

JAN 28 1955

336

Dallas, Texas, January 28, 1955  
Meeting No. 545

The Board of Regents of The University of Texas met in Executive Session in the Office of the Dean of The University of Texas Southwestern Medical School, Dallas, Texas, at 9:00 a.m., Friday, January 28, 1955, with the following attendance:

Present

Chairman Sealy  
Vice-Chairman Warren  
Regent Jeffers  
Regent Oates  
Regent Sorrell  
Regent Tobin  
Regent Voyles  
Regent Woodward  
President Wilson  
Secretary Thedford

Absent

Regent Lockwood (came into meeting shortly after called to order)

TEXAS WESTERN COLLEGE

PROPOSED CHANGE OF TV EDUCATIONAL CHANNEL (Channel 7 for Channel 13).--Mr. Gordon McLendon, President of the Trinity Broadcasting Company, was granted an appearance before the Board to present the circumstances involved in Trinity Broadcasting Company's request to the Federal Communications Commission for a change of Channel 13 for Educational TV Channel 7, El Paso, and to request action of the Board of Regents in this connection. (A copy of Mr. McLendon's remarks is being furnished President Logan Wilson and Chairman Sealy for any future reference to this matter the Board may desire.) See Page(32) for further mention of this matter.

367

Mr. McLendon left the meeting after being assured by the Board that it would give the matter consideration.

Mr. Lockwood came into the meeting.

The Board recessed at 10:45 a.m. for committee meetings to reconvene at 2:00 p.m.

\* \* \* \* \*

The Board reconvened in Executive Session in the Office of the Dean at 2:00 p.m. with the same membership as at the morning session.

CENTRAL ADMINISTRATION

RATIFICATION, APPOINTMENT OF ENDOWMENT OFFICER, WILLIAM W. STEWART.--Upon motion of Mrs. Tobin, seconded by Doctor Oates, the Board ratified the action of the Executive Committee in approving the recommendation of Vice-President Dolley, concurred in by President Wilson, that William W. Stewart be named Endowment Officer of The University of Texas, at a salary rate of \$12,500 for twelve months, effective March 14, 1955. (Biographical data on Mr. William W. Stewart in President's Office.)

At the request of President Wilson and Chairman Sealy, Vice-President Dolley was asked to bring Mr. Stewart into the meeting for presentation to the Board. After a brief introduction, both Vice-President Dolley and Mr. Stewart retired from the meeting.

FACULTY COMMUNICATIONS WITH THE BOARD.--President Wilson called to the attention of the Board that under the Rules of the Board of Regents the President shall be the regular channel of communication from the faculties, officers, and staff members to the Board. He stated that faculty and staff members should be aware of this regulation, but from time to time individuals

JAN 28 1955 337

do communicate directly with the Board. President Wilson pointed out that it would be helpful to the University administrative officials if such communications were simply referred to the President for appropriate action, with or without acknowledgment by the individual Board members. This would permit the University administrative officials opportunity to study the matter and to determine the necessity of the referral to the Board for action.

The Board agreed that this is a good rule and should be followed; however, it was the opinion of the Board that such communications should be acknowledged and then referred to the President.

#### MAIN UNIVERSITY

APPOINTMENT OF FOOTBALL COACHES, CALENDAR YEAR 1955.--At the request of Chairman Sealy, Mr. Voyles briefly reported on the athletic situation at the Main University, and he pointed out that the Regents' Committee on Athletics had approved the recommendation of the Athletic Council that A. M. Michalske be appointed as Assistant Coach for the Calendar Year 1955 and Bobby Layne as Quarterback Coach through spring training. Both of these appointments will be reported for approval and ratification at the March meeting of the Board. See Page 501 and 740

Upon motion of Mr. Voyles, duly seconded, the Board approved a salary of \$12,500 for the 1955 Calendar Year for Edwin B. Price, Head Football Coach, and further approved the appointment of the following football coaching staff members at the salary listed for the Calendar Year 1955, unless the period of time is otherwise specified, and authorized the salaries to be paid from funds of the Department of Intercollegiate Athletics:

- H. C. Gilstrap, Coordinator of Public Relations and Assistant Football Coach, \$8,500
- Gover C. Emerson, Assistant Football Coach, \$7,300 See Page 501
- J. T. King, Assistant Football Coach, \$7,800
- E. A. Kelley, Assistant Football Coach, \$6,000 (Mr. Kelley has been Manager of Hill Hall Annex and will serve in that capacity through May, 1955, at which time this dormitory will be discontinued.)
- W. T. DuBose, Assistant Football Coach, \$608.33 for the month of January, 1955.

#### CENTRAL ADMINISTRATION

ALLOCATION, PORTION OF ETTER ESTATE FUNDS, DEVELOPMENTAL ACTIVITIES.--President Wilson presented to the Board with his approval the recommendation of Vice-President Haskew that \$110,000 from the Etter Estate Funds be allocated for developmental projects for the fiscal years 1954-1958, inclusive. He proposed developmental activities that would focus upon the development of intelligent good will toward the University, both academically and financially, that would gear the University's program more closely to the needs of the State, and that would further planning and administrative reorganization (Each member of the Board had been furnished prior to the meeting copies of these recommendations for the allocation, and a copy is on file in the Office of the Secretary of the Board of Regents.) See Page 587

*(See Secretary's Files, Vol. II, p. 45)*  
The Board, upon motion of Judge Woodward, seconded by Mr. Voyles, approved the recommendation as presented, and concurred in, by President Wilson and authorized the establishment of Restricted Funds Accounts for the following allocations:

1. Report from The University of Texas	\$60,000.00
2. Study and Planning Personnel	40,000.00
3. Advisory Conferences and Activities	<u>10,000.00</u>
	<u>\$110,000.00</u>

and further authorized that revolving funds of the University be used to care for the disbursements until funds from the Etter Estate are received.

#### MEDICAL BRANCH

PROPOSED ESTABLISHMENT, FOUNDATION, MEDICAL BRANCH.--President Wilson with his endorsement, and for the purpose of procuring the ideas of the Board on this matter, presented to the Board recommendations concerning a proposal for the establishment of a Foundation at the Medical Branch. These recommendations, as listed below, had been submitted to President Wilson by Vice-President Haskew with the qualifying phrase "if they appear feasible".

#### Recommendations

1. Regents endorse the idea of a Foundation for the support of medical research and other needed extensions of the program at the Medical Branch.
2. Regents direct President Wilson to formulate a concrete proposal to be submitted to the Board at a later date; the proposal to be made with the concurrence of the University Development Board and to provide that:
  - a. The Foundation shall be a separate legal entity from the Board of Regents.
  - b. The Regents, upon nomination by President, shall name at least one-third of Trustees of such Foundation.
  - c. The Foundation will be established for the sole purpose of making grants, upon application, to the Medical Branch. Foundation independent in selecting applications to be approved, but once grant is made it is to be administered by the Medical Branch. If grants are made for equipment or other physical facilities, such facilities are the property of the Medical Branch.
  - d. The Board of Regents may assign designated personnel to work for and under the direction of the Trustees upon application by the Foundation Trustees. (No strings attached. Keep the division of authority clear. This sort of provision appears necessary to get the Foundation started, but does not commit the Regents to support of the Foundation office.)
  - e. The Foundation is expected to be self-supporting.

The Board approved the foregoing recommendations upon motion of Mrs. Tobin, seconded by Mr. Voyles.

OPERATING DEFICIT - R. WAVERLY SMITH PAVILION, MEDICAL BRANCH.-- President Wilson reported that the operating loss of the R. Waverly Smith Pavilion of John Sealy Hospital for the period January 6, 1954 - August 31, 1954, was \$30,992.95. He then presented, and concurred in, the recommendation of Comptroller Sparenberg and Assistant Cox that the Board authorize a request be sent to the Trustees of The Sealy and Smith Foundation that the deficit be paid by the Foundation. At this time President Wilson pointed out that The Sealy and Smith Foundation have the right, under the will of Mrs. Jennie Sealy Smith, to make up and pay any deficit in the operation of the Pavilion out of the income from the endowment fund.

Upon a motion duly made and seconded, Chairman Sealy was authorized to communicate with Mr. John McCullough of The Sealy and Smith Foundation regarding this matter.

OPERATING DEFICIT, MEDICAL BRANCH.--Doctor Currie was called into the meeting at this time, and a general discussion ensued as to the operations of the five divisions under the supervision of the Administrator of Hospitals and Facilities. Through questions of President Wilson and Board members, Doctor Currie gave a progress report on the reorganization of these divisions. (A copy of this report is on file in the office for any reference that may be needed in the future.) The anticipated operating deficit was discussed, and as a result Doctor Currie was instructed to furnish to President Wilson at an early date the cost of operating the hospitals at the Medical Branch as (1) State hospitals for the indigent and (2) hospitals for training students.

Doctor Currie retired from the meeting.

#### TEXAS WESTERN COLLEGE

RATIFICATION, APPOINTMENT OF PRESIDENT, DOCTOR DYSART HOLCOMB.-- Upon motion of Mr. Voyles, seconded by Mr. Lockwood, the Board ratified and confirmed the selection of Doctor Dysart Holcomb, now Dean of Engineering at Texas Technological College, Lubbock, Texas, as President of Texas Western College, El Paso, Texas, effective June 15, 1955, at a salary rate of \$12,000 for twelve months, (with house and utilities), \$10,000 to be paid from the appropriation for the position of President and \$2,000 to be paid from the Cotton Estate (current restricted fund). Doctor Holcomb is to be paid from the Cotton Estate moving expenses from Lubbock to El Paso. [ See Page 587

Chairman Sealy reported that Doctor Holcomb had asked that his appreciation for his selection be expressed to the Board of Regents.

#### SOUTHWESTERN MEDICAL SCHOOL

DEAN, SOUTHWESTERN MEDICAL SCHOOL, DOCTOR A. J. GILL.--Mr. Sorrell moved that Doctor A. J. Gill be named Dean of Southwestern Medical School and Professor of Pathology effective immediately, at a salary rate of \$15,000 for twelve months, payable from the appropriation for the position of Dean. This motion was seconded by Mr. Jeffers and was carried.

#### MAIN UNIVERSITY

HOUSING, NEGRO STUDENTS, MAIN UNIVERSITY.--Upon recommendation of President Wilson, Mr. Lockwood moved that a policy be established to advise Negro students that the housing facilities open to them are San Jacinto Dormitories D and F and the McGinnis house, the only facilities presently designated as graduate dormitories for men, and the residence at 2512 Whitis Avenue, the only facility presently designated as a graduate dormitory for women. This motion was seconded by Doctor Oates and adopted.

#### M. D. ANDERSON HOSPITAL

AUGMENTATION PLAN, M. D. ANDERSON HOSPITAL, FINAL APPROVAL.-- President Wilson presented the final draft of the Augmentation Plan for M. D. Anderson Hospital which conformed to the amendments adopted at the last meeting and which plan had been checked by Judge Scott Gaines.

Mr. Jeffers moved that the final draft be amended by adding to the first sentence on Page 12 the following: "to be established by the Board of Regents and by which the Board of Regents shall be Trustees". Judge Woodward seconded this motion which was adopted.

Upon motion of Mr. Jeffers, duly seconded, the Board adopted the plan as presented with the amendment by Mr. Jeffers. (A copy of this plan as finally adopted is on file in the Office of the Secretary of the Board of Regents in Secretary's Files, Volume Two, Page 71)

**AUGMENTATION, SENIOR MEN FOR YEAR ENDING DECEMBER 31, 1954.--** President Wilson presented the recommendation of Doctor Clark regarding the augmentation of senior men for the period ending December 31, 1954. He pointed out that in 1953 the Board of Regents placed a limit on the augmentation of salaries permitted the full-time professional staff at the M. D. Anderson Hospital, and that since the revised plan just adopted did not go into effect until January 1, 1955, there is an interval of time that neither plan is in effect. The accumulated funds as of December 31, 1954, must be disposed of. President Wilson concurred in the recommendation of Doctor Clark that the senior men who have been at M. D. Anderson Hospital a number of years and have never reached their allowable augmentation as provided in 1953 be allowed an augmentation of \$10,500, the same amount allowed by the Board for Radiologists and Pathologists in January, 1954.

Doctor Clark was asked into the meeting, and he assured the Board that all of the doctors whose services contributed to the fund and who were licensed to practice medicine in Texas would share in the distribution and that the part-time men would get what they earned less 10% for handling, except Doctor Schulenberg, who preferred to have private consultation in lieu of the augmentation.

Upon motion of Mr. Jeffers, seconded by Doctor Oates, the Board adopted the recommendation with reference to augmentation of the 1954 salaries at the M. D. Anderson Hospital.

#### MEDICAL BRANCH

**REPORT, GIFT FROM THE SEALY AND SMITH FOUNDATION.--** President Wilson reported for information of the Board that The Sealy and Smith Foundation for the John Sealy Hospital had agreed to donate to The University of Texas Medical Branch the Northeast Quarter ( NE/4 ), Block 605, and the Northwest Quarter ( NW/4 ), Block 604, with the intervening part of Fifth Street between, together with that part of Avenue B that lies between this property and Blocks 664 and 665 now owned by The University of Texas for the purpose of erecting thereon a building to be used as a cafeteria, faculty housing, and lounge. The Foundation further agreed to deed to The University of Texas Medical Branch the East Half ( E/2 ) of Block 604 to be used for a building to house student activities, including a gymnasium, recreation rooms, and meeting rooms. (The deed to be furnished by The Sealy and Smith Foundation within the near future.)

#### MAIN UNIVERSITY

**RECOMMENDATION, HANGING PORTRAIT, SIDNEY MEZES.--**Pursuant to instructions at the December, 1954, meeting, President Wilson presented his recommendation and that of the Faculty Committee that the portrait of Doctor Sidney Mezes be hung in the Reading Room of the Mezes Hall Library. The Board adopted this recommendation upon motion of Mr. Voyles, seconded by Mr. Sorrell.

**RECOMMENDATION, HANGING KOPFERL GIFT OF BRUSSELS TAPESTRIES.--** President Wilson called attention to Item 22 on Page M - 16 of the January docket which reported a gift of three Brussels tapestries from Mrs. M. O. Kopperl of Short Hills, New Jersey, and presented the recommendation of the Faculty Committee, in which he concurred, that these tapestries be hung in the Union Building. The Board adopted this recommendation upon motion of Mr. Voyles, fully seconded. Page 306

#### CENTRAL ADMINISTRATION

**OFFICIAL DESIGNATION, SEVENTY-FIFTH ANNIVERSARY.--** President Wilson, at the request of Vice-President Easkew, called to the attention of the Board that the year 1955-56 or 1957-58 would be the seventy-fifth

anniversary of the opening of The University of Texas. President Wilson pointed out that the University was formally located in Austin in September of 1881 but did not formally open until September 15, 1883. Whereupon Mr. Voyles moved that the seventy-fifth anniversary of the opening of The University of Texas be officially designated as 1958. This motion, duly seconded, carried.

AMENDMENT, RULES AND REGULATIONS, BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS, AUTHORIZED TRAVEL.--Upon motion of Mr. Sorrell, seconded by Mrs. Tobin, the Board amended the Rules and Regulations of the Board of Regents for the Government of The University of Texas, Sixth Edition, Adopted by the Board of Regents March 14, 1936, (With amendments to August 1, 1943), Part II, Second Printing, by striking out the first three paragraphs of Section 11, Chapter I (Page 16), and inserting in lieu thereof the following:

Section 11. AUTHORIZATION TO TRAVEL

Authorization to travel from the city or town where the University officer or employee is regularly stationed will be granted only under the following conditions:

- (1) When absence from usual duties is on State business, and
- (2) When appropriate provisions are made to carry on the duties of the person traveling without additional expense to the University.

No staff member whose usual duties do not require travel shall absent himself from his regular place of work and his usual duties except with permission obtained as follows:

- a. At the Main University requests for travel for one week or less (1) for in-state or out-of-state travel without expense to the University, or (2) for in-state travel, with expense to the University, to be reimbursed only from those funds appropriated or authorized for traveling expenses, shall be transmitted, with reasons therefor, through the departmental chairman or administrative superior to the appropriate dean or administrative officer for approval. At the other Branches of the University such requests for travel shall be handled as under "b" following.
- b. Requests for travel for more than one week but not in excess of two weeks (1) for in-state or out-of-state travel without expense to the University or (2) for in-state travel, with expense to the University, shall be transmitted through proper administrative channels to the executive head of the component institution for approval.
- c. Requests for out-of-state travel not in excess of two weeks, with expense to the University shall be transmitted through proper administrative channels to the President of The University of Texas for approval and submission to the Board of Regents in the docket.
- d. Requests for travel for a period in excess of two weeks, with or without expense to the University, shall be transmitted through the proper administrative channels to the President of The University of Texas and to the Board of Regents for prior approval by either the Executive Committee of the Board or the whole Board.

Monthly summaries of final actions under "a" and "b" above shall be filed with the Secretary of the Board of Regents.

In accordance with Section 2, Chapter V, of the Rules and Regulations of the Board of Regents for the Government of The University of

Texas, Sixth Edition, Adopted by the Board of Regents March 14, 1936, (With amendments to August 1, 1943), Part I, Second Printing, the Secretary of the Board of Regents had notified each member of the Board in writing of the proposed amendment; thus, the amendment was finally adopted.

#### MAIN UNIVERSITY

RELINQUISHED, PORT ARANSAS LIGHTHOUSE PROPERTY.--The minutes of February 27, 1954, reflect a proposed transfer from the Federal Government Department of Health, Education, and Welfare to The University of Texas of the Aransas Pass Light Station, together with certain other buildings and structures. The Board approved the recommendation to proceed with the acceptance of the title, and if there were too many restrictions attached when the grant was received the University would either give the property back or ask for removal of the restrictions. | See Page 468

President Wilson informed the Board of the recommendation, through Vice-President Boner, of Doctor Gordon Gunter that the Federal Government be notified that The University of Texas is no longer interested in the property. He pointed out that the offer of this property was made in December, 1953, that in the summer of 1954 the University was advised the deed would be forthcoming in three weeks (the deed has not yet been received) that the mineral rights would be reserved by the Federal Government, and that there were various other restrictions which would tend to detract from the gift rather than add to its value.

The Board adopted the recommendation presented, upon motion by Mrs. Tobin, duly seconded.

#### CENTRAL ADMINISTRATION

GENERAL REPORT, PRESIDENT WILSON.--President Wilson in an informal manner reported to, and discussed with, the Board various conferences that he was having as a result of the Texas Research League Survey. He reported he was moving ahead as promptly as possible on the basis of data he had received. | See Page 462

He further reported the policies he was following with reference to the role of the executive heads of the component institutions in the University system as regards State appropriations and related matters, pointing out specifically the policy regarding the Postgraduate School. It was President Wilson's plan that he would attend all State Legislative Committee hearings with each institutional head reporting for his respective branch and that any contact with the Legislators would be made by the Regents' Legislative Committee (Regent Voyles, Chairman Sealy, and President Wilson) except with reference to the Postgraduate School.

President Wilson pointed out certain problems he foresaw that might arise during the Legislative session. He presented to the Board comparative analyses of budget recommendations, and he called to the attention of the Board that the student-teacher ratio at the Main University now exceeds 20 to 1.

After this general discussion the Board, upon motion of Judge Woodward, seconded by Mr. Lockwood, delegated authority to the Regents' Legislative Committee to deal with any problems concerning legislation that may confront The University of Texas during the 1955 Legislative session.

NEXT MEETING DATE.--The next meeting was set for March 11 and 12, 1955, in Austin.

APPROVAL OF MINUTES, DECEMBER 10, 1954.--Upon motion of Mr. Lockwood, duly seconded, the Board approved the minutes of the meeting of December 10, 1954, as distributed by the secretary in mimeographed form.

The Board recessed at 4:20 p.m. to reconvene in Regular Session the following morning at 9:00 a.m.

\* See Page 342a for RESOLUTION RE NATURAL GAS ACT.

JAN 28 1955

242a

RESOLUTION RE NATURAL GAS ACT.--Judge Woodward presented the following resolution:

WHEREAS, following the decision in the Phillips case, the Federal Power Commission by various orders has taken jurisdiction of the producers and gatherers of natural gas; and

WHEREAS, the producers and gatherers of gas are not public utilities by nature, and the fixing of field prices is unsound and against the best interest of the producer, the consumer and the general public; and

WHEREAS, such regulation will destroy the incentive to search for gas reserves, resulting in less gas to the consumer and higher prices; and

WHEREAS, such regulation of the producers of gas is a threat to free enterprise and promotes dangerous and unwarranted centralization of government; and

WHEREAS, such regulation has imposed and will continue to impose upon The University of Texas substantial loss in the saving and marketing of its natural gas and other petroleum products:

NOW, THEREFORE, BE IT RESOLVED, that The Board of Regents of The University of Texas, assembled in regular meeting in the City of Dallas, Texas, on January 28, 1955, hereby calls upon the appropriate Federal officials and members of the Texas delegation in Congress to vigorously work for the enactment of clarifying and remedial legislation providing that the Natural Gas Act does not apply to the production and gathering of natural gas, and the local sale of gas by producers or gatherers, and the price received by the producer or gatherer from such sale.

BE IT FURTHER RESOLVED that a copy of this Resolution be placed in the hands of the representatives of The State of Texas in the Congress, and that the Executive Committee of The Board of Regents of The University of Texas be, and it is hereby, authorized to take such other and further steps as in its judgment may be proper to bring about the nullification of such regulation.

This motion was duly seconded and unanimously carried.

Saturday  
January 29, 1955

JAN 28 1955

343

The Board of Regents reconvened in Room 3, Baker Hotel, Dallas, Texas, at 9:00 a. m., Saturday, January 29, 1955, with the same regental membership, President Wilson, Vice-President Dolley, Comptroller Sparenberg, and Secretary Theford in attendance.

BUILDINGS AND GROUNDS COMMITTEE REPORT (This report was adopted by the Board as reflected on Page 348.)

At the request of Chairman Sealy, Comptroller Sparenberg presented the following report that had been adopted by the Buildings and Grounds Committee:

CLARIFICATION OF AUTHORIZATION TO ZUMWALT AND VINTHER TO SUPERVISE CONSTRUCTION PHASE OF AIR CONDITIONING IN HOGG AUDITORIUM AND MODIFICATIONS TO THE UTILITY SYSTEMS, MAIN UNIVERSITY.--At the Regents' meetings held April 10, 1954 and July 17, 1954, authorization was given to Zumwalt and Vinther to proceed with the design phase for Air Conditioning in Hogg Auditorium and Modifications to the Utility Systems at the Main University, and at the meeting held December 11, 1954, a contract for this work was awarded and authorization given to set up Engineer's Fees on the project. At no time was there any specific authorization to Zumwalt and Vinther to proceed with supervision of the construction phase of this project, although such authority was implied in the action taken at the meeting held in December.

In order that there will be no question as to the scope of the work to be performed by Zumwalt and Vinther on this project, it is recommended that this firm be specifically authorized to proceed with the supervision of the construction phase of Air Conditioning in Hogg Auditorium and Modifications to the Utility Systems at the Main University with fees to be paid on the basis of the contract between the Board of Regents and Zumwalt and Vinther dated February 27, 1954.

AUTHORIZATION TO PROCEED WITH TIE-IN WITH CITY POWER PLANT, PLUS NECESSARY REVISIONS OF ELECTRICAL DISTRIBUTION SYSTEM, INCLUDING NEW WATER COOLING EQUIPMENT FOR MAIN HEATING AND POWER PLANT, MAIN UNIVERSITY.-- At the Regents' meeting held September 18, 1954, an appropriation of \$150,000.00 was made for "Tie-in with City Power Plant, Plus Necessary Revisions of Electrical Distribution System". An estimate of the breakdown of the costs of the various items involved in this overall appropriation is as follows:

One 6,250 KVA Transformer	\$35,000.00
Four-cell Cooling Tower	80,000.00
Piping for Cooling Tower	27,000.00
Miscellaneous Other Items Connected with this Project	8,000.00

In order to effect as quickly as possible the 5,000 KW tie-in with the City Power Plant contemplated by this appropriation, the following recommendations are made:

It is recommended that the Physical Plant staff of the Main University be authorized to prepare specifications for the 6,250 KVA Transformer, and make the purchase thereof by purchase order.

It is recommended that the plans and specifications for the Cooling Tower as prepared by the Physical Plant staff of the Main University be approved, and that Comptroller Sparenberg be authorized to advertise for bids and award a contract for this project, with authority to the Chairman of the Board to sign the contract.

It is recommended that the preliminary plans for the Piping for the Cooling Tower as prepared by the Physical Plant staff of the Main University, be approved, with authorization to the Physical Plant

staff to complete these plans in proper order for receiving bids. It is further recommended that Comptroller Sparenberg be authorized to approve these final plans, and, after such approval, advertise for bids and award a contract, with authority to the Chairman of the Board to sign the contract.

It is recommended that the Physical Plant staff of the Main University be authorized to perform the miscellaneous work involved in installing the transformer and the cooling tower which will not be covered by the various contracts to be awarded.

**AUTHORIZATION TO CONSTRUCT TELEPHONE DUCT LINE FROM KEILLER LABORATORY BUILDING TO NEW HOUSING PROJECT SITE AT MEDICAL BRANCH.**-- In order that telephone service may be available to the dormitories and apartment building under construction and the dormitories and cafeteria, lounge, and faculty housing building to be constructed at the Medical Branch, from the central switchboard, it will be necessary that the present underground telephone duct line be extended from the Keiller Laboratory Building to the site of the new buildings. Plans and specifications for the construction of this new underground duct line have been prepared by the Office of the Director of Physical Plant of the Medical Branch and approved by the Office of the Comptroller.

It is estimated that the work as outlined will cost approximately \$15,000.00, and it is recommended that an appropriation in this amount be made from the Available University Fund to cover this cost. It is further recommended that the plans and specifications as prepared be approved and that Comptroller Sparenberg be authorized to advertise for bids and award a contract, with authority to the Chairman of the Board to sign the contract.

**REPORT ON HOUSTON LIGHTING AND POWER COMPANY AGREEMENT, MEDICAL BRANCH.**--At the Regents' meeting held December 11, 1954, Mr. Leroy Jeffers was authorized to work out with Mr. John McCullough and the Houston Lighting and Power Company, the matter of an easement to the company and an agreement with the company, in order that electric power may be furnished to the site of the new housing project at the Medical Branch. Under date of January 11, 1955, Mr. Jeffers sent to Comptroller Sparenberg a proposed letter agreement with Houston Lighting and Power Company which was the result of his negotiations with the company. Mr. McCullough had agreed with Mr. Jeffers on the proposed arrangements.

This agreement provides for extending the power lines through an underground duct line from dual overhead primary circuits on New Avenue A which will extend underground to the transformer substation to be erected by the Houston Lighting and Power Company on University property. This underground line will cross approximately 70 feet of property owned by G.C. and S. F. R. R. Company, and will require an easement from the railroad company. The difference in cost in installing the underground duct line and the normal overhead facilities is \$1,253.00, and this cost will have to be paid by the University. The proposed agreement is in accordance with the desires of everyone that there not be any overhead lines extending across University property.

Upon instructions from Mr. Jeffers that this proposal be accepted, the agreement was signed by Comptroller Sparenberg and returned to Houston Lighting and Power Company, in order to get the work under way as quickly as possible. It is recommended that the execution of this agreement be ratified and approved by the Board, and that the \$1,253.00 be paid from the Physical Plant budget of the Medical Branch. It is further recommended that Chairman Sealy be authorized to sign an easement to the Houston Lighting and Power Company, providing space for the erection of the transformer substation referred to above, which is to be located near the intersection of Old Avenue A and 6th Street.

**RATIFICATION OF AWARD OF CONTRACT ON FURNITURE AND EQUIPMENT FOR THE NEW DENTAL BRANCH BUILDING.**--Pursuant to authorization given at the Regents' meeting held April 10, 1954, bids for Office, Lounge, and

See  
Page 482

Waiting Room Furniture and Equipment for the new Dental Branch Building were received, opened, and tabulated on January 6, 1955, as shown on the tabulation sheet.\* These bids and samples submitted by the bidders were carefully and thoroughly studied by representatives of the Dental Branch and the Comptroller's Office. In accordance with authorization given at the Regents' meeting held December 11, 1954, Comptroller Sparenberg, with the concurrence of Dean Olson, awarded a contract to the lowest acceptable bidder, as set out below, there being one bid which was lower but which did not meet specifications:

The Abel Stationers, Austin, Texas  
 Alternate Bid No. 1 \$69,512.15

It is recommended that the contract award as made by Comptroller Sparenberg be ratified by the Board.

**RATIFICATION OF AWARD OF CONTRACT FOR PARKING LOT AND SIDEWALK AT SOUTHWESTERN MEDICAL SCHOOL.**--Pursuant to authorization given at the Regents' meeting held December 11, 1954, bids for Paving Parking Lot and Sidewalk at the Basic Science Building, Southwestern Medical School, were received, opened, and tabulated on January 25, 1955, as shown on the tabulation sheet.\*\* The low bid was well within the appropriation made for this project, and after consideration of the bids, Comptroller Sparenberg, with the concurrence of Dr. A. J. Gill, Acting Dean, and Mr. E. A. Gell, Business Manager, Southwestern Medical School, awarded a contract in the amount of \$11,279.00 to the low bidder, Uvalde Construction Company, Dallas, Texas. It is recommended that the award as made by Comptroller Sparenberg be ratified by the Board.

**SANITARY SEWER EASEMENT TO CITY OF DALLAS.**--Southwestern Medical School has received a request from the City of Dallas for a sanitary sewer main easement twelve feet in width across certain land owned by the State of Texas for the Southwestern Medical School. This easement is necessary because the location of the new bridge on Record Crossing Road makes continued use of existing sewer lines impossible. An easement form has been submitted by the City of Dallas, which has been examined by representatives of Southwestern Medical School and the Comptroller's Office and has been approved as to form by Scott Gaines, University Attorney. The proposed easement submitted appears to be satisfactory, and although there is no compensation involved in the granting of the easement, it is to the University's advantage to do so. It is, therefore, recommended that authorization be given to the Chairman of the Board to sign the easement as submitted by the City of Dallas.

**APPROVAL OF CHANGE ORDERS NOS. 15 AND 16 TO CONTRACT WITH FINGER FURNITURE COMPANY, INC., FOR FURNITURE AND FURNISHINGS AT M. D. ANDERSON HOSPITAL FOR CANCER RESEARCH.**--Two additional change orders, No. 15 and No. 16, to the contract with Finger Furniture Company, Inc., for Furniture and Furnishings at the M. D. Anderson Hospital for Cancer Research in the amounts of \$767.38 and \$4,339.04, respectively, have been written and approved by the Architects, MacKie and Kamrath, and Dr. Clark. These change orders provide for the addition of various items of office furniture, an information counter for the in-patient lobby, and curtains for the auditorium door.

It is recommended that the Board of Regents authorize Comptroller Sparenberg to sign these change orders as written and that the amount of \$5,106.42 needed to cover the cost thereof be appropriated from the Trust Funds of M. D. Anderson Hospital (Donations for Furniture and Equipment).

**APPROVAL OF PRELIMINARY PLANS FOR THREE DORMITORIES AND BUILDING TO BE USED FOR CAFETERIA, LOUNGE, AND FACULTY HOUSING AT MEDICAL BRANCH.**--At the time approval was given to plans to be submitted to Housing and Home Finance Agency for three dormitories and a building to be used for a Cafeteria, Lounge, and Faculty Housing at the Medical Branch, the plot plan presented contemplated a location for the Cafeteria, Lounge, and Faculty Housing Building which later had to be changed.

| See Page  
 | 555

\* See Page 12.  
 \*\* See Page 11.

346

JAN 28 1955

TABULATION OF BIDS  
FOR  
PAVING PARKING LOT AND SIDEWALK  
SOUTHWESTERN MEDICAL SCHOOL OF  
THE UNIVERSITY OF TEXAS  
DALLAS, TEXAS

Bid Date: January 25, 1955  
10:30 A. M.

<u>Name</u>	<u>Check or Bond</u>	<u>Base Bid</u>	<u>Time of Completion</u>
J. B. McHale, Dallas Texas	Bond--5%	\$13,196.10	30 working days
B. P. McInerney and Company, Dallas, Texas	Bond-\$750.00	\$12,221.28	30 working days
Texas Bitulithic Company, Dallas, Texas	Bond--5%	\$14,424.85	35 working days
Uvalde Construction Com- pany, Dallas, Texas	Bond--5%	\$11,279.00	60 working days

JAN 28 1955  
347

TABULATION OF BIDS  
FOR  
OFFICE, LOUNGE AND WAITING ROOM FURNITURE  
AND EQUIPMENT FOR THE DENTAL BRANCH  
THE UNIVERSITY OF TEXAS  
HOUSTON, TEXAS

Thursday, January 6, 1955

<u>Bidders</u>	<u>Check or Bond</u>	<u>Base Bid</u>	<u>Alternate #1</u>	<u>Alternate #2</u>	<u>Alternate #3</u>	<u>Alternate #4</u>	<u>Time of Completion</u>	<u>Remarks</u>
Abel Stationers, Austin, Texas	B-5%	\$77,203.15	\$69,512.15	\$60,808.10	\$56,135.20	\$55,281.30	60-90 days	**
Bell Furniture, Killeen, Texas							60-75 days	
Bickley Bros., Houston, Texas	B-\$4,250.00	81,217.05	77,696.60					
Clarke & Courts, Houston, Texas	CH-\$4,208.70 CH- 893.70	84,174.07	17,874.03*				60 days	
E & I Co-op Service, New York, New York								
El Paso Wholesale Carpet & Furn. Co.								
Finger Office & Contract, Houston, Texas	B-5%	77,805.66	74,673.31	66,329.71			60-90 days	
Joske's of Houston	B-5%	68,892.00	65,060.00	59,995.00			90-days	
Joske's of Texas, San Antonio, Texas								
W. G. Smith Co., Houston, Texas							120 days	
Steck Co., Austin, Texas	B-\$4,200.00	82,807.29	81,235.74					
Sunland Commercial, Houston, Texas	B-5%	75,144.41	70,916.60	62,076.05	64,027.36		60-90 days	
Titche-Goettinger, Dallas, Texas								

\*Incomplete Bid

\*\*Alt. #3 & #4 include cash allowance - 60-90 days

12

After this change in location, it was necessary to secure another site survey of the property to be used, which has now been done. On the basis of the new site survey, Mr. Lemmon prepared another plot plan for these buildings which has now been presented to the Regents' Buildings and Grounds Committee. He also has presented preliminary plans for the building to be used for a Cafeteria, Lounge, and Faculty Housing.

It was explained to the Committee that the plans used for the three dormitories now under construction would also be used for the three new dormitories to be constructed. After consideration of the plot plan and the preliminary plans presented, the Regents' Buildings and Grounds Committee recommends that the Board approve these plans as presented, subject to the securing of the approval in writing of the Faculty Building Committee, the Administrator of Hospitals and Facilities, and the Executive Director of the Medical Branch, and the Comptroller and the President of the University, as required by the Regents' Rules. It is further recommended that authorization be given for the Associate Architect selected for this project, Cameron Fairchild and Associates, to proceed with working drawings, plans, and specifications for these buildings, as soon as the approvals above indicated have been secured on the preliminary plans.

ACCEPTANCE OF BASIC SCIENCE BUILDING AT SOUTHWESTERN MEDICAL SCHOOL.--Mr. Lemmon, Architect for the Basic Science Building at Southwestern Medical School, reported that the work on this building was now completed except for some very minor items which he has listed. The Regents' Buildings and Grounds Committee recommends that the Board of Regents appoint a Committee consisting of the President and Comptroller of the University and the Dean of Southwestern Medical School to make final inspection of the building and approve final acceptance and payment therefor, with the exception of the list of items prepared by the Architect, payment for which is to be withheld until these items have been completed to the satisfaction of the Architect and the Committee. | See Page 587

APPROVAL OF PRELIMINARY PLANS FOR THE CLINICAL SCIENCE BUILDING AT SOUTHWESTERN MEDICAL SCHOOL.--At the Regents' meeting held October 29, 1954, approval was given to the use of a certain scheme in preparing preliminary plans for the Clinical Science Building to be constructed at Southwestern Medical School, subject to the concurrence of the Faculty Building Committee of Southwestern Medical School. This concurrence was obtained, and Mr. Lemmon, Architect for the building, has prepared preliminary plans in accordance with this scheme. The only change that has been made is that an eighth floor has been added to the original scheme of seven floors. Upon further study it had been found that the addition of an eighth floor to the plan for the Clinical Science Building would add more floor space, without added cost, than the addition of a fourth floor to the Basic Science Building, which was the original plan. An estimate was presented by Mr. Lemmon which gave a total estimated construction cost, including fixed equipment, architects' fees, and all other costs except movable furniture and equipment, in the amount of \$3,370,000.00. This figure leaves a sufficient amount in the Legislative Appropriation of \$3,500,000.00 to cover the estimated cost of movable furniture and equipment and appears to be a reasonable estimate. After study of the preliminary plans as presented, the Regents' Buildings and Grounds Committee recommends that the Board approve these plans, subject to securing the approval in writing of the Faculty Building Committee, and the Dean of Southwestern Medical School, and the Comptroller and President of the University. | See Page 485

Adoption of Report.--The Board, upon motion of Mrs. Tobin, seconded by Mr. Lockwood, ratified the actions and approved the recommendations in the foregoing report of the Regents' Buildings and Grounds Committee.

Comptroller Sparenberg left the meeting.

LAND AND FINANCE COMMITTEE MATTERS.--

LAND AND FINANCE COMMITTEE REPORT (This report was adopted by the Board as reflected on Page 365.)--

At the request of Chairman Sealy, Mr. Jeffers presented the

JAN 28 1955

following report that had been adopted by the Land and Finance Committee:

PERMANENT UNIVERSITY FUND--INVESTMENT MATTERS.--

REPORT OF PURCHASES OF SECURITIES.--The following purchases of securities have been made for the Permanent University Fund since the report of December 10, 1954. We ask that the Board ratify and approve these transactions:

UNITED STATES GOVERNMENT BONDS PURCHASED

Issue	Par Value	Purchase Price	Yield Basis*	Principal Cost	Date of Delivery
3-1/4% U.S. Treas., due 6/15/83-78	\$2,400,000	110.031250	2.67%	\$2,640,750.00	12/17/54
Ditto	2,000,000	110.078125	2.67	2,201,562.50	12/17/54
Ditto	800,000	109.312500	2.71	874,500.00	1/13/55
Totals	<u>\$5,200,000</u>			<u>\$5,716,812.50</u>	

\*Yield to first call date.

PERMANENT UNIVERSITY FUND--LAND MATTERS.--

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

CALICHE PERMIT NO. 72, FRANK MONTGOMERY, ANDREWS COUNTY, TEXAS.-- This application for a caliche permit to Frank Montgomery provides for the removal of 2827 yards of caliche from Block 14, Section 9, University Lands, Andrews County, Texas, at the rate of 25¢ per yard. The full consideration in the amount of \$706.75 has been tendered with the application.

CALICHE PERMIT NO. 73, T. B. TRIPP & SONS, CRANE COUNTY, TEXAS.-- This application for a caliche permit to T. B. Tripp & Sons, covers the removal of 240 yards of caliche at 25¢ per yard from Block 30, Section 1, University Lands, Crane County, Texas. The full consideration in the amount of \$60.00 has been tendered with the application.

CALICHE PERMIT NO. 74, YOUNGER CONSTRUCTION COMPANY, INC., ANDREWS COUNTY, TEXAS.--This application for a caliche permit to Younger Construction Company covers the removal of 1714 yards of caliche at 25¢ per yard from Block 14, Section 9, University Lands, Andrews County, Texas. The full consideration in the amount of \$428.50 has been tendered with the application.

PIPE LINE EASEMENT NO. 681, COMANCHE PIPE LINE COMPANY, WARD COUNTY, TEXAS.--This application for a pipe line easement to Comanche Pipe Line Company covers 490 rods of 4-inch line at 25¢ per rod on University Lands, Block 16, Section 1, Ward County, Texas, for a 10-year period beginning January 1, 1955, and ending December 31, 1964. The full consideration in the amount of \$122.50 has been tendered with the application.

PIPE LINE EASEMENT NO. 682, PHILLIPS PETROLEUM COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Phillips Petroleum Company covers 91.2 rods of 4-inch line at 25¢ per rod on University Lands, Block 10, Section 36, Andrews County, Texas, for a 10-year period beginning November 1, 1954, and ending October 31, 1964. The full minimum consideration in the amount of \$50.00 has been tendered with the application.

JAN 28 1955

350

POWER LINE EASEMENT NO. 683, TEXAS ELECTRIC SERVICE COMPANY, ANDREWS COUNTY, TEXAS.--This application for a power line easement to Texas Electric Service Company covers 330 rods of line at 5¢ per rod per year on University Lands, Block 11, Section 1, Andrews County, Texas, for a 10-year period beginning November 1, 1954, and ending October 31, 1964. The full consideration for the 10-year period in the amount of \$165.00 has been tendered with the application.

POWER LINE EASEMENT NO. 684, TEXAS ELECTRIC SERVICE COMPANY, CRANE COUNTY, TEXAS.--This application for a power line easement to Texas Electric Service Company covers 342 rods of line at 5¢ per rod per year on University Lands, Block 35, Section 14, Crane County, Texas, for a 10-year period beginning October 1, 1954, and ending September 30, 1964. The full consideration for the 10-year period in the amount of \$171.00 has been tendered with the application.

CHANNEL RIGHT-OF-WAY EASEMENT NO. 685, TEXAS STATE HIGHWAY COMMISSION, HUDSPETH COUNTY, TEXAS.--This application for a channel right-of-way easement to the Texas State Highway Commission covers eleven parcels of land totaling 7.923 acres to be used for the construction and maintenance of drainage channels in connection with U. S. Highways No. 62 and No. 180 in Block K, Section 1, and Block L, Sections 1, 2, 3 and 6, University Lands, Hudspeth County, Texas. No consideration is involved in this easement.

PIPE LINE EASEMENT NO. 686, HUMBLE PIPE LINE COMPANY, CRANE COUNTY, TEXAS.--This application for a pipe line easement to Humble Pipe Line Company covers 161.79 rods of 4-inch line at 25¢ per rod on University Lands, Block 30, Sections 15 and 16, Crane County, Texas, for a 10-year period beginning July 1, 1954, and ending June 30, 1964. The full minimum consideration in the amount of \$50.00 has been tendered with the application.

PIPE LINE EASEMENT NO. 687, HUMBLE PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Humble Pipe Line Company covers 156.24 rods of 4-inch line at 25¢ per rod on University Lands, Block 10, Sections 10 and 15, Andrews County, Texas, for a 10-year period beginning July 1, 1954, and ending June 30, 1964. The full minimum consideration in the amount of \$50.00 has been tendered with the application.

PIPE LINE EASEMENT NO. 688, HUMBLE PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Humble Pipe Line Company covers 79.7 rods of 2-inch line at 25¢ per rod on University Lands, Block 10, Section 1, Andrews County, Texas, for a 10-year period beginning July 1, 1954, and ending June 30, 1964. The full minimum consideration in the amount of \$50.00 has been tendered with the application.

PIPE LINE EASEMENT NO. 689, HUMBLE PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Humble Pipe Line Company covers 159.76 rods of 4-inch line at 25¢ per rod on University Lands, Block 10, Sections 10 and 15, Andrews County, Texas, for a 10-year period beginning July 1, 1954, and ending June 30, 1964. The full minimum consideration in the amount of \$50.00 has been tendered with the application.

PIPE LINE EASEMENT NO. 690, HUMBLE PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Humble Pipe Line Company covers 224.48 rods of 4-inch line at 25¢ per rod on University Lands, Block 10, Sections 26 and 27, Andrews County, Texas, for a 10-year period beginning July 1, 1954, and ending June 30, 1964. The full consideration in the amount of \$56.12 has been tendered with the application.

PIPE LINE EASEMENT NO. 691, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY, TEXAS.--This application for a pipe line easement to Humble Pipe Line Company covers 82.85 rods of 4-inch line at 25¢ per rod on University Lands, Block 9, Section 35, Reagan County, Texas, for a 10-year period beginning October 1, 1954, and ending September 30, 1964. The full minimum consideration in the amount of \$50.00 has been tendered with the application.

JAN 28 1955 351

PIPE LINE EASEMENT NO. 692, HUMBLE PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Humble Pipe Line Company covers 49.80 rods of 4-inch line at 25¢ per rod on University Lands, Block 10, Section 1, Andrews County, Texas, for a 10-year period beginning July 1, 1954, and ending June 30, 1964. The full minimum consideration in the amount of \$50.00 has been tendered with the application.

PIPE LINE EASEMENT NO. 693, HUMBLE PIPE LINE COMPANY, ANDREWS COUNTY, TEXAS.--This application for a pipe line easement to Humble Pipe Line Company covers 163.52 rods of 4-inch line at 25¢ per rod on University Lands, Block 1, Sections 19 and 20, Andrews County, Texas, for a 10-year period beginning October 1, 1954, and ending September 30, 1964. The full minimum consideration in the amount of \$50.00 has been tendered with the application.

PIPE LINE EASEMENT NO. 694, HUMBLE PIPE LINE COMPANY, REAGAN COUNTY, TEXAS.--This application for a pipe line easement to Humble Pipe Line Company covers 207.15 rods of 3-inch line at 25¢ per rod on University Lands, Block 11, Sections 10 and 15, Reagan County, Texas, for a 10-year period beginning November 1, 1954, and ending October 31, 1964. The full consideration in the amount of \$51.79 has been tendered with the application.

APPLICATION FOR PLANT SITE EASEMENT NO. 695, ATLANTIC REFINING COMPANY, ET AL, CRANE COUNTY, TEXAS.--This application presented by the Atlantic Refining Company covers a plant site easement to Atlantic Refining Company, Phillips Petroleum Company, Champlin Refining Company, and Continental Oil Company, who are the parties to the Cooperative Development and Operation Agreement affecting the University Block 31 Field, Crane County, Texas. The application covers a surface lease on 22.612 acres of land out of Sections 33 and 40, Block 31, University Lands in Crane County, Texas, for a term of twenty-five (25) years beginning on March 1, 1955, and terminating on February 29, 1980, at an annual rental of \$10.00 per acre payable annually in advance. This proposed easement to the extent of 7.424 acres of land is for the purpose of extending and superseding the University of Texas Gas Plant Site Lease No. 361, dated November 1, 1948, but is not to supersede or extend the provisions of Paragraphs 9 and 10 of Lease No. 361, which provisions pertain to the installation of and payment for the necessary pipe lines and power lines. At the expiration of the superseded easement on October 31, 1958, appropriate pipe line and power line easement will be applied for. The applicants for the plant site easement are the owners of the oil and gas leases which cover land including the proposed land for the plant site. The proposed site is on the University's land under grazing lease to the McElroy Ranch Company which will require a relinquishment by the grazing lessee of that part of the land used for the plant site. It is recommended by the Land and Finance Committee that the Board approve this plant site lease and that Chairman Sealy be authorized to execute the lease instrument upon its approval as to form by the University Land and Trust Attorney and as to content by the Endowment Office. (To supersede Easement No. 361.)

CANCELLATION OF TANK FARM EASEMENT NO. 381, SHELL PIPE LINE CORPORATION, ECTOR COUNTY, TEXAS.--This request for cancellation of Tank Farm Easement No. 381, cancellation being effective December 31, 1954, covers 3.6 acres in Block 35, Section 8, University Lands, Ector County, Texas; this easement having been executed for a 10-year period beginning January 1, 1949, and ending December 31, 1958, at the rate of \$25.00 per year. This tract is no longer required due to acquisition by Shell of a new surface lease for its Penwell Station in Crane County.

RATIFICATION OF GRAZING LEASE NO. 682, FLOYD R. HENDERSON, CROCKETT COUNTY, TEXAS.--Renewal of Grazing Lease No. 550, which expired December 31, 1954, to Floyd R. Henderson, on University Lands in Crockett County, Texas, has been negotiated by Land Agent Compton and executed by Chairman Sealy in accordance with terms approved by the Board of Regents at the December 11, 1954, meeting. The lease is for a five-year period beginning January 1, 1955, and ending December 31, 1959, with an option to renew the lease for another period of five years at negotiated terms

and covers 8355.4 acres at an annual rental of 40¢ per acre for the first two years and 50¢ per acre for the last three years, the rental to be paid semiannually in advance. The semiannual rental due January 1, 1955 in the amount of \$1,671.08 has been paid. The lease was approved as to form by Land and Trust Attorney Gaines and as to content by the Endowment Office. The Land and Finance Committee recommends that the Board ratify and approve this lease.

RATIFICATION OF GRAZING LEASE NO. 683, P. L. CHILDRESS, JR., CROCKETT COUNTY, TEXAS.--Renewal of Grazing Lease No. 551, which expired December 31, 1954, to P. L. Childress, Jr., on University Lands in Crockett County, Texas, has been negotiated by Land Agent Compton and executed by Chairman Sealy in accordance with terms approved by the Board of Regents at the December 11, 1954, meeting. The lease is for a five-year period, beginning January 1, 1955, and ending December 31, 1959, with an option to renew the lease for another period of five years at negotiated terms, and covers 8,888 acres at an annual rental of 40¢ per acre for the first two years and 50¢ per acre for the last three years, the rental to be paid semiannually in advance. The semiannual rental due January 1, 1955, in the amount of \$1777.60 has been paid. The lease was approved as to form by Land and Trust Attorney Gaines and as to content by the Endowment Office. The Land and Finance Committee recommends that the Board ratify and approve this lease.

RATIFICATION OF GRAZING LEASE NO. 684, MRS. ADDIE CLAYTON, CROCKETT COUNTY, TEXAS.--Renewal of Grazing Lease No. 552, which expired December 31, 1954, to Mrs. Addie Clayton, on University Lands in Crockett County, Texas, has been negotiated by Land Agent Compton and executed by Chairman Sealy in accordance with terms approved by the Board of Regents at the December 11, 1954, meeting. The lease is for a five-year period, beginning January 1, 1955, and ending December 31, 1959, with an option to renew the lease for another period of five years at negotiated terms and covers 8980 acres at an annual rental of 40¢ per acre for the first two years and 50¢ per acre for the last three years, the rental to be paid semiannually in advance. The semiannual rental due January 1, 1955, in the amount of \$1796.00 has been paid. The lease was approved as to form by Land and Trust Attorney Gaines and as to content by the Endowment Office. The Land and Finance Committee recommends that the Board ratify and approve this lease.

RATIFICATION OF GRAZING LEASE NO. 685, J. W. HENDERSON, JR., CROCKETT COUNTY, TEXAS.--Renewal of Grazing Lease No. 553, which expired December 31, 1954, to J. W. Henderson, Jr., on University Lands in Crockett County, Texas, has been negotiated by Land Agent Compton and executed by Chairman Sealy in accordance with terms approved by the Board of Regents at the December 11, 1954, meeting. The lease is for a five-year period, beginning January 1, 1955, and ending December 31, 1959, with an option to renew the lease for another period of five years at negotiated terms, and covers 7,040 acres at an annual rental of 40¢ per acre for the first two years and 50¢ per acre for the last three years, the rental to be paid semiannually in advance. The semiannual rental due January 1, 1955, in the amount of \$1408.00 has been paid. The lease was approved as to form by Land and Trust Attorney Gaines and as to content by the Endowment Office. The Land and Finance Committee recommends that the Board ratify and approve this lease.

RATIFICATION OF GRAZING LEASE NO. 686, ROY HENDERSON, CROCKETT COUNTY, TEXAS.-- Renewal of Grazing Lease No. 554, which expired December 31, 1954, to Roy Henderson, on University Lands in Crockett County, Texas, has been negotiated by Land Agent Compton and executed by Chairman Sealy in accordance with terms approved by the Board of Regents at the December 11, 1954, meeting. The lease is for a five-year period beginning January 1, 1955, and ending December 31, 1959, with an option to renew the lease for another period of five years at negotiated terms, and covers 8,843.4 acres at an annual rental of 40¢ per acre for the first two years and 50¢ per acre for the last three years, the rental to be paid semi-

JAN 28 1955

353

annually in advance. The semiannual rental due January 1, 1955, in the amount of \$1768.68 has been paid. The lease was approved as to form by Land and Trust Attorney Gaines and as to content by the Endowment Office. The Land and Finance Committee recommends that the Board ratify and approve this lease.

RATIFICATION OF GRAZING LEASE NO. 687, JIM THORNTON & SON, WARD COUNTY, TEXAS.-- Renewal of Grazing Lease No. 555, which expired December 31, 1954, to Jim Thornton & Son on University Lands in Ward County, Texas, has been negotiated by Land Agent Compton and executed by Chairman Sealy in accordance with terms approved by the Board of Regents at the December 11, 1954, meeting. The lease is for a five-year period, beginning January 1, 1955, and ending December 31, 1959, with an option to renew the lease for another period of five years at negotiated terms, and covers 20,754.5 acres at an annual rental of 10¢ per acre for the first two years and 15¢ per acre for the last three years, the rental to be paid semiannually in advance. The semiannual rental due January 1, 1955, in the amount of \$1037.73 has been paid. The lease was approved as to form by Land and Trust Attorney Gaines and as to content by the Endowment Office. The Land and Finance Committee recommends that the Board ratify and approve this lease.

RATIFICATION OF GRAZING LEASE NO. 688, MRS. JEAN SCHEUBER AND HUSBAND, SAM SCHEUBER, CROCKETT COUNTY, TEXAS.--Renewal of part of Grazing Lease No. 549 (Lee Henderson), which expired December 31, 1954, to Mrs. Jean Scheuber joined by her husband, Sam Scheuber, on University Lands in Crockett County, Texas, has been negotiated by Land Agent Compton and executed by Chairman Sealy in accordance with terms approved by the Board of Regents at the December 11, 1954, meeting. The lease is for a five-year period, beginning January 1, 1955, and ending December 31, 1959, with an option to renew the lease for another period of five years at negotiated terms, and covers 2,941.3 acres at an annual rental of 40¢ per acre for the first two years and 50¢ per acre for the last three years, the rental to be paid semiannually in advance. The semiannual rental due January 1, 1955, in the amount of \$588.26 has been paid. The lease was approved as to form by Land and Trust Attorney Gaines and as to content by the Endowment Office. The Land and Finance Committee recommends that the Board ratify and approve this lease.

RATIFICATION OF GRAZING LEASE NO. 689, MRS. LUCILLE RUSSELL AND HUSBAND, CLAUDE RUSSELL, GUARDIAN AND TRUSTEE FOR JOHN LEE HENDERSON, JR. AND HELEN HENDERSON, CROCKETT COUNTY, TEXAS.--Renewal of part of Grazing Lease No. 549 (Lee Henderson), which expired December 31, 1954, to Mrs. Lucille Russell, joined pro forma by her husband, Claude Russell, on University Lands in Crockett County, Texas, has been negotiated by Land Agent Compton and executed by Chairman Sealy in accordance with terms approved by the Board of Regents at the December 11, 1954, meeting. The lease is for a five-year period, beginning January 1, 1955, and ending December 31, 1959, with an option to renew the lease for another period of five years at negotiated terms, and covers 2,488.8 acres at an annual rental of 40¢ per acre for the first two years and 50¢ per acre for the last three years, the rental to be paid semiannually in advance. The semiannual rental due January 1, 1955, in the amount of \$491.16 has been paid. The lease was approved as to form by Land and Trust Attorney Gaines and as to content by the Endowment Office. The Land and Finance Committee recommends that the Board ratify and approve this lease.

RATIFICATION OF GRAZING LEASE NO. 690, MRS. ALICE McMULLAN AND HUSBAND, ASHBY McMULLAN, CROCKETT COUNTY, TEXAS.--Renewal of part of Grazing Lease No. 549 (Lee Henderson), which expired December 31, 1954, to Mrs. Alice McMullan, joined by her husband, Ashby McMullan, on University Lands in Crockett County, Texas, has been negotiated

by Land Agent Compton and executed by Chairman Sealy in accordance with terms approved by the Board of Regents at the December 11, 1954, meeting. The lease is for a five-year period, beginning January 1, 1955, and ending December 31, 1959, with an option to renew the lease for another period of five years at negotiated terms, and covers 2,402.6 acres at an annual rental of 40¢ per acre for the first two years and 50¢ per acre for the last three years, the rental to be paid semiannually in advance. The semiannual rental due January 1, 1955, in the amount of \$480.52 has been paid. The lease was approved as to form by Land and Trust Attorney Gaines and as to content by the Endowment Office. The Land and Finance Committee recommends that the Board ratify and approve this lease.

RATIFICATION OF GRAZING LEASE NO. 691, MRS. HELEN WILKINS AND HUSBAND, JACK WILKINS, CROCKETT COUNTY, TEXAS.--Renewal of part of Grazing Lease No. 549 (Lee Henderson), which expired December 31, 1954, to Mrs. Helen Wilkins, joined by her husband, Jack Wilkins, on University Lands in Crockett County, Texas, has been negotiated by Land Agent Compton and executed by Chairman Sealy in accordance with terms approved by the Board of Regents at the December 11, 1954, meeting. The lease is for a five-year period, beginning January 1, 1955, and ending December 31, 1959, with an option to renew the lease for another period of five years at negotiated terms and covers 2,783.7 acres at an annual rental of 40¢ per acre for the first two years and 50¢ per acre for the last three years, the rental to be paid semiannually in advance. The semiannual rental due January 1, 1955, in the amount of \$556.74 has been paid. The lease was approved as to form by Land and Trust Attorney Gaines and as to content by the Endowment Office. The Land and Finance Committee recommends that the Board ratify and approve this lease.

APPLICATION FOR GRAZING LEASE NO 692, TOM X. BOWEN, TOWNSITE IN WARD COUNTY, TEXAS.--This application for a townsite lease to Tom X. Bowen covers a 48-acre tract of land out of the north part of Section 34, Block 16, University Lands in Ward County, Texas, generally known as the "Pyote Townsite Tract". This lease is for a period of ten (10) years beginning January 1, 1955, and ending December 31, 1964, consideration being as follows: \$240.00 for the 10-year period in advance plus 25% of all rents and consideration paid to lessee in renting and leasing sites within said townsite area during the 10-year term. The percentage of the rentals is to be paid by January 20 of each year on rentals collected during the preceding year, the first percentage rentals being due on or before January 20, 1956, for the year ended December 31, 1955. Lessee is to be granted the exclusive privilege of renting or leasing sites within said townsite for residential, business or industrial purposes at such rates as lessee may deem best and proper, but not to exceed a maximum rental of \$100.00 per 10-year term for any one business site, or exceed a maximum rental of \$50.00 per 10-year term for any one residential site, the area of a residential site not to be less than 50' by 140' and the area of a business or industrial site not to be less than 25' by 140'. The total rental for the 10-year period of the lease has been tendered with the application.  
(Renewal of Grazing Lease No. 556.)

FULLERTON FIELD-PROPOSAL OR MONTEREY OIL COMPANY, UNIT OPERATOR OF THE FULLERTON CLEARFORK UNIT, FOR EXPLORATION FOR AND DEVELOPMENT AND USE OF WATER FROM THE SANTA ROSA FORMATION ON UNIVERSITY LANDS FOR PILOT PLANT EXPERIMENTAL OPERATIONS.--The Monterey Oil Company, Unit Operator of the Fullerton Clearfork Unit, in its pilot plant experimental operations as a possible adjunct to the pressure maintenance and secondary recovery program now in operation in the Fullerton Clearfork Unit in Andrews County, Texas, has stated that in order to flood the entire Unit Area and make the project successful, it will be necessary to secure the required water from the most available location and that currently available information

indicates that the Santa Rosa formation present in the non-University area possibly will not produce sufficient water to warrant the drilling of many wells in that area nor the transportation of such water to the plant site. Accordingly, it will be necessary for the Unit Operator, Monterey Oil Company, to use water developed from the Santa Rosa formation in the University Lands portion of the area. Under the provisions of the Unitization Agreement now in effect covering this area, which agreement has been joined in by the Board for Lease of University Lands, the Unit Operator shall have free use of water, except water from royalty owner's wells, for the operation and development of the Unit Area. Also, the University's mineral lease form states in part that the lessee shall have the right to use so much of the surface of the land and such water on the premises as the lessee shall see fit to acquire either by drilling wells or building earthen or other type of surface tank. Since there is a probability that the water used by the Unit Operator from the Santa Rosa formation in the University Lands area might eventually also increase the productivity of oil from non-University Lands, Geologist-in-Charge of University Lands Berte R. Haigh is presenting the matter to the Board of Regents for information and for whatever action it deems necessary. Mr. Haigh has recommended that the request of Monterey Oil Company, Unit Operator of the Fullerton Clearfork Unit, be approved by the Board of Regents with the following provisions: (1) that no water produced from the Santa Rosa formation on University Lands by applicant is to be used for any purpose other than secondary recovery operations in the Fullerton Clearfork Unit without prior approval therefor from the Board of Regents; and (2) that none of the water or brines produced as a result of the pressure maintenance operations shall be injected into the Ogallala or Santa Rosa formations or stored in earthen pits or reservoirs, but shall be returned to the formation from which they are drawn or to some non-fresh water horizon deeper than the Santa Rosa. The Land and Finance Committee concurs in this recommendation and further recommends that the Board of Regents authorize Mr. Haigh to so advise the Unit Operator, Monterey Oil Company.

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 report of December 10, 1954. We ask that the Board ratify and approve these transactions:

Date	PURCHASES Security	Total Cost
12/13/54	100 Shares Allied Chemical & Dye Corporation Common Stock	\$ 9,894.85
	100 Shares Pacific Gas & Electric Company Common Stock	4,575.44
	100 Shares Phillips Petroleum Company Common Stock	6,754.21
	100 Shares Westinghouse Electric Corporation Common Stock (The James W. McLaughlin Fellowship Fund Reserve for Depletion)	7,692.65
	100 Shares The Dow Chemical Company Common Stock	4,474.69
	30 Shares General Motors Corporation Common Stock (Wilbur S. Davidson Educational Fund)	2,739.48
	70 Shares Ditto (E. D. Farmer International Scholarship Fund)	6,392.11
	100 Shares The Dow Chemical Company Common Stock (Will C. Hogg Memorial Scholarships Endowment)	4,474.69

JAN 28 1955 356

PURCHASES

Date	Security	Total Cost
12/14/54	100 Shares Phillips Petroleum Company Common Stock (Wilbur 3. Davidson Educational Fund)	\$ 6,791.75
	100 Shares Ditto \$10,000 par value New England Telephone & Telegraph Company 3-1/8% Debs., due 12/15/88, purchased at 102.22 to yield 3.02% to maturity	6,791.75  10,222.00
	(Will C. Hogg Memorial Scholarships Endowment)	
	35,000 par value Ditto (The James W. McLaughlin Fellowship Fund Reserve for Depletion)	35,777.00
	15,000 par value Ditto (Funds Grouped for Investment)	15,333.00
	10,000 par value Ditto (E. D. Farmer International Scholarship Fund)	10,222.00
	25,000 par value Ditto (Students' Memorial Scholarship Loan Fund)	25,555.00
12/15/54	100 Shares Phillips Petroleum Company Common Stock (E. D. Farmer International Scholarship Fund)	6,791.75
	140 Shares El Paso Natural Gas Company Common Stock (Will C. Hogg Memorial Scholarships Endowment)	5,314.83
	145 Shares Ditto (The James W. McLaughlin Fellowship Fund Reserve for Depletion)	5,504.65
	15 Shares Ditto	569.45
	48 Shares Gulf Oil Corporation Capital Stock (Will Rogers Memorial Scholarship Fund)	3,022.94
	44 Shares El Paso Natural Gas Company \$4.40 Convertible Second Preferred Stock, Series of 1954, purchased at \$100 per share plus 11 rights (Hogg Foundation: W. C. Hogg Fund)	4,400.00
	11 Shares Ditto (Funds Grouped for Investment)	1,100.00
12/21/54	\$7,000 maturity value U. S. Savings Bonds, Series K, dated December 1, 1954, due December 1, 1966 (Isabella H. Brackenridge Scholarship in the School of Medicine)	7,000.00
12/22/54	\$30,000 maturity value U. S. Savings Bonds, Series K, dated January 1, 1955, due January 1, 1967 (Students' Memorial Scholarship-Loan Fund)	30,000.00

SALES

Date	Security	Net Proceeds
12/15/54	13 Rights for El Paso Natural Gas Company Common Stock (Hogg Foundation: W. C. Hogg Fund)	\$ 2.51
	19 Rights Ditto (Funds Grouped for Investment)	3.66
	100 Rights Ditto (Wilbur S. Davidson Educational Fund)	19.28
1/11/55	10 Rights for Gulf Oil Corporation Capital Stock (Littlefield Fund for Southern History - Second Fund)	
	11 Rights Ditto (Wilbur S. Davidson Educational Fund)	

PROJECT TEX. 41-CH-26, KINSOLVING DORMITORY - RATIFICATION OF EXECUTION OF LOAN AGREEMENT WITH HOUSING AND HOME FINANCE AGENCY.-- Pursuant to authorization granted by the Board of Regents on October 29, 1954, Chairman Sealy executed the Loan Agreement, dated December 1, 1954, as submitted by the Housing and Home Finance Agency to provide loan assistance in the amount of \$4,150,000.00 to finance the construction of a 776-capacity women's dormitory on the Kinsolving Site at the Main University. The Loan Agreement was approved as to form by Land and Trust Attorney Gaines and as to content by the Endowment Office with the assistance of Comptroller Sparenberg, Business Manager Landrum, and Director of Auxiliary and Service Activities McConnell. See Page 481

The Loan Agreement provides for a 40-year 3-1/4% loan of \$4,150,000.00 from the Housing and Home Finance Agency. The bonds are to be offered by the University at public sale. In the event any other bidder or bidders besides the Government offer to purchase all the bonds or any portion of the bonds in blocks as specified at an interest cost of not more than 1/4th of 1% per annum higher than the Government's bid, the bonds or any such portion thereof shall be sold to such bidder or bidders. The Housing and Home Finance Agency will grant advances on account of the loan not exceeding 25% of the amount of the bonds to be purchased by the Government. The provisions of the Loan Agreement are in general similar to or the same as those provisions now pertaining in loan agreements previously approved by the Board of Regents. A true and correct copy of the Loan Agreement has been presented to each member of the Board and an executed copy thereof is on file with the Secretary of the Board.

The Land and Finance Committee recommends that the action of the Chairman in executing the Loan Agreement be ratified and approved and that the Board adopt the following resolution to meet the requirements of the Housing and Home Finance Agency:

JAN 28 1955 358

RESOLUTION APPROVING A LOAN AGREEMENT  
WITH THE UNITED STATES OF AMERICA

PROJECT NO. TEX. 41-CH-26  
Contract No. H-274  
The University of Texas

WHEREAS, there was filed with the Housing and Home Finance Agency, for and on behalf of the Board of Regents of The University of Texas (herein called the "Borrower"), an application for aid in financing college housing under the provisions of Title IV of the Housing Act of 1950; and the United States of America, Housing and Home Finance Agency, Office of the Administrator, transmitted to the Borrower for consideration a Loan Agreement tendering such aid in the amount of \$4,150,000.00, such Loan Agreement being dated December 1, 1954, in connection with the Project referred to in said application and generally described in said Loan Agreement; and

WHEREAS, the Governing Body of the Borrower at a meeting held on October 29, 1954, at which meeting a quorum was present, authorized its Chairman to execute said Loan Agreement when and if received from the Housing and Home Finance Agency, upon its approval as to form and content by the proper administrative officers of The University of Texas; and

WHEREAS, the Chairman of the Governing Body of said Borrower has duly executed said Loan Agreement as authorized, and a true and correct copy of said Loan Agreement has been duly read in open meeting of the Governing Body, fully considered in accordance with all pertinent rules of procedure and legal requirements, and made a part of the Borrower's records;

NOW, THEREFORE, BE IT RESOLVED by the Board of Regents of The University of Texas that the action of its Chairman in executing said Loan Agreement is duly ratified and approved by the Board of Regents of The University of Texas, that the said Loan Agreement is hereby accepted without reservation or qualification, and that the proper officials of the Borrower are authorized to execute documents evidencing such ratification and acceptance and to take such further action as is necessary to provide the Project.

ADOPTED AND APPROVED by the Governing Body of the Borrower this  
the \_\_\_\_\_ day of \_\_\_\_\_, 1955.

PROJECT TEX. 41-CH-26, KINSOLVING DORMITORY - SELECTION OF BOND COUNSEL FOR ISSUANCE OF DORMITORY REVENUE BONDS OF 1955.--In order to handle the legal proceedings in connection with the issuance of \$4,150,000 par value Board of Regents of The University of Texas Dormitory Revenue Bonds of 1955, the proceeds from which will be used to construct a 776-capacity women's dormitory on the Kinsolving Site at the Main University, Austin, Texas, it will be necessary to retain bond counsel. The Land and Finance Committee recommends that the firm of McCall, Parkhurst and Crowe of Dallas, Texas, be employed at a fee of \$4,100.00, plus reimbursement for out-of-pocket expenses incurred, for the purpose of preparing the proceedings and issuing an approving legal opinion on the above-described bonds, and that the Chairman of the Board of Regents be authorized to execute a letter agreement with McCall, Parkhurst and Crowe for the above-outlined services, as more fully set out in a letter proposal from the firm, and for the payment of the fee upon issuance of the bonds, such letter agreement to be approved as to form by the University's Land and Trust Attorney and as to content by the Endowment Office.

TREADOR ROYALTY CORPORATION - NOMINATION OF SUCCESSOR DIRECTOR.--  
The charter of the Treador Royalty Corporation provides that so long as  
the preferred stock of the corporation shall be outstanding that the | See  
corporation shall have seven directors, two of whom shall be elected by the | Page  
owners of the preferred stock. The University of Texas as owner of all of | 577

the preferred stock had elected as directors Mr. James L. Shepherd of Houston, Texas, and former Endowment Officer Jack G. Taylor of the University. Mr. Taylor's resignation now makes it necessary for the Board of Regents to elect a successor director. The Annual meeting of the stockholders of the corporation has been called for March 1, 1955, at Dallas, Texas. Accordingly, it is recommended by the Land and Finance Committee that the Board of Regents nominate the incoming successor Endowment Officer of the University as a director of the corporation. It is further recommended that the Board authorize Chairman Sealy to execute a proxy on behalf of the Board of Regents of The University of Texas as Trustees, owners of the Preferred Stock of Treador Royalty Corporation, whereby James L. Shepherd and the incoming successor Endowment Officer, and each or either of them, are appointed proxies to represent the Corporation at the annual meeting of the stockholders to be held on March 1, 1955, at 11:00 A. M. in Room 2106, Tower Petroleum Building, Dallas, Texas, and any adjournment thereof, and to vote thereat all stock of the Board of Regents of The University of Texas, as Trustees, upon the election of Directors and such other matters as may properly come before the meeting, with specific authority for the proxies to vote in favor of themselves, James L. Shepherd and the incoming successor Endowment Officer of the University, as Directors of Treador Royalty Corporation, to be elected by the holders of the Preferred Stock of said Corporation pursuant to the by-laws of said Corporation.

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

HOGG FOUNDATION: VARNER PROPERTIES - FINAL SETTLEMENT WITH MRS. MARIE WILLETT HOWARD.--Pursuant to authorization granted at the December 10, 1954, meeting of the Board, Endowment Officer Taylor concluded a final settlement with Mrs. Marie Willett Howard as detailed below:

Cost of single premium annuity which would pay Mrs. Howard an income of \$1,200.00 per month for life, quoted by the American General Life Insurance Company, for policy purchased before December 27, 1954. . . . .	\$218,073.60
Actual cost of single premium annuities which will pay Mrs. Howard a total income of \$1,150 per month for life, purchased from the following companies selected by Mrs. Howard:	
American General Life Insurance Co. for \$250.00 per month income for life . . . . .	\$45,432.00
The Crown Life Insurance Company for \$500.00 per month income for life . . . . .	91,150.00
Massachusetts Mutual Life Insurance Company for \$400.00 per month income for life . . . . .	<u>74,632.80</u>
Total Premium Cost for Life Annuities . . . . .	<u>211,214.80</u>
Cash due Mrs. Howard in settlement of claim of \$1,200.00 per month for life as per Mrs. Howard's expressed desire. . . . .	6,858.80
Cost of single premium life insurance policy upon Mrs. Howard's life which would pay her estate \$10,000 upon her death, quoted by Southwestern Life Insurance Company. . . . .	<u>7,448.20</u>
Total cash due Mrs. Howard in settlement of all claims held against the Board of Regents as trustee of the Hogg Foundation: W. C. Hogg Memorial Fund and as successor under a settlement agreement dated May 19, 1939, between Mrs. Howard and Thomas E. Hogg, Deceased. . . . .	14,307.00
Less amount owed by Mrs. Howard on loan made to her, figured after January 1, 1955, payment on the loan. . . . .	<u>6,416.38</u>
Total cash due Mrs. Howard in full and final settlement of all claims held by her against the Board of Regents and the claim held by the Board of Regents against Mrs. Howard. . . . .	<u>\$ 7,890.62</u>

In addition to the above cash and annuity settlements, on January 1, 1955, Mrs. Howard was paid a partial monthly sum on her claim as follows, based on the above-detailed life annuities being dated December 23, 1954, with the first payments from the insurance companies due to be paid to Mrs. Howard on January 23, 1955:

Payment by Board of Regents from January 1 to January 23, 1955, or 22/31sts of \$1,200.00 . . . . .	\$851.61
Less installment due on loan made to Mrs. Howard . . . . .	<u>83.34</u>
Net payment to Mrs. Howard on January 1, 1955 . . . . .	<u>\$768.27</u>

The University has now been furnished with a release by Mrs. Howard, such release having been prepared by the University Land and Trust Attorney. The Land and Finance Committee recommends that the above-outlined final settlement with Mrs. Howard be ratified and approved by the Board.

HOGG FOUNDATION: W. C. HOGG ESTATE - PROPOSED MINERAL LEASE TO HUMBLE OIL AND REFINING COMPANY ON 111.04-ACRE TRACT IN MONTGOMERY COUNTY, TEXAS.--An application has been received by the Sam Houston Area Council of the Boy Scouts of America, Houston, Texas, from Humble Oil and Refining Company for a mineral lease on a 111.04-acre tract of land located in the Camp Strake Tract "B" in Montgomery County, Texas, this tract being a part of the acreage deeded by the Board of Regents to the Sam Houston Area Council under date of December 15, 1943, the University retaining one-half of the minerals on the tract. The proposed lease is for a primary term of five years at a rental of \$25.00 per acre for the first year and delay rentals of \$5.00 per acre for each of the next four years. The lease calls for a one-sixth royalty on oil and gas and other minerals mined and marketed, except that on sulphur mined and marketed the royalty shall be \$1.00 per long ton. The first year's rental in the amount of \$2,776.00 has been submitted with the application, the University's share thereof being \$1,388.00. It is recommended that the Board approve the mineral lease to Humble Oil and Refining Company as outlined above and authorize the Chairman of the Board to execute the necessary lease instrument upon its approval as to form by Land and Trust Attorney Gaines and as to content by the Endowment Office.

HOGG FOUNDATION: VARNER PROPERTIES - OFFER OF H. WALTER PYE AND J. B. BROWN FOR PURCHASE OF MAGNOLIA PROPERTY AT MAIN AND GRAY, HOUSTON, TEXAS.--An offer has been submitted by Mr. Wm. B. Ferguson on behalf of Mr. H. Walter Pye and Mr. J. B. Brown for the purchase of the property owned by the Hogg Foundation: Varner Properties on the southwest corner of Main and Gray in the City of Houston, Texas. This property, known as the Magnolia (Petroleum Co.) Property, consists of Lots 3, 4, 5, and 11, Block 442, SSBB, and fronts approximately 129.5 feet on Main Street and 60 feet on Gray Avenue. Messrs. Pye and Brown have offered \$90,000.00 cash for the property and have accompanied the offer with a \$5,000.00 cashier's check as earnest money to be applied on the total purchase price should the offer be accepted.

This property is carried on the books of the University at \$86,950.00 and is unimproved except for an old filling station building. The property was appraised by Harry E. Richards on August 31, 1951, at \$80,200.00, the land being appraised at \$77,700.00 and the improvements at \$2,500.00. In 1951, Mr. C. E. Woodall appraised the property at \$89,200.00, the land being appraised at \$84,700.00 and the improvements at \$4,500.00. The Magnolia Property together with the adjoining property known as the Sternberg Leasehold is now under lease on the Main Street frontage to the Texas Transportation Company for a period of three years ending June 30, 1956, at \$1,500.00 per month (estimated at \$500.00 per month for the Magnolia Property and \$1,000.00 per month for the Sternberg Leasehold Property). The lessor has the right to cancel this lease in the event of a sale or long-term lease of the property on sixty days' written notice. Under date of April 20, 1953, Mr. Paul E. Wise of Houston stated that the Magnolia Property tied to the adjoining Main Street frontage of the Sternberg

JAN 28 1955

361

Leasehold gave the property a potential selling price of around \$150,000 to \$190,000. At its September 18, 1954, meeting, the Board declined an offer of \$116,550 for the property with a cash payment of \$26,550, the balance to be paid over a period of ten years at 4% interest. The Land and Finance Committee recommends that the offer of Messrs. Pye and Brown as outlined above be declined.

HOGG FOUNDATION: VARNER PROPERTIES - CANCELLATION OF LEASE WITH CLARK ARMSTRONG ON SPACE AT 1102 CAPITOL AVENUE IN RIVER OAKS BUILDING, HOUSTON, TEXAS.--Clark Armstrong is the holder of a lease on the space at 1102 Capitol Avenue in the River Oaks Building in Houston, Texas, for a three-year period beginning August 1, 1953, and ending July 31, 1956, at a monthly rental of \$350.00, payable in advance. Mr. Armstrong used this space as a newsstand and made considerable improvements in the space for that purpose. Early in the summer of 1954, Mr. Armstrong advised the Endowment Office that he would not be able to continue with the lease since his newsstand operation was not successful in that space. He made an attempt to sublease the space, remaining in the space until the middle of September, at which time he removed his personal property from the space and paid his rent up to October 1, 1954. He also informed the University that he was insolvent and would be unable to pay any further rental on the space. A check of Mr. Armstrong's financial status indicated that he is in fact unable to pay the rental and that a judgment against him would be of little or no value. Accordingly, it is recommended by the Land and Finance Committee that the lease be cancelled effective as of October 1, 1954, and that Chairman Sealy be authorized to execute the necessary instrument to be prepared by Land and Trust Attorney Gaines.

TEXAS WESTERN COLLEGE - RELEASE OF VENDOR'S LIEN NOTES OF TED F. KAREM.--Under date of May 26, 1950, the Board of Regents approved the sale of Lots 6,7,8,9,10, G and H, according to the changed map of Block 7, Cotton Addition, and Block 78, Bassett Addition to the City of El Paso, Texas, to Ted F. Karem for a total consideration of \$10,500.00. The sum of \$2,500.00 was paid in cash and the balance of \$8,000.00 was evidenced by four vendor's lien notes in the amount of \$2,000.00 each, bearing interest at the rate of 5% per annum, the notes being due annually within four years after date thereof. Acting President A. A. Smith of Texas Western College has now advised that the notes have been paid in full including all interest due and has recommended that the vendor's lien notes be released. The Land and Finance Committee concurs in this recommendation and further recommends that the Chairman of the Board be authorized to execute the release upon its approval as to form by the University Land and Trust Attorney and as to content by the Endowment Office.

TEXAS WESTERN COLLEGE - RELEASE OF VENDOR'S LIEN NOTES OF MRS. CATHERINE M. HUSTACE.--Under date of July 13, 1951, the Board of Regents approved the sale of the north half of Block 19, Cotton Addition, and a small portion of Block 90, Bassett Addition, to the City of El Paso, Texas, to Mrs. Catherine M. Hustace for a total consideration of \$4,200.00. The sum of \$500.00 was paid in cash and the balance of \$3,700.00 was evidenced by four vendor's lien notes, three in the amount of \$1,000.00 each and one for \$700.00, each bearing interest at the rate of 5% and due annually within three years after date. Acting President A. A. Smith of Texas Western College has now advised that the notes have been paid in full and has recommended that the vendor's lien notes be released. The Land and Finance Committee concurs in this recommendation and further recommends that the Chairman of the Board be authorized to execute the release upon its approval as to form by the University Land and Trust Attorney and as to content by the Endowment Office.

JAN 28 1955 362

TEXAS WESTERN COLLEGE • OFFER OF MRS. MARY C. LICKEL FOR EXCHANGE OF LOTS IN ALEXANDER ADDITION, CITY OF EL PASO, TEXAS.--Under date of December 18, 1954, Mrs. Mary C. Lickel asked that the University consider exchanging part of Lots Nos. 3 and 4 owned by the University in the Alexander Addition, Block 186, El Paso, Texas, for Lots. Nos. 14 and 15 in that addition owned by Mrs. Lickel. Acting President A. A. Smith of Texas Western College has recommended that the proposal be declined. It is his opinion that Lots 3 and 4 are far more valuable than 14 and 15. The University's property fronts on a paved street and is fairly level, whereas Lots 14 and 15 are not on a developed street and are very rough. The Land and Finance Committee concurs in this recommendation that the proposal be declined and further recommends that the Endowment Office be authorized to so inform Mrs. Lickel.

THE DR. WALTER JUNIUS HILDEBRAND SCHOLARSHIP FUND (MEDICAL BRANCH) - FARM LEASE TO MALCOLM GEISCHEIDLE.--Under date of October 28, 1954, the Board of Regents approved the University's sharing in the expense of having the windmill repaired of the damage done by a storm on the farm in Gonzales County, Texas, now under lease to Malcolm Geischeidle. Permission was accordingly given for the lessee to proceed with the repair and to deduct from rental due on January 1, 1955, up to approximately \$100.00 for the cost of the work done. It later developed that the total cost for the work was \$112.32, this figure being supported by properly signed receipts, this amount being approved by Endowment Officer Taylor under date of December 22, 1954. At this time Mr. Taylor also gave Mr. Geischeidle permission to repair a barbed wire fence on the property and to deduct the cost thereof from the rental due on July 1, 1955, authorization be given for the lessee to purchase up to three rolls of barbed wire for the repair work. The Land and Finance Committee recommends that the Board ratify and approve the repair costs as outlined above.

ESTATE OF A. C. McLAUGHLIN, DECEASED - REPORT OF ADMINISTRATOR OF CALIFORNIA PORTION OF ESTATE RE FINAL ACCOUNTING INCLUDING TAX ATTORNEY'S FEE.--Under date of January 13, 1955, Mr. Andrew C. McLaughlin, Jr., administrator-with-Will attached for Estate of Stuart-Anne McLaughlin, Deceased, reported that he expected to have the final accounting and report on the California portion of the McLaughlin Estate filed with the Los Angeles County Superior Court within the next thirty to forty-five days. In connection with the final accounting, he would like to submit in the figure for the attorney's fees the sum of \$13,500.00 for services rendered on behalf of the Estate by Mr. Ralph E. Smith, tax attorney employed to assist in the tax problem. He has stated that Mr. Smith was able to accomplish a compromise on the Estate tax with substantial financial saving. Mr. McLaughlin has asked for an expression or at least an opinion from the University as to the appropriateness of the charge made by Tax Counsel Smith because of the size of the fee. The Land and Finance Committee recommends that Mr. McLaughlin be advised that in the light of the substantial financial savings effected by Tax Attorney Smith that the Board deems the fee appropriate for inclusion in the final accounting of the Estate.

HUNTINGTON LANDS - PROPOSED AMENDMENT TO POWER LINE EASEMENT WITH COMMUNITY PUBLIC SERVICE, REQUIRED BY SALE OF ACREAGE TO PRODUCTS PIPE LINE COMPANY.--Under date of December 11, 1954, the Board of Regents approved the sale of a 20-acre tract out of the northwest corner of a 139.1-acre tract out of the H. B. Littlefield Survey in Galveston County, Texas, to Products Pipe Line Company for a total consideration of \$30,000.00 all cash for the property, a good faith check in the amount of \$1,500.00 having been submitted with the purchase offer. In connection with the examination of title to the property, the attorney for the purchaser has asked that the Board of Regents request Community Public Service to relocate part of its power line across the University's property, this power line being constructed under the terms of a power line easement granted by the Board of Regents in July, 1953, to Community Public Service. By the terms of the easement, the Board of Regents, or its successors and assigns, in its or their discretion, has the right to require that the electric facilities be

JAN 28 1955

363

moved and relocated by the company at its expense when such facilities as located constitute an interference with the use of the land. As now located, the power line runs across the middle of the 20-acre tract under contract of sale to Products Pipe Line Company, which location has been considered by the purchaser as an interference with the proposed use of the site as a terminal station. Accordingly, the Land and Finance Committee recommends that the power line easement with Community Public Service be amended so as to relocate that portion of the power line running across the twenty-acre tract when and if the sale to Products Pipe Line Company has been consummated, the relocated portion of the line to be either on the University's property adjacent to the tract being sold and/or on the purchaser's property as may be determined by joint approval of the University and the purchaser of the tract. It is further recommended that the Chairman of the Board be authorized to execute the necessary instrument to amend the easement, such instrument to be prepared by the University's Land and Trust Attorney.

AUTHORIZATION FOR ENDOWMENT OFFICER OF THE UNIVERSITY OF TEXAS TO SIGN AND EXECUTE INSTRUMENTS AND DOCUMENTS - ENDOWMENT OFFICE AND INVESTMENT OFFICE.--It is contemplated that an appointment will be made at the January 28 and 29, 1955, meeting of the Board of Regents to fill the vacancy now existing in the office of Endowment Officer of The University of Texas; and, in this connection, it is necessary, upon his qualification, to authorize the person so appointed to sign and execute certain instruments and documents for and on behalf of the Board of Regents of The University of Texas and its branches. Accordingly, the Board of Regents hereby adopts the following resolutions:

1. BE IT RESOLVED by the Board of Regents of The University of Texas that William W. Stewart, Endowment Officer of the University of Texas, is hereby authorized and empowered to sell, assign, and transfer any and all of the bonds, stocks, notes, and other evidences of indebtedness and ownership now or hereafter registered in the name of The University of Texas, the Board of Regents of The University of Texas, or in the name of any of the trust and special funds coming under the control of The University of Texas or which now or hereafter may be assigned thereto.

2. WHEREAS, The University of Texas and the Board of Regents of The University of Texas are the owners and holders of evidences of indebtedness in the form of notes, bonds, and other securities for the benefit of its various endowment and trust funds; and,

WHEREAS, It is necessary for the prompt and proper collections and payment of such indebtedness to designate some proper officer of the University to receive and collect such payments and to execute proper receipts and releases therefor;

NOW, THEREFORE, BE IT RESOLVED by the Board of Regents of the University of Texas that William W. Stewart, Endowment Officer of The University of Texas, be and he is hereby designated, authorized and empowered to ask, demand, sue for, collect, recover, and receive any and all sums of money, debts, dues, rights, property, effects or demands whatsoever due, payable or belonging to, or which may at any time hereafter be or become due, payable or belonging to any of the endowment funds and trust funds coming under the control of the Board of Regents of The University of Texas from any person or persons whatsoever and to execute any and all necessary or proper receipts, releases, and discharges therefor.

BE IT FURTHER RESOLVED that a copy of this resolution duly certified by the Secretary of the Board of Regents of The University of Texas shall be full evidence of the authority of William W. Stewart, Endowment Officer of The University of Texas, to act hereunder.

JAN 28 1955 364

3. WHEREAS, under the terms of a deed by Mike Hogg, Independent Executor of the Estate of W. C. Hogg, Deceased, to the Board of Regents of The University of Texas, dated July 1, 1939, and accepted by said Board of Regents on July 15, 1939, said deed having been filed in Harris County, Texas, on July 30, 1939, and recorded in Volume 1127, page 463, of the deed records of Harris County, Texas, there was conveyed to said Board of Regents various securities and properties including various mineral rights and royalty interests; and

WHEREAS, in effecting delivery of said properties to said Board of Regents it is necessary to execute various division orders and transfer orders and other instruments;

NOW, THEREFORE, BE IT RESOLVED by the Board of Regents of The University of Texas that William W. Stewart, Endowment Officer of The University of Texas, be and he is hereby authorized and empowered to execute any and all such division orders, transfer orders, and other instruments in connection with the transfer to said Board of Regents of The University of Texas of said mineral rights, royalty interests, or other properties, and said instruments when executed by said William W. Stewart are hereby declared to be the act and deed of said Board of Regents of The University of Texas.

4. BE IT RESOLVED by the Board of Regents of The University of Texas that William W. Stewart, Endowment Officer of The University of Texas, be and he is hereby authorized to give notice on behalf of the Board of Regents of The University of Texas, in their capacity as such or in their capacity as trustees under any trust, of the Board's intention to withdraw shares or investments in any building and loan or savings and loan association and to endorse on behalf of the Board of Regents any certificate or certificates of share ownership or other documents in connection with the liquidation of such investments.

5. BE IT RESOLVED by the Board of Regents of The University of Texas that William W. Stewart, Endowment Officer of The University of Texas, be and he is hereby authorized to execute and deliver geophysical exploration permits on Permanent University Fund Lands payable at the rate of \$150.00 for each two weeks' period of work under the permit.

6. BE IT RESOLVED by the Board of Regents of The University of Texas that William W. Stewart, Endowment Officer of The University of Texas, be and he is hereby authorized to execute and deliver permits for the use of water from water wells on University lands to be drilled in drilling oil wells on non-University lands on the basis of payments at the rate of \$500.00 per oil well drilled, payable cash in advance.

7. BE IT RESOLVED by the Board of Regents of The University of Texas that William W. Stewart, Endowment Officer of The University of Texas, and Mr. Jesse James, Treasurer of the State of Texas, are hereby jointly authorized and empowered to sell and assign any and all United States Bonds of any description now or hereafter registered on the books of the Treasury Department in the name of The University of Texas or which now or hereafter may be assigned to it;

AND IT IS FURTHER RESOLVED, that any and all assignments of United States Bonds registered in the name of, or assigned to, The University of Texas heretofore or hereafter made by the above-named officers are hereby ratified and confirmed.

8. BE IT FURTHER RESOLVED by the Board of Regents of The University of Texas that the Secretary of this Board be and she is hereby authorized and directed to fill in the name of the person so appointed by the Board of Regents as Endowment Officer of The University of Texas so that the Minutes of this Board shall show the name of such duly appointed person in the spaces in the above-adopted resolutions.

JAN 28 1955

365

9. BE IT FURTHER RESOLVED by the Board of Regents of The University of Texas that the authorizations to execute required instruments and documents granted to Miss Mary E. Cook, Executive Assistant in the Investment Office of The University of Texas, at the December 11, 1954, meeting of this Board shall be continued in full force and effect until such Endowment Officer shall be duly appointed and shall qualify to fill such office.

10. WHEREAS, a vacancy now exists in the office of Endowment Officer of The University of Texas by reason of the resignation of Mr. Jack G. Taylor as Endowment Officer, such resignation being effective December 31, 1954; and

WHEREAS, it is contemplated by the Board of Regents of The University of Texas that an appointment will soon be made to fill said office of Endowment Officer of The University of Texas; but that until such appointment is made and the person so appointed duly qualifies for such office of Endowment Officer of The University of Texas, it is necessary to authorize, empower and direct the Executive Assistant in the Investment Office of The University of Texas, Miss Mary E. Cook, to take such action and to execute and deliver for and on behalf of the Board of Regents of The University of Texas and/or The University of Texas, such documents and papers as may be necessary and proper in connection with Project Tex. 41-CH-26, The University of Texas, Women's Dormitory, Housing and Home Finance Agency of the United States Government;

NOW, THEREFORE, BE IT RESOLVED by the Board of Regents of The University of Texas, that Miss Mary E. Cook, Executive Assistant in the Investment Office of The University of Texas, be and she is hereby authorized, empowered, and directed to take such action and to execute and direct for and on behalf of the Board of Regents of The University of Texas and/or The University of Texas any and all documents and papers necessary in connection with the consummation of the loan agreement for Project Tex. 41-CK-26, The University of Texas, Women's Dormitory, with the Housing and Home Finance Agency of the United States Government, until such time as an Endowment Officer of The University of Texas is duly appointed and qualifies for the aforesaid office.

Adoption of Report.--Upon motion of Mrs. Tobin, seconded by Mr. Lockwood, the Board ratified the action and approved the recommendations in the foregoing report of the Regents' Land and Finance Committee.

HOGG FOUNDATION: W. C. HOGG ESTATE - LEASE OFFERS ON McASHAN PROPERTY AT MAIN AND CLAY, HOUSTON, TEXAS.--Mr. Jeffers presented the following report upon which the Land and Finance Committee had not acted but which report they had referred to the entire Board of Regents for action:

Parking lot lease offers from Classified Parking System and Frank G. Cadena were considered by the Board of Regents at the December 11, 1954, meeting. The bids were such that it was difficult if not impossible to determine which bid should be accepted and, accordingly, the Board requested that the Endowment Officer call for new sealed bids to be opened simultaneously. The Endowment Officer was also authorized to accept the best bid upon approval by the Land and Finance Committee. Pursuant to this authorization, sealed bids were received and opened on December 21, 1954, with Mr. Cadena present at the opening. A summary of the old bids considered at the December meeting and of the new bids is

JAN 28 1955

366

shown below:

	Frank G. Cadena		Classified Parking	
	Monthly Base Rental		Monthly Base Rental	
	Old Bid	New Bid	Old Bid	New Bid
First Year . . . . .	\$ 2,150	\$ 2,250	\$ 2,150	\$ 2,250
Second Year . . . . .	2,150	2,250	2,150	2,250
Third Year . . . . .	2,350	2,400	2,150	2,250
Fourth Year . . . . .	2,350	2,400	2,150	2,250
Fifth Year . . . . .	2,350	2,400	2,150	2,250
Total Five-Year Base Rental	\$136,200	\$140,400	\$129,000	\$135,000
Difference in Base Rental	47,200	45,400	-	-
Percentage Rental	-	-	60% of Gross over \$40,000	\$42,000 per year
Lease-End Guarantee	6 months	6 months	3 months	3 months

Both parties have agreed to take a lease for a five-year period with a thirty-day cancellation clause in the event of sale of the property, lease in excess of fifteen years on the property, or the erection of permanent improvements on the property. Mr. Cadena submitted with his new bid a satisfactory financial statement signed by an official of the Texas National Bank of Houston, Texas.

Results of the new bids show both parties increasing their old bids and with the five-year total base salary differential being narrowed somewhat. The basic question of which was the best bid was presented to the members of the Land and Finance Committee, the opinion of the members being that the matter should be submitted to the full Board of Regents for consideration and decision. Since the present lease held by Classified Parking System on the property expires on February 28, 1955, it is recommended that a decision as to which of the parties should be awarded the lease be made on the basis of the new bids submitted on December 21, 1954, it being the opinion of the committee that the two parties should not be asked to submit any additional bids. It is further recommended that the Chairman of the Board be authorized to execute the lease instrument upon its approval as to form by the University Land and Trust Attorney and as to content by the University Endowment Officer.

The Board, upon motion of Mrs. Tobin, seconded by Mr. Warren, accepted the offer of Frank C. Cadena, with Mr. Sorrell and Mr. Jeffers voting "No".

FORMAL ACCEPTANCE, BEQUEST OF PAUL T. SEASHORE, DECEASED.--At the request of President Wilson, Mr. Jeffers presented the following report of the Land and Finance Committee in formal acceptance of the bequest of Paul T. Seashore, deceased:

Under the will of Paul T. Seashore, who died in February, 1954, the Board of Regents of The University of Texas was bequeathed various items in trust for use and benefit of the Texas Memorial Museum. The items included collections of bird prints and books by Audubon, books relating to the North American and South American Indian, miscellaneous books, miscellaneous items of silver, English rifles and shotguns, and antique pistols, guns, swords and armor. The will was filed for probate in the Superior Court of the State of California, County of Monterey, on May 21, 1954.

At the time of Mr. Seashore's death, most of the items willed to the University were already packed for shipment to The University of Texas. In July, 1954, the attorneys for the Estate of Paul T. Seashore and the Executor, Mr. Junius Seashore, shipped all of the items to the Texas Memorial Museum, for safekeeping until distributed by the Superior Court when the Estate should be closed. The items were received by the Museum and checked by the Director, with the missing items called to the attention of the attorneys for the Executor. It has now been agreed by the attorneys that these missing items were in fact not included in the shipment to The University of Texas and that they could

not be located. A copy of the codicil to Mr. Paul T. Seashore's will in which the items were bequeathed to the University has been placed on file with the Secretary of the Board of Regents, together with a list of the items with the missing items so annotated. We have now been advised by the attorneys for the Executor that they are now in a position to close out the Estate; and, in this connection, they have requested that the Board of Regents of The University of Texas waive a final accounting of the Estate. It is recommended by the Land and Finance Committee that the Board of Regents accept the items bequeathed by Paul T. Seashore for the use and benefit of the Texas Memorial Museum as received by the Museum and that the Chairman of the Board be authorized to execute a waiver of the final accounting for the Estate upon the approval of such waiver as to form by the University Land and Trust Attorney.

The Board approved the foregoing report upon motion of Mr. Lockwood, duly seconded.

M. D. ANDERSON HOSPITAL

AWARD OF CONTRACT, INSTALLATION TWO X-RAY THERAPY MACHINES, M. D. ANDERSON HOSPITAL.--President Wilson presented a report he had received from Doctor R. Lee Clark, Jr. that the two new X-ray Therapy machines purchased for M. D. Anderson Hospital had been delivered and were ready for installation; and further that bids for their installation had been asked for, received, opened, and tabulated.

The following bids were received:

<u>CONTRACTOR</u>	<u>BID</u>
E. Lee Bond, General Contractor	\$11,954.00
Thad Dederick Construction Co.	8,900.00
Farnsworth & Chambers Co., Inc.	7,000.00
Manhattan Construction Co. of Texas	6,920.00
Fisher Construction Co.	6,200.00
Albert Meyerson Company	4,475.00

Doctor R. Lee Clark, Jr. was called into the meeting and a general discussion ensued as to the radiation protection needed in this area and the problem involved in that respect.

Upon motion of Judge Woodward, seconded by Mr. Sorrell, the Board authorized Doctor R. Lee Clark, Jr., to award the contract to Fisher Construction Company in the amount of \$6,200.00 as it was the lowest acceptable bid.

Doctor Clark left the meeting.

MAIN UNIVERSITY

PROPERTY CONTIGUOUS TO UNIVERSITY CAMPUS.--The Board ordered the matter regarding property contiguous to the University campus be set up for consideration by the entire Board as a Special Order of Business for the March, 1955, meeting of the Board. Doctor Wilson was requested to have all the possible data available. | See Page 464

TEXAS WESTERN COLLEGE

PROPOSED CHANGE, TV EDUCATIONAL CHANNEL, EL PASO (Channel 7 for Channel 13).--Acting President Smith was called into the meeting. The request of Trinity Broadcasting Company that was presented by Mr. Gordon McLendon on Friday, January 28, 1955, regarding the change of the TV Educational Channel 13 for Channel 7 was considered by the Board at its meeting on Friday afternoon and again on Saturday morning. There was a detailed discussion and it was pointed out that this TV Educational Channel is used not only by Texas Western College, but also by the Public Schools of El Paso and other educational agencies.

JAN 28 1955

368

The Board agreed that in the award by the Federal Communication Commission of Channel 7 for TV educational purposes it was acquired as all other very valuable property of The University of Texas with the hope of expansion and the intention of making use of that property in the future. The Board stated that it had no known present plans but on the other hand that with TV in a highly formative stage it had no intention of relinquishing the channel at any time in the foreseeable future.

Acting President Smith retired from the meeting.

CENTRAL ADMINISTRATION

APPROVAL OF DOCKETS.--President Wilson presented to the Board a docket under date of January 14, 1955, for Central Administration and in this docket he submitted his recommendation for approval of the dockets of the component institutions of The University of Texas; namely:

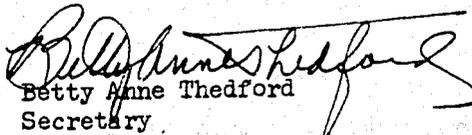
Main University and Extramural Divisions, submitted by Vice-President Boner	Page 371
Texas Western College, submitted by Acting President Smith	Page 439
Medical Branch, submitted by Executive Director Leake	Page 441
Dental Branch, submitted by Dean Olson	Page 448
M. D. Anderson Hospital for Cancer Research, submitted by Director Clark	Page 450
Southwestern Medical School, submitted by Acting Dean Gill	Page 454
Postgraduate School of Medicine, submitted by Dean Taylor	Page 460

President Wilson requested that the item Offer of Columbia-Southern Chemical Company on Page M--7 be amended to read as follows:  
(377)

OFFER OF COLUMBIA-SOUTHERN CHEMICAL COMPANY: The Columbia-Southern Chemical Company of Corpus Christi will contribute \$12,000 to the University for the purchase of an infrared spectrophotometer, provided the University will put up an additional \$6,000 for accessories and equipment, to a total of \$18,000. The Chemistry Department has space for the equipment and has much need for it in its teaching. I recommend that the \$6,000 be provided from the Main University Unappropriated Balance.

Upon motion of Mr. Voyles, seconded by Mr. Jeffers, the Board approved the docket with all its parts and the proposed change as presented by President Wilson. (This docket with all its parts is attached to and made a part of these minutes. Page 369.)

ADJOURNMENT.--The Board adjourned at 11:00 a.m. to meet in Austin, Texas, March 11 and 12, 1955.

  
Betty Anne Theford  
Secretary