Page M-4)

"The Linguistics Institute utilizes some of the regular faculty and staff, and the semester credit hours produced in the program are included in the summer session credit hour totals."

III. Texas Western College (Only items concerning Texas Western College are included.) (Pages W-1 through W-5)

A. Amendments to 1960-61 Budget 1

1. NEW FULL-TIME APPOINTMENTS (5)

Assistant to the President  
4 instructors

2. Transfers of Funds: Items 2, 3, 9 1

3. Government Sponsored Research (4) 2

4. Cotton Estate Trust: \$998.33, Texas Western College's share for National Defense Student Loan Fund 3

5. Salary Increase: Item 16, \$216 annually 3

6. Transfer between fund groups 3

B. Gifts

A separate document will be sent you.

C. Travel (7): These are to be paid from accounts not appropriated for travel. 4

D. Emeritus status (2) 5

E. Government contracts (3) 5

All are modifications.

F. Miscellaneous Contract (1) 5

IV. Medical Branch (Only items concerning the Medical Branch are included.) (Pages G-1 through G-9)

A. Amendments to 1960-61 Budget

1. NEW FULL-TIME APPOINTMENTS (7) 1-2

TENURE: Items 5, 9  
Salary range \$6,000 to \$20,000 per year

	<u>Page No.</u>
2. Transfer of Funds	3
Item 23 is interesting. ITEMS 25 AND 26	
B. Appointments to Medical Staff of The University of Texas Medical Branch Hospitals	4
C. Revision of The James W. McLaughlin Fellowship Fund	4
The terms and conditions were approved and reported in <u>Minutes</u> proper in 1958.	
D. Sale and removal of buildings located at 1001-1005 Strand (highest bid reported as \$52.00)	4
E. Degree awards	4
What is true of other institutions in the system?	
F. Reassignment of duties (approved by Executive Committee)	5
G. Government contracts (18) totaling approximately \$188,000	5
1. 4 are new contracts.	
2. 14 are modifications.	
H. Gifts and Grants	7
A separate document will be sent you.	
V. <u>Dental Branch</u> (Only items concerning the Dental Branch are included.) (Pages D-1 through D-3)	
A. Amendments to 1960-61 Budget	
1. Appointments (3 full time; no tenure positions)	
1	1
2. Faculty (without salary)	
1	1

	<u>Page No.</u>
B. Gifts	2
A separate document will be sent you.	
C. Government contracts (7) totaling approximately \$64,000	2
1. One is a correction.	
2. 3 are modifications.	
3. 4 are new contracts.	
D. Prior approval for reassignment of duties (2)	3
VI. <u>M. D. Anderson Hospital and Tumor Institute</u> (Only items concerning M. D. Anderson Hospital and Tumor Institute are included.) (Pages A-1 through A-6, Attachment, Classified Personnel Program, Pages 1-8)	
A. Amendment to 1960-61 Budget	1-2
1. Salary INCREASES (3): Items 2, 3, 11, 13	
Range of increase \$300-\$500 annually	
Item 13 approved by Executive Committee	
2. NEW FULL-TIME APPOINTMENTS (2): Items 9 and 14	
B. Transfer of General Revenue Fund Appropriation	2
C. CLASSIFIED PAY PLAN: TWO CHANGES	3
D. Classified Personnel Program: Salary ranges for 1961-62	3 and Attachment
E. Reassignment of duties (1)	3
Approved by Executive Committee	
F. Estate of Mary Adline Gillespie Nixon	3



G. Government contracts (7) totaling approximately \$142,000	4
1. 5 are modifications.	
2. 2 are new contracts.	
H. Miscellaneous Research Contracts: Approximately \$52,000	4
I. Jesse H. Jones Fellowship Grant (\$25,000 over a period of 5 years)	5
J. Gifts	5
A separate document will be sent you.	
K. Change in holiday allowance (same as Central Administration)	6

VII. Southwestern Medical School (Only items concerning Southwestern Medical School are included.) (Pages S-1 through S-11)

Academic Personnel

A. Amendments to 1960-61 Budget	1
1. New full-time appointments (5)	
No tenure appointments	
2. Salary increases: Items 3, 14; Items 17 and 25 approved by Executive Committee	

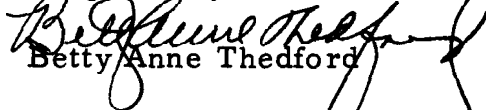
Fellows

3. Appointments	5
B. Designation of holiday	6
C. Removal of incinerator (Not to exceed \$1,400)	6
D. Change in Classified Personnel Program	6
Increase in salary range	

	<u>Page No.</u>
E. Travel (2)	6
F. Reassignments of duties (prior approval) (10)	6
G. National Defense Student Loan Program (\$293)	7
H. Senior Investigator Award (\$7, 500 per year for 5 years)	7
I. CONTRACT FOR BLUE CROSS-BLUE SHIELD	8
J. Grant refunds (\$4, 681. 41)	8
K. Semiannual reports of gifts	8
L. Gifts	8
A separate document will be sent you.	
M. Government contracts (10) totaling approximately \$141, 000	9
1. 4 are new contracts.	
2. 6 are modifications.	
N. Interagency contracts	10
VII. <u>Postgraduate School of Medicine</u> (Only items concerning the Postgraduate School of Medicine are included.) (Page P-1)	
A. Amendment to 1960-61 Budget	1
B. Change in holiday allowance	1
C. Gifts	

A separate document will be sent you.

Respectfully submitted,

  
Betty Anne Thedford

Attachment

Copy to: Chancellor Logan Wilson                      Vice-Chancellor J. C. Dolley  
            Vice-Chancellor F. Lanier Cox              Vice-Chancellor L. D. Haskew