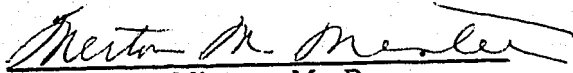



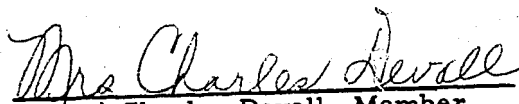
We, the undersigned Members of the Board of Regents of The University of Texas, hereby ratify and approve all actions taken at this meeting to be reflected in the Minutes.


Signed this the 10th day of December 1960, A. D.

  
Merton M. Minter, M. D.  
Chairman

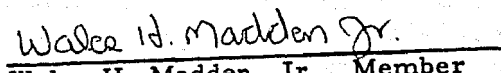
  
J. Lee Johnson, III  
Vice-Chairman

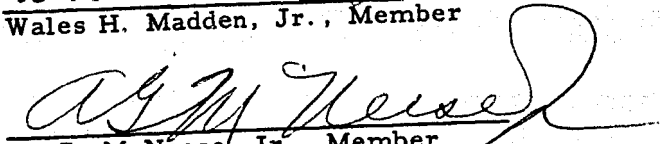
  
J. P. Bryan, Member

  
(Mrs.) Charles Devall, Member

  
Thornton Hardie, Member

  
W. W. Heath, Member

  
Wales H. Madden, Jr., Member

  
A. G. McNéese, Jr., Member

  
Joe C. Thompson, Member

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MEETING NO. 593

DECEMBER 10, 1960 -- The Board of Regents of The University of Texas convened in regular session on Saturday, December 10, 1960, at 9:15 a. m. , in the Spanish Room of the Hotel del Norte, El Paso, Texas.

## ATTENDANCE. --

<u>Present</u>	<u>Absent</u>
Chairman Minter, presiding	Regent Thompson - excused
Vice-Chairman Johnson	
Regent Bryan	
Regent (Mrs. ) Devall	
Regent Hardie	
Regent Heath	
Regent Madden	
Regent McNeese*	
Chancellor Wilson	
Secretary Thedford	

Also present among University personnel were:

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

Doctor R. Lee Clark, Jr., Director of M. D. Anderson Hospital  
 and Tumor Institute  
 Doctor A. J. Gill, Dean of Southwestern Medical School  
 Doctor John V. Olson, Dean of the Dental Branch  
 Doctor Harry H. Ransom, President of Main University  
 Doctor Joseph M. Ray, President of Texas Western College  
 Doctor J. R. Smiley, Vice-President and Provost of Main  
 University  
 Doctor Grant Taylor, Dean of the Postgraduate School of Medicine  
 Doctor John Truslow, Executive Director and Dean of the Medical  
 Branch

Representatives of the Press:

Miss Jo Eickmann, Editor of The Daily Texan  
 Mr. Steele Jones, representing Texas Western College  
 Mr. Gene Grigg, representing the El Paso Herald-Post  
 Mr. Don Lund, representing the El Paso Times

\* Because of inclement weather, Mr. McNeese was excused from the committee meetings on Friday, December 9, 1960.

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## TEXAS WESTERN COLLEGE

Judge Woodrow Bean, County Judge of El Paso County, Mr. Marshall Willis, and Mr. Robert Ingram were invited into the meeting.

PROPOSED AGREEMENT BETWEEN THE COUNTY OF EL PASO AND TEXAS WESTERN COLLEGE ON CONSTRUCTION AND OPERATION OF THE NEW STADIUM (SUN BOWL), TEXAS WESTERN COLLEGE. --

At the Regents' meeting on October 22, 1960, the Board, in view of a report from "The Committee Appointed to Study Construction of a New Sun Bowl" and of Mr. Waldrep's opinion that the legal questions can probably be worked out satisfactorily with the approval of the Legislature, expressed willingness to agree to the construction of a stadium by the County of El Paso on land owned by the Board of Regents in accordance with terms set out in various proposals provided the matter receives the approval of the Legislature. The terms referred to in the various proposals will be detailed later, as will the final agreement.

County Judge Woodrow Bean briefly addressed the Board of Regents and officially reported that the bond issue in the amount of \$1,750,000, ordered by the Commissioners' Court of El Paso County, passed at the General Election in November, 1960. The purpose of this bond issue is to construct the proposed stadium (new Sun Bowl) on land owned by the Board of Regents of The University of Texas. In this connection, Judge Bean distributed the following list of suggested points for agreement between the County of El Paso and Texas Western College of The University of Texas on construction and operation of the proposed new Sun Bowl. The portions underlined were added either at Judge Bean's suggestion or that of the Board during his presentation to the Regents:

1. Texas Western College will deed the appropriate land to the County for the stadium site.
2. The County will construct the Sun Bowl and then lease the land and the Sun Bowl to the College for 99 years at the rate of \$1.00 per year, with Texas Western College having the option to renew.
3. Texas Western College will operate and maintain the Sun Bowl with the same policies that are now applicable to Kidd Field.
4. Texas Western College will direct its best efforts to making the Sun Bowl available, when requested, to high school games and other appropriate civic uses.

(At this point, Judge Bean emphasized that the Commissioners' Court, the governing body of El Paso County, had gone into the use of the stadium and wants it fully understood that it will belong to the Board of Regents of The University of Texas who will have complete control over who uses it.)

5. During the term of the lease both Texas Western College and the County of El Paso shall have the right to expand or improve the facilities subject to mutual agreement of the Commissioners' Court and Board of Regents on any changes or expansions.

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6. Texas Western College agrees that the name of the new stadium will be the Sun Bowl and will make use of no other name. All publicity, advertising and other descriptions of the stadium shall refer to it as the Sun Bowl.

Following a brief review of these points, Judge Bean extended an invitation for the University's Consulting Architect to confer with the architect retained for this project by the County, stating that the planning, location, and other details are to be 90% under the supervision of the Board of Regents.

RESOLUTION OF APPRECIATION TO COUNTY JUDGE WOODROW W. BEAN, EL PASO COUNTY COMMISSIONERS' COURT, ET AL RE BOND ISSUE FOR NEW SUN BOWL, TEXAS WESTERN COLLEGE. --Mr. Hardie read the following resolution and moved its adoption:

The Board of Regents of The University of Texas has kept informed with reference to the recent bond issue authorized by the citizens of El Paso County to raise funds with which to construct a new athletic stadium and bowl on lands presently owned by Texas Western College; and the Board of Regents wishes to express its appreciation to Judge Woodrow W. Bean, County Judge of El Paso, and the members of the Commissioners' Court; to the editors of the two local newspapers; to Mr. Marshall Willis, Chairman, to William Hanley, Robert Ingram, Robert Kolliner and Thomas Patterson, members of the committee, all of whom were active in presenting the merits of this bond issue to the people of El Paso County; and the members of the Board of Regents appreciate the action of the taxpayers in voting for this bond issue, and they shall be glad to cooperate with the County of El Paso in arriving at an agreement for the construction of this bowl and stadium along plans which will be mutually beneficial to Texas Western College and the people of El Paso.

Mrs. Devall seconded the motion which was unanimously adopted.

STUDY AND ADVISORY COMMITTEE ON TEXAS WESTERN COLLEGE OF THE EL PASO CHAMBER OF COMMERCE. --Messrs. Jack Vowell, Brooks Travis, H. Fulwiler, and Joe Irvin were invited into the meeting. Chairman Minter called on Mr. Jack Vowell, Chairman of the Study and Advisory Committee on Texas Western College of The El Paso Chamber of Commerce, for any comments he might like to make with reference to the work of his committee.

Mr. Vowell expressed thanks to the Administration, Doctor Ray, and Regent Hardie for the fine cooperation with, and the data furnished to, his committee. He related that as a result of much discussion by the citizens of El Paso about Texas Western College and of their keen interest in the institution that a Study and Advisory Committee on Texas Western College had been appointed. This committee is in addition to the Texas Western College Committee of The El Paso Chamber of Commerce which is of long standing and of which Mr. Bill Collins is currently the chairman.



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This special committee is finding out about the complexities of the institution and shall submit a report later. However, at this time, Mr. Vowell on behalf of the committee stated, "We sincerely hope that Texas Western College as a part of The University of Texas system located at El Paso will develop along with the Main University. We believe it should and will.

"The people of El Paso frankly feel that the platform outlined for Texas Western College should include the stated goals that apply to Texas University. The citizens of El Paso want to have here not a local college, a teachers' college, or a sectional college but as good an undergraduate four-year college as there is in the United States.

"With the brief study we have made--though we started our work sheet with a medical school--we can intelligently say that in the scope of Texas Western College and The University of Texas, a medical school does not fall in our category, and offerings for a Ph. D. and a large graduate school are not possible."

Mr. Vowell in concluding his remarks said, "Let us know what we can do and we assure you we want to do it in a sound, logical, and cooperative way. We pledge our support. We believe that as The University of Texas grows we benefit in El Paso. We stand ready to assist you in any way possible. We thank you for your cooperation."

**RESOLUTION OF APPRECIATION TO THE EL PASO CHAMBER OF COMMERCE ET AL.** --Mr. Hardie offered the following resolution of appreciation to The El Paso Chamber of Commerce and to Mr. Jack Vowell and the members of the Study and Advisory Committee on Texas Western College of The El Paso Chamber of Commerce:

The Board of Regents of The University of Texas appreciates the support given it by the El Paso Chamber of Commerce toward the continual improvement of Texas Western College, and of the service which it renders to all parts of the State of Texas, but more particularly the western portion of the state.

The Board of Regents wishes to express their appreciation to Mr. Jack Vowell and the members of his committee for their intelligent and worthwhile suggestions, all of which will receive their very serious and friendly consideration. The Board firmly believes that this institution will continue to grow and expand its services.

Mr. Heath seconded this motion which prevailed by unanimous vote.

#### CENTRAL ADMINISTRATION

**APPROVAL OF MINUTES, REGULAR MEETING ON OCTOBER 21-22, 1960.** --The minutes of the regular meeting of the Board of Regents of The University of Texas held in Houston on October 21-22, 1960, were approved in the form as circulated by the Secretary, upon motion of Mrs. Devall, seconded by Mr. Madden.

## COMMITTEE OF THE WHOLE

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The Standing Committees and the Committee of the Whole met on Friday, December 9, 1960. The Committee of the Whole also met on Saturday morning, December 10. Because of inclement weather, Mr. McNeese did not reach El Paso in time to attend the committee meetings on Friday.)

Below is a report of the meeting of the Committee of the Whole. See Page 35.

STATEMENT FROM BOARD OF REGENTS TO THE EL PASO CHAMBER OF COMMERCE STUDY AND ADVISORY COMMITTEE ON TEXAS WESTERN COLLEGE. --At the Regents' meetings in September and in October 1960, there had been informal discussions regarding Texas Western College and communications received from, and publicity about, the Study and Advisory Committee on Texas Western College of The El Paso Chamber of Commerce. In this connection, the Administration reported to the Board that since the October 1960 meeting in Houston, the following events have occurred:

1. President Ray has advised that the Study and Advisory Committee on Texas Western College of The El Paso Chamber of Commerce has voted not to recommend severance of Texas Western College from The University of Texas system.
2. The recommendations of the Texas Commission on Higher Education include a recommended increase in General Revenue for Texas Western College of more than thirty per cent, which is the largest increase recommended for any state college or university, and is more than twice the increase recommended for the Main University.

Upon motion of Mr. Hardie, seconded by Mr. Heath, the Board adopted the recommendation of the Administration that the Board transmit the statement in relation to Texas Western College as set out below to The El Paso Chamber of Commerce Study and Advisory Committee on Texas Western College:

1. The Board of Regents of The University of Texas has approved, and reaffirms, the position of the Committee of 75 regarding Texas Western College which stated:

"Enrollment in the academic year 1957-58 was about 3,578. The College had the equivalent of about 166 full-time faculty members at this time.

RECOMMENDATIONS: Texas Western should become a strong regional college, concentrating its attention upon providing a sound, basic undergraduate education for students in its service area. In quality of programs, it should become equal to the best regional colleges of its type. Because of differences in situation and objectives, its contributions to 'first class' status should be primarily in the realm of teaching.

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Recommendations for the future development of Texas Western follow: Texas Western should remain open to all students with college-level ability in its region and should be expanded in physical facilities and faculty to care for enrollment increases as they occur. Conservative predictions indicate that present enrollments will double by 1975.

Development of undergraduate programs for high-demand professions, such as teaching, engineering, and business administration, is to be expected and should be accompanied by fifth year curricula where needed. When such professional work is undertaken, it should be of quality consonant with accreditation standards. The main emphasis at Texas Western, however, should be upon the undergraduate program; it is not contemplated that it should become a graduate institution.

The scope of the engineering offerings should be increased to cover all basic branches. Emphasis here should be upon development of a core of good quality engineering study with minimum separation of curricula for the various branches. Expansions of the existing curricula should occur, however, only as high quality faculty members and adequate physical facilities become available.

Faculty development should be accorded first priority in achieving higher quality. A general increase in salary levels is essential for the institution to recruit replacements and additional faculty, as well as to afford deserved merit recognition for many individuals on the present staff. Faculty members also need at least some research outlets and opportunities to vitalize the teaching program and help create a proper academic climate.

Emphasis upon the improvement of teaching and the improvement of student standards of performance should be a major objective in the immediate future.

The library must be improved decidedly in size and in service to facilitate improvement in the quality of the program.

Because of its regional-service character, Texas Western should continue to make its college course offerings available to students at night hours, and these offerings should be a regular, rather than extra, consideration in budgeting expenditures for faculty salaries and in providing faculty.

The location of Texas Western makes it logical for its services to extend into New Mexico and to a limited extent into Mexico."

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2. The Board is of the opinion that several of the schools and colleges of the Main University, particularly the College of Engineering, can be increasingly helpful to Texas Western College. The Board has requested President Ransom and President Ray to explore and to coordinate means of providing Main University cooperation in curriculum studies, program development, teacher exchanges, etc.
3. Through the administrative officers of Texas Western College and Central Administration continued emphasis will be placed on efforts to influence the improvement of formulas used by the Texas Commission on Higher Education and the Legislature. The objective will be to obtain appropriations for Texas Western College comparable with those of the best regional undergraduate state colleges in the country. In view of the current level of appropriations recommended by the Texas Commission on Higher Education for Texas Western College, the Board believes it would be politically unwise to request of the next Legislature special treatment or dispensation for Texas Western.

REPORTS OF INSTITUTIONAL HEADS. --Each institutional head was given an opportunity to present emergency items--previously cleared through Chancellor Wilson--that had arisen since the final agenda was prepared. There were no emergency items; however, Doctor Clark presented a progress report on grant requests of building additions and remodeling at the M. D. Anderson Hospital and Tumor Institute. (These will be reported for the record through the usual channels.)

Thereafter President Ransom and Executive Director and Dean Truslow presented reports concerning their respective institutions:

Main University. --President Ransom distributed to each Regent an interim report on the Coliseum. He also presented orally and briefly progress reports on various programs at the Main University (including Main University Administrative Organization and the improvement of teaching especially on the freshman level) and discussed the problems of recruitment and retention of academic-administrative personnel.

Medical Branch. --Doctor Truslow reported in general on conditions at the Medical Branch, including private grants, faculty, and prospects for the freshman class of 1961. He reviewed the status of the building program at the Medical Branch as outlined below:

1. New Construction
  - a. Central Water Chilling Station. --The working drawings are in process.
  - b. Out-Patient Building. --\$1,400,000 has been granted from Hill-Burton funds. This amount plus the Babe Didrikson Zaharias Fund of \$50,000 is to match The Sealy and Smith Foundation grant of \$1,450,000. As

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soon as an advance has been definitely granted by The Sealy and Smith Foundation (Page 20), the associate architect will go forward with the plans which have to be finished by June 1, 1961, in order to get the Hill-Burton money.

- c. Combination Animal Quarters and Basic Science Building. --Only rough cost estimates have been prepared.

(Doctor Truslow indicated he was applying to Health Research Facilities for matching funds for the Combination Animal Building and for the 4th, 5th, and 6th floors of the Out-Patient Building.)

2. Major Remodeling Projects
  - a. Randall Pavilion--has been completed
  - b. Rebecca Sealy Nurses' Residence. --First phase is complete, and Out-Patient Department has been moved over there.
  - c. Wards 5A and 5B of the John Sealy Hospital--essentially completed but will not be occupied before January 1, 1961.
  - d. State Psychopathic Hospital. --Expected date of completion is September 1, 1961.
  - e. Keiller Building. --The request to Health Research Facilities for an amount of \$281,832 to remodel will be granted subject to availability of funds during the Government 1962 fiscal year. Actual renovation is to start as soon as possible.
  - f. Old Out-Patient Building. --Remodeling is to be worked out with the associate architect and along with the New Out-Patient Building.
  - g. Psycho II and Psycho III are of high priority.

APPROPRIATE PROCEEDINGS AUTHORIZED AGAINST TEXAS WESTERN COLLEGE EMPLOYEE. --The Academic and Developmental Affairs Committee with all Regents present and voting as a Committee of the Whole approved the recommendation that appropriate criminal proceedings be initiated against the dishonest employee at Texas Western College as reported in the docket on Page C-2.

APPOINTMENT OF REGENT J. P. BRYAN, MEMBER OF LIAISON COMMITTEE BETWEEN THE DIRECTORS OF THE TEXAS MEDICAL CENTER AND THE BOARD OF REGENTS OF THE UNIVERSITY OF TEXAS. --Chairman Minter named and the Committee of the Whole approved Regent J. P. Bryan as a member of the Liaison Committee between the Directors of the Texas Medical Center and the Board of Regents of The University of Texas.

As soon as this committee has been fully constituted and its functions agreed upon, it will be reported in the minutes as an item for the record.

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PROPOSED LEGISLATION FOR SUBMISSION TO THE 57th LEGISLATURE. -- The Committee of the Whole requested that preliminary drafts of proposed legislation to be approved for submission to the 57th Legislature be presented to the Board at the January 1961 meeting.

REPORT FROM DEVELOPMENT BOARD RE PRIVATE FUND DEVELOPMENT, TEN-YEAR BUILDING PLAN. -- Chancellor Wilson called attention to the following report from the University Development Board re Private Fund Development, Ten-Year Building Plan which was furnished to each Regent in the Material Supporting the Agenda:

In accordance with authorization at the October 1960 meeting of the Board of Regents, and immediately thereafter, there was transmitted to the Chairman of The University Development Board "Private Fund Development, Ten-Year Plan" as approved. The University Development Board met on November 7 at which time the following motion relating to the plan was unanimously adopted:

"That the Board (Development) accept and enthusiastically assume the ten-year objectives transmitted to it by the Board of Regents at its meeting of October 21-22, 1960 with the understanding that the Development Board be permitted to emphasize the prior need for program supplementation in making its appeals for gift support and that complete flexibility in the application of Available Fund to these major objectives be retained; further, that the Development Board acknowledges with thanks the pledge of positive official and individual support by the Board of Regents in the Development program, and intends to call on the Regents for assistance."

Also at this meeting, Mr. J. M. Odom was re-elected Chairman and Mr. Dan Williams was elected Vice-Chairman. The new members appointed by the Regents drew for their terms of appointment as is indicated in the "Item for Record" on Page 34.

#### REPORTS OF STANDING COMMITTEES

At the request of Chairman Minter, the Committee Chairmen presented the reports of their respective committees.

REPORT OF EXECUTIVE COMMITTEE--INTERIM ACTIONS (October 8--November 30, 1960). --Mr. Hardie, Chairman of the Executive Committee, submitted the following report:

The Executive Committee has approved by mail vote five items since its last report of October 7, 1960, which is included in the minutes of the meeting for October 1960. Each item has been recommended by the respective institutional head concerned and has been approved by



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Chancellor Wilson. All items are included in the docket presented at this meeting.

1. Budgetary Item, Southwestern Medical School. -- One item recommended by Dean Gill and reported in the attached docket as Item 6, Page S-2.
2. Absence from the Campus in Excess of Two Weeks
  - a. Main University. -- Absences of S. P. Ellison, Jr., Frank Wardlaw, Robert Frank Coffey, W. W. Hagerty, John J. McKetta, Carl Gatlin, and Joe W. Neal recommended by President Ransom and reported in the attached docket on Page M-31.
  - b. M. D. Anderson Hospital and Tumor Institute. -- Absence of Doctor William C. MacComb recommended by Director R. Lee Clark, Jr., and reported in the attached docket on Page A-2.
  - c. Medical Branch. -- No new requests were presented to the Executive Committee but there are reported in the attached docket on Page G-9 the absences of Bart H. Danford and John B. Truslow. Both of these have been previously approved by the Executive Committee but have not been incorporated in the docket.

These items are reported for ratification by the Board.

Adoption of Report. -- Upon motion of Mr. Hardie, seconded by Vice-Chairman Johnson, the foregoing report was adopted.

REPORT OF ACADEMIC AND DEVELOPMENTAL AFFAIRS COMMITTEE (See Page 15 for adoption). -- Committee Chairman Devall presented the following report of the Academic and Developmental Affairs Committee, though all Regents were present at the meeting of the committee.

Approval of Docket. -- The Academic and Developmental Affairs Committee recommends that the docket of Chancellor Wilson dated November 21, 1960, be approved in the form attached. The approved docket includes a substitute page for M-37 that was distributed at the meeting in the Supplementary Agenda Material, which sets out in more detail FACULTY LEGISLATION. The approved docket (Attachment No. 2) is a part of the minutes and is attached hereto following Page L-13 of Attachment No. 1.

Amendment to Rules and Regulations, Part One, Chapter III, Section 3: Employment of Aliens (Final approval including procedures). -- At the Regents' meeting on October 22, 1960, the Board gave first approval to an amendment to the Rules and Regulations, Part One, Chapter III,



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Subsection 3.2 and its Subsections 3.21 and 3.22 with the understanding that an additional section would be drawn fixing administrative responsibility for making investigations of aliens to be employed by any of the component institutions.

The Academic and Developmental Affairs Committee recommends that the section submitted by the Administration (which was distributed to each Regent prior to the meeting) be amended by inserting the word "truthfully" so that the last clause reads "which might preclude the alien being able to truthfully sign the oath or affirmation required by law of all state employees."

The Committee also recommends that the Board give final approval to the Amendment to the Rules and Regulations, Part One, Chapter III, Section 3: Employment of Aliens, by deleting Subsection 3.2 and Subsections 3.21 and 3.22 and substituting in lieu thereof the following:

3.2 It shall be the duty of each executive head to make, or to have made, a reasonable investigation of every alien before employment to ascertain whether there is any evidence which might preclude the alien being able to truthfully sign the oath or affirmation required by law of all state employees. (See Subsection 1.6 of this Chapter.)

3.3 Employment of Aliens on Sponsored Projects. Where sponsored contracts and grants do not otherwise prohibit or limit the employment of non-citizens, such non-citizens may be employed upon certification by the Director of the International Office at the Main University, or by an appropriate administrative officer at the other component institutions, that he has examined the applicant's visa and found it to be in order and has ascertained that the applicant has the approval of the United States Immigration authorities to accept such employment.

Policy for Preparation of 1961-62 Operating Budget. -- The Academic and Developmental Affairs Committee recommends that the Board adopt the following policy for the preparation of the 1961-62 operating budget:

Inasmuch as the amount of General Revenue Funds to be appropriated for writing the 1961-62 operating budget is unknown at this time, the best basis for preliminary budget preparation is the Legislative Budget Request as submitted October 15, 1960. Accordingly, Institutional Heads are to draft their operating budgets within the total of funds requested for 1961-62 and, in so far as is practicable, they should not exceed the subtotals requested for each department or division.

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Institutional Heads must be prepared to reduce their recommended expenditures in the event that actual appropriations do not meet the Legislative Request totals.

Educational TV Council (Channel 9): University's Representation on Board of Trustees. --All Regents were furnished in the Material Supporting the Agenda the following report from the Administration:

The Board of Regents names eight members of the Board of Trustees of the Southwest Texas Area Educational Television Council (formally designated as Board of Governors of the Central Texas Council on Educational TV--Permanent Minutes, Volume V, Page 438). The following persons have been serving during the formative stages of the undertaking, and formal designation by the Board of Regents is now suggested.

Doctor Irby Carruth, Superintendent, Austin  
Public Schools  
Doctor H. H. Ransom, President of the Main  
University  
Doctor Merton Minter, Chairman of the Board of  
Regents  
Doctor L. D. Haskew, Vice-Chancellor (Develop-  
mental Services)  
Mr. Lanier Cox, Vice-Chancellor (Administrative  
Services)  
Mr. E. Gary Morrison, Austin  
Mr. J. M. Odom, Austin  
Mr. Howard T. Cox, Austin

(Doctor Haskew stated in accordance with the charter of this organization each member of the Board of Trustees is personally named and draws "straws" for the length of his initial term.)

The Academic and Developmental Affairs Committee recommends that the Board ratify the designation of those listed above as representatives of the University on the Board of Trustees.

Name Change: Department of Bacteriology to Department of Microbiology, Main University. --The Chairman of the Department of Bacteriology, College of Arts and Sciences, Main University, through proper channels has requested that the name of the Department of Bacteriology be changed to the Department of Microbiology, to be effective September 1, 1961. This request has been concurred in by the Administration, and the Academic and Developmental Affairs Committee recommends that

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the Board approve this request for submission to the Texas Commission on Higher Education.

Bowl Game, December 17, 1960, Main University. -- On November 15, 1960, the Athletic Council of the Main University recommended approval of:

1. Texas' participation in either the Blue Bonnet Bowl in Houston, December 17, 1960, or the Gator Bowl in Jacksonville, Florida, December 31, 1960, provided Texas wins from Texas A & M Thanksgiving and provided the football squad is interested in playing in such a game;
2. The squad choosing which of these two bowls it wishes to play in;
3. At least the same additional compensation plan as last year for certain members of the athletic staff.

The Administration recommended and the members of the Board by telephone ballot indicated individual approval of this recommendation of the Athletic Council. The football squad voted in favor of the Blue Bonnet Bowl and defeated A & M, thereby satisfying two of the conditions to an acceptance by the University. Following the A & M game, Mr. Olle announced acceptance by the University of the bid to the Blue Bonnet Bowl.

The Administration recommends that the Regents give official approval and ratification to this acceptance with the understanding that additional compensation for coaches and others shall be in accordance with previously approved Board policy, (Permanent Minutes, Volume VII, Page 447), to-wit:

1. Expenses of the wives of the players and the coaches to the game.
2. 8% of the annual salary of each member of the football coaching staff (Group I)
3. 5% of the annual salary of the trainer, equipment supervisor, and each of the team physicians (Group I)

It is recommended by the Academic and Developmental Affairs Committee that the Board ratify its telephone ballot for permission to participate in the Blue Bonnet Bowl in Houston, December 17, 1960, and that it approve additional compensation for coaches and others in accordance with the previously approved policy as outlined above.

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Longhorn Band of the Main University as Official Band at Inauguration of President of United States. -- The Board by telephone ballot approved the sending of the Longhorn Band of the Main University to Washington, D. C., as the Official Band representing Texas at the inauguration of the President and Vice-President of the United States provided:

1. The University Band would be the official band representing Texas.
2. All funds to send the band would be raised by the Ex-Students' Association.
3. All members of the band would have their expenses paid and there would be no distinction made between the members.

These provisions have not been compiled with at this time; however, since this item would normally have been referred to the Academic and Developmental Affairs Committee, it is included for the record as a part of the committee's report.

Small Class Reports, 1960 Fall Semester: Main University and Texas Western College (House Bill No. 4, 56th Legislature, Third Called Session, Article IV, Section 15 of the Special Provisions). -- The small class reports of the 1960 Fall Semester for the Main University and for the Texas Western College, together with analytical summaries, were distributed in the Material Supporting the Agenda. These reports had been prepared in accordance with House Bill No. 4, 56th Legislature, Third Called Session, Article IV, Section 15 of the Special Provisions. The classes are listed according to the following Justification Code:

1. Required course for graduation in one or more baccalaureate degree programs. The course is not offered each semester or term, and if cancelled, may affect date of graduation of those enrolled.
2. Required course for graduating seniors in one or more degree programs.
3. Required course for majors in this field and should be completed this semester (or term) to keep proper sequence in courses.
4. Course for which students pay a supplementary fee, and the usual requirements of class size are not considered applicable. (Example: Class Instruction in Applied Music or Applied Art.)
5. Limited laboratory facilities make it necessary to establish an additional section of this course.
6. a. Course in a small department which offers the minimum number of courses consistent with the

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maintenance of a balanced departmental program.

- b. Courses in a large department necessary to maintain a well-balanced departmental program.
7. Graduate course that is required for completion of an advanced degree.
  8.
    - a. Interdepartmental course meeting with the same course in another department.
    - b. Intradepartmental course meeting with another course in the same department.
  9. Adds, drops, and transfers in transit between departments and the Registrar's Office as of the twelfth class day.

Main University. -- The small classes for Main University fall in categories Nos. 1-4 and 6-9, inclusive, as set out above.

Texas Western College. -- The small classes for Texas Western College fall in categories Nos. 1-4, 6a, 6b, and 8-9, inclusive, as set out above.

It is recommended by the Academic and Developmental Affairs Committee that the Board approve for filing with the Texas Commission on Higher Education the 1960 Fall Semester Small Class Reports for the Main University and the Texas Western College. (Copies of these reports are in the Secretary's Files, Volume VIII, Page 138.)

Adoption of Report. -- Upon motion of Mrs. Devall, seconded by Vice-Chairman Johnson, the foregoing report and the recommendations contained therein were approved.

REPORT OF BUILDINGS AND GROUNDS COMMITTEE (See Page 29 for adoption). -- In the absence of Committee Chairman Thompson, Mr. Hardie presented the following report of the Buildings and Grounds Committee calling attention to each item in the recommendations of the Administration as submitted in the Material Supporting the Agenda and as distributed at the meeting:

Main University - Ratification of Award of Contract for Warehouse, Etc., for University Press. -- At the Regents' Meeting, held June 13, 1959, an appropriation was made for the construction of a warehouse, etc., for the University Press at the Main University, and authorization was given to proceed with the preparation of plans and specifications, with authority granted to Comptroller Sparenberg to approve these plans and specifications, advertise for bids, and award whatever contracts were necessary for this construction within the amount of money appropriated. In accordance with the above authorization, bids were called

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for and were opened and tabulated on November 1, 1960, as shown on Page 37. After consideration of the bids and determination of the alternates which must be accepted in order to come within the amount of money available for the project, the following award was made to the low bidder, taking into consideration the base bids and the alternates to be accepted:

Gray and Becker, Inc., Austin, Texas		
Base Bid		\$23,987.00
Less Alternate No. 1	\$2,073.00	
Less Alternate No. 2	830.00	
Less Alternate No. 3	<u>2,262.00</u>	<u>-5,165.00</u>
Total Contract Award		<u>\$18,822.00</u>

It is recommended that the actions reported above be ratified by the Board.

Main University - Ratification of Issuance of Requisition for Certain Equipment in Connection with Expansion of Power Plant Project. -- In connection with the Expansion of the Power Plant at the Main University, purchases of certain materials and equipment have been made through purchase orders rather than through contracts, all within the appropriation made by the Board for the particular project. It has been the practice of the Comptroller's Office to ask for ratification of these requisitions by the Board where the amount of the purchase was \$5,000.00 or more. It is, therefore, recommended that the Board ratify the action of Comptroller Sparenberg in signing a requisition on the basis of which a purchase order was issued to R. L. "Tony" Middleton and Associates, Dallas, Texas, in the amount of \$9,892.00 payable out of Account No. 91120 - Expansion of Power Plant. This purchase order was for an Engine-Generator set to be used as an emergency power unit, and before issuance of the purchase order, bids were obtained through the State Board of Control. The bid of R. L. "Tony" Middleton and Associates was the lowest of the three bids received.

Main University - Approval of Final Plans and Specifications for West Mall Office Building. -- In accordance with action taken by the Regents at the meeting held January 23, 1960, working drawings and specifications have been prepared by the Associate Architect, Staub, Rather, and Howze, of Houston, Texas, on the West Mall Office Building at the Main University. These final plans and specifications have been approved by the Consulting Architect, Jessen, Jessen, Millhouse, and Greeven, Main University Faculty Building Committee, President Ransom, Comptroller Sparenberg, and Chancellor Wilson. It is recommended that they be approved by the Board and that authorization be given to Comptroller Sparenberg to advertise for bids on this project these bids to be presented to the Board for consideration at a later meeting.



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Main University - Approval of Final Plans and Specifications for Remodeling of Old Printing Division Building. --In accordance with action taken by the Regents at the meeting held March 12, 1960, working drawings and specifications have been prepared by the Associate Architect, Barnes, Landes, Goodman, and Youngblood of Austin, Texas, on Remodeling of the Old Printing Division Building at the Main University. These final plans and specifications have been approved by the Consulting Architect, Jessen, Jessen, Millhouse, and Greeven, Chairman of the Radio-Television Department, Main University Faculty Building Committee, President Ransom, Comptroller Sparenberg, and Chancellor Wilson. It is recommended that they be approved by the Board and that authorization be given to Comptroller Sparenberg to advertise for bids on this project, these bids to be presented to the Board for consideration at a later meeting.

Main University - Postponement of Further Action on New Construction at W. J. McDonald Observatory. --At the Regents' Buildings and Grounds Committee meeting held September 24, 1960, it was reported that the bids received on September 13, 1960, for New Buildings and Other Improvements at W. J. McDonald Observatory were all considerably over the amount of money appropriated for the project. It was agreed that all bids would be rejected, the plans would be re-worked in order to lower the cost of the project, and new bids would be called for to be presented to the Board for consideration at a later meeting. However, because of the fact that the joint cooperative program for Astronomy involving The University of Texas, The University of Chicago, The University of Chile, and the National Science Foundation has not developed according to original plans, it is now being recommended that any further plant expansion at W. J. McDonald Observatory be postponed pending clarification of that situation.

Main University - Authorization to Appropriate Amounts for Preliminary Expenses in Connection with Preparation of Preliminary Plans for Engineering-Science Building, Addition to Gregory Gymnasium, and Addition to Law School Building (Townes Hall). --At the Regents' Meeting held September 24, 1960, authorization was given for preparation of preliminary plans on the Engineering-Science Building, Addition to Gregory Gymnasium, and Addition to Law School Building (Townes Hall) at the Main University, and appropriations were made to cover the cost of the Consulting Architect's Fees on these projects. In order to prepare these preliminary plans the Consulting Architect is in need of topographic surveys, test borings, etc. It is, therefore, recommended that appropriations to cover these preliminary costs be made from Permanent



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University Fund Bond Proceeds to accounts as set out below:

Account No. 94308 - Engineering Science Building Including Housing for Tandem Accelerator and Related Equipment - Allotment Account \$5,000.00

Account No. 94338 - Addition to Gregory Gymnasium - Allotment Account 1,500.00

Account No. 94325 - Addition to Law School Building (Townes Hall) - Allotment Account 2,000.00

Main University - Presentation by Consulting Architect of Plan for East Mall Development and Estimated Cost. --

The Buildings and Grounds Committee received the following report from the administration but postponed any consideration of this item until a later date:

At the Regents' Meeting held September 24, 1960, the administration was requested to present at the December meeting a plan for the East Mall Development at the Main University at the most economical figure possible. A plan has been prepared by the Consulting Architect, Jessen, Jessen, Millhouse, and Greeven, and will be shown to the Regents at this meeting. An estimate of the total cost has also been made by the Consulting Architect, as follows:

Complete development from Computation Center to San Jacinto Boulevard to include

Pea gravel finish on concrete walks, granite steps, stone faced retaining walls with granite caps, concrete curbs and gutters, storm sewer and inlets, asphalt paving, concrete bridge, street lights, rough and finish grading, sodding and trees, rerouting under new bridge of six inch water main, and removal of existing bridge complete for \$264,034.00

Fees		15,840.00
Total		\$279,874.00

Estimated cost of Tunnel to Service East Mall Classroom-Office Laboratory Building and Drama Theater

145 l. f. of tunnel, including piping  
@\$225.00 = \$32,625.00

This presentation is being made without any recommendation of the administration for the information of the Regents and whatever action they wish to take, since this was not included in the Ten-Year Master Plan.

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Main University - Appointment of Committee to Approve Final Plans and Specifications for President's Home. --

At the Regents' Meeting held September 24, 1960, the preliminary plans for the President's Home at the Main University were approved and the architectural firm of Jessen, Jessen, Millhouse, and Greeven was authorized to prepare the plans and specifications necessary for the construction of this house. Although these plans and specifications were not ready in time for presentation at this meeting, it is believed that they will be completed very shortly after the meeting. Since the administration is anxious that this house be completed as soon as possible, it is recommended that a Committee be appointed, consisting of Mr. W. W. Heath, Chancellor Wilson, Comptroller Sparenberg, and President Ransom, to approve the plans and specifications when they are completed, with authority to Comptroller Sparenberg to advertise for bids after approval by the Committee, the bids to be presented to the Board for consideration at a later meeting.

Main University - Report on Appointment of Engineers for Modernization and Remodeling of Certain Specific Existing Buildings. --

At the Regents' Meeting held October 22, 1960, the administration was instructed to present at the December meeting a list of firms of Engineers who would be willing to prepare the plans and specifications and supervise the work for Modernization and Remodeling of Certain Specific Existing Buildings at the Main University for a fee of 6%, it being understood that the total amount of work contemplated would be divided into approximately two equal parts, with the Engineer to be chosen for the first part of the work now and an Engineer to be chosen for the second part of the work in about three years. A list of firms of Engineers which have expressed their willingness to perform this work for the proposed 6% fee was furnished each Regent and it was recommended that one of these firms be engaged to act as Engineer for the Modernization and Remodeling of the buildings listed below at an estimated cost as noted of the work involved in each:

Waggener Hall	\$ 170,000
Garrison Hall	140,000
Chemical Engineering Building	100,000
Old Library Building	110,000
Architecture Building	160,000
Women's Gymnasium Offices	60,000
Biological Laboratories Building	200,000
Home Economics Building	150,000
	<u>\$1,090,000</u>
Contingency Allowance	137,500
Total	<u>\$1,227,500</u>

It is recommended by the Buildings and Grounds Committee that Bernard Johnson and Associates of Houston, Texas, be named as engineers for the first four projects listed above with authorization to the Chairman of

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the Board to execute the contract when it has been approved as to subject matter by Comptroller Sparenberg and as to form by Attorney Waldrep.

Medical Branch - Approval of Preliminary Plans for Central Water Chilling Station. --At the Regents' Meeting held October 3, 1959, the firm of Bernard Johnson and Associates of Houston, Texas, was appointed to prepare the plans and specifications for a Central Water Chilling Station and Additions to Utility Distributions Systems at the Medical Branch. The preliminary plans on this project have now been completed and approved by Dr. Truslow, Comptroller Sparenberg, and Chancellor Wilson, and it is recommended that they be approved by the Board and authorization given to Bernard Johnson and Associates to proceed with the preparation of working drawings and specifications on the basis of the preliminary plans and outline specifications as approved.

Medical Branch - Approval of Preliminary Plans for New Outpatient-Clinical Diagnostic Building, Provision of Additional Funds for That Building, and Appointment of Associate Architect. --In accordance with authorization given by the Board at the meetings of October 3, 1959, and May 14, 1960, preliminary plans for the new Outpatient-Clinical Diagnostic Building at the Medical Branch have been prepared by the Consulting Architect, Jessen, Jessen, Millhouse & Greeven. These plans have been approved by the Building Committee of the Medical Branch, Dr. Truslow, Comptroller Sparenberg, and Chancellor Wilson, and it is recommended that they be approved by the Board.

Funds now available for this project total \$2,900,000.00, of which \$1,450,000.00 will come from The Sealy and Smith Foundation, \$50,000.00 from the Babe Didrikson Zaharias Fund, and \$1,400,000.00 from Hill-Burton funds on a matching basis. In connection with this latter grant, the State Department of Health requires (1) three copies of a resolution by the Board designating one person as authorized to sign all documents related to the project, and (2) three copies of a certificate executed by the proper authority certifying as to the funds available by the sponsor for the construction of this project. Because these documents are necessary to complete the grant application, it is recommended that the Board adopt the following resolution:

WHEREAS, a grant of One Million Four Hundred Thousand Dollars (\$1,400,000.00) has been assured the Board of Regents of The University of Texas for and on behalf of The University of Texas--Medical Branch, Galveston, Texas, by the Federal Government and the Texas State Health Department from Hill-Burton Funds, said funds to be used in the construction of the Outpatient-Clinical Diagnostic Building at the Medical Branch; and

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WHEREAS, one of the prerequisites for such grant is that someone be authorized for and on behalf of the Board of Regents of The University of Texas to execute all documents relating to the acquisition and expenditure of these funds:

NOW, THEREFORE, BE IT RESOLVED, That Charles H. Sparenberg, Comptroller of The University of Texas, be and he is hereby authorized, empowered, and directed to execute all documents relating to the acquisition and the use of the monies received from the Federal Government and Texas State Health Department in connection with the construction grant for Project Texas 250d, University of Texas Medical Branch Outpatient Facility, Galveston, Galveston County, Texas, and to do any and all other necessary acts, and any and all of the acts and deeds done or caused to be done by Comptroller Sparenberg are hereby ratified, approved, and confirmed as the acts and deeds of the Board of Regents of The University of Texas.

The preliminary plans for this building, as presently drawn, involve an estimated cost of \$3,543,000.00 for construction, equipment, and furnishings which amount is \$643,000.00 above the funds now available. To cover this deficiency it is recommended that the Board of Regents request The Sealy and Smith Foundation to undertake to advance \$700,000.00 or so much thereof as may be necessary, which advance should be repaid without interest over a period of years from the income of the Special Fund under the control of the Board of Regents and The Sealy and Smith Foundation. It is estimated that this advance will not be required sooner than the summer of 1963.

The grant of \$1,400,000.00 from Hill-Burton funds will come from Federal appropriations made for the fiscal year ending June 30 next. To preserve this grant it is necessary that working drawings and specifications be completed by that deadline. Accordingly, it is recommended that the Board of Regents now designate the Associate Architect for this project, which designation would be effective when funds to cover the total cost of the improvement has been assured. A joint recommendation of the Comptroller and the Consulting Architect for the selection of an Associate Architect was submitted to each Regent prior to the meeting.

It is recommended that the firm of George Pierce and Abel B. Pierce of Houston, Texas, be named as Associate Architect with authorization to the Chairman of the Board to execute the contract when it has been approved as to subject by Comptroller Sparenberg and as to form by Attorney Waldrep.

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Medical Branch - Authorization to Issue Change Orders to Southwestern Construction Company Contract for Remodeling of the Negro Building and the State Psychopathic Hospital Over and Above the Contingency Allowance. --At the Regents' Meeting held June 13, 1959, a contract was awarded to Southwestern Construction Company for Repair and Remodeling of the Negro Building and the State Psychopathic Hospital at the Medical Branch in the amount of \$987,900.00. It was understood that the work on the Negro Building would be performed first, and this work has been completed and accepted by the University. As the work has progressed on the State Psychopathic Hospital, several items of which no one was aware at the time the contract was awarded have been discovered which it is believed definitely should be taken care of at this time. These include replacement of the roof, pumping in fill beneath the floor, and the replacement of the specified KVA transformer with a 45 KVA unit. The present contract calls for patching the roof and replacing the flashing but careful inspection by everyone concerned now indicates that the roof should also be replaced. The need for the fill under the floor was something that could not be determined until the contractor had actually broken through the various floor areas. The presently specified transformer will not carry the required load for the remodeled building. Estimates have been obtained from the contractor for these items, and it is contemplated that between \$9,000.00 and \$10,000.00 will be needed to take care of them.

Although there is still a balance of approximately \$8,000.00 in the Contingency Allowance of this contract, it is not believed wise to use it for the items listed above, since there are always so many items which need to be added as work progresses in remodeling an old building of this type. It is recommended, therefore, that authorization be given to Comptroller Sparenberg to sign change orders to this contract in an amount not to exceed \$10,000.00 covering the items listed above, the money needed to come from Account No. 93230, Medical Branch - Major Repair and Rehabilitation of Buildings and Facilities - Allotment Account.

Texas Western College - Authorization to File Final Application with Housing and Home Finance Agency for Student Housing. --At the Regents' Meeting held November 14, 1959, authorization was given to file a preliminary application with Housing and Home Finance Agency for Housing for Married Students and a Dormitory for Men at Texas Western College at an overall estimated cost of \$1,000,000.00. This application has been filed, and a letter has been received from H. H. F. A., reading in part as follows:

"We are pleased to tell you that on October 18, 1960, the Housing and Home Finance Agency granted preliminary approval of your application and reserved

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funds in the amount of \$1,000,000.00 to finance the construction of the following facilities: Housing facilities for 180 men and 60 student families.

"The preliminary approval, of course, was based only on the eligibility of Texas Western College as an institution of higher learning and the need for the facilities. Final approval of the loan will be dependent upon the submission and satisfactory reviews of your full application.

"If the loan is given final approval, the interest rate will be 3 1/2 per cent."

Since the authorization granted at the November 14, 1959, meeting stated specifically that "the filing of this application involves no final commitment on the part of the Board of Regents, either express or implied, to build these buildings," it will be necessary to secure further authorization from the Board before the final application is submitted.

It is, therefore, recommended that the Board grant authorization to file the final application for the facilities as set out in the letter from Housing and Home Finance Agency, and authorize the Consulting Architect to prepare the preliminary plans which must be submitted with this final application. It is further recommended that the money needed to pay the Consulting Architect's fees be advanced from Cotton Estate funds to be repaid when the loan is received from H. H. F. A.

Supplementary data consisting of various schedules prepared by H. G. St. Clair, Business Manager, justifying the need for this housing at Texas Western College, were furnished each Regent.

Main University - Award of Contract for Boat Basin and Auxiliary Buildings at Institute of Marine Science. -- In accordance with authorization given by the Board of Regents at the meeting held October 22, 1960, bids were called for and were opened and tabulated on November 21, 1960, as shown on Page 38, for the Boat Basin and Auxiliary Buildings at the Institute of Marine Science. These bids were carefully considered by all concerned and it is recommended by the Consulting Architect, Jessen, Jessen, Millhouse, and Greeven, the Associate Architect, Smyth and Smyth, Dr. H. T. Odum, and Comptroller Sparenberg, which recommendations are concurred in by President Ransom, Vice-Chancellor Dolley, and Chancellor Wilson,

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that a contract award be made to the low bidder, as follows:

Scrivner-Richardson, Inc.		
Aransas Pass, Texas		
Base Bid		\$46,436.54
Add Alternate No. 1	\$7,386.31	
Add Alternate No. 2	1,452.93	
Add Alternate No. 3	6,592.50	
Add Alternate No. 4	1,416.94	
Add Alternate No. 5	442.72	<u>17,291.40</u>
Total Recommended Contract Award		<u>\$63,727.94</u>

In order to make the contract award as recommended above, including all the additive alternates, which are believed to be essential to the proper operation of the Institute of Marine Science, it will be necessary to have an additional appropriation of funds. All the money presently available for this project came from a grant from the National Science Foundation, and an application is being made to that Foundation for a part of the money needed to make the recommended contract award (50%).

It is, therefore, further recommended that an appropriation be made to Account No. 94280 - Institute of Marine Science - Construction of Boat Basin in the amount of \$17,100.00 from Permanent University Fund Bond Proceeds with the understanding that the additional grant if received from the National Science Foundation, will be used to reduce the Permanent University Fund Bond Proceeds appropriation in part.

Main University - Award of Contracts for New Drama Building. -- In accordance with authorization given at the meeting of the Board of Regents held September 24, 1960, bids were called for and were opened and tabulated on November 22, 1960, as shown on Page 39, for the New Drama Building to be constructed at the Main University. After consideration of these bids by all concerned, it is recommended by the Consulting Architect, Jessen, Jessen, Millhouse, and Greeven, the Associate Architect, Bartlett Cocke, Dr. Loren Winship, and the Comptroller's Office, which recommendations are concurred in by President Ransom and the Chancellor's Office, that contract awards be made to the low bidders, as follows:

<u>General Contract</u>		
J. C. Evans Construction Company, Inc.		
Austin, Texas		
Base Bid		\$655,890.00
Add Alternate No. 2	\$ 3,300.00	
Add Alternate No. 3	2,600.00	
Deduct Alternate No. 4	12,000.00	<u>- 6,100.00</u>
		\$649,790.00



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Plumbing, Heating, Ventilating,  
and Air Conditioning Contract

J. M. Boyer, Mechanical Contractor

Austin, Texas

Base Bid		\$156,839.00	
Deduct Alternate No. P-1	\$2,873.00		
Deduct Alternate No. AC-1	1,265.00		
Deduct Alternate No. AC-2	<u>2,430.00</u>	<u>- 6,568.00</u>	\$150,271.00

Electrical Contract

O. H. Cummins Electric Company

Austin, Texas

Base Bid		132,929.00	
Deduct Alternate No. E-1	3,560.00		
Deduct Alternate No. E-3	<u>54,159.00</u>	<u>- 57,719.00</u>	<u>75,210.00</u>

Total Recommended Contract Awards			<u>\$875,271.00</u>
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The award of contracts as listed above will necessitate appropriating additional money to this project, as the overall appropriation was originally only \$800,000.00. In spite of the fact that the bids received were over the amount of money available for the project, it is felt that the bids were good ones, as the total cost per square foot is only \$15.51, based on the gross square footage of the proposed building, of 63,094 square feet, and the total cost of the building, including the recommended contract awards, architects' fees thereon, estimated costs of movable furniture and equipment, and other estimated costs incidental to the construction. It is, therefore, recommended that an additional appropriation of \$178,800.00 be made from the Available University Fund Account No. 89460 - New Building Construction, Utilities Expansion, and Air Conditioning Projects - Unallocated to Account No. 91240 - New Drama Building - Allotment Account, in order that the recommended contract awards can be made.

Also, in connection with this project, it is necessary that some additional outside utilities be provided. At the time bids were taken for the building, bids were also taken for these outside utilities, in an effort to save money on this work. These bids are also shown on Page 41. After consideration of the bids, it is also recommended by those listed above that the contract awards be made as follows, to be added to the contracts of the successful bidders on the building project. In each case the total amount of the contract is the lowest possible award.

Additions to Plumbing, Heating, Ventilating and Air  
Conditioning Contract - J. M. Boyer, Mechanical Contractor,

Austin, Texas

Bid No. U-2	\$	996.00	
Bid No. U-3		2,474.00	
Bid No. U-4		3,245.00	
Bid No. U-6		<u>17,439.00</u>	\$24,154.00

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Addition to Electrical Contract  
 O. H. Cummins Electric Company  
 Austin, Texas  
 Bid No. U-1

1,375.00

Total Recommended Awards \$25,529.00

Since no appropriation has been made for these Outside Utilities, it is recommended that the Board approve an appropriation of \$27,100.00 to cover the above recommended awards, plus Architects' Fees thereon, from the Available University Fund Account No. 89460 - New Building Construction, Utilities Expansion, and Air Conditioning Projects - Unallocated to an account to be entitled Outside Utilities for Drama Building.

Main University - Award of Contract for Research Facilities and Headquarters Building at Institute of Marine Science. -- In accordance with authorization given at the meeting of the Board of Regents held October 22, 1960, bids were called for and were opened and tabulated on November 29, 1960, as shown on Page 43, for the Research Facilities and Headquarters Building at the Institute of Marine Science. After consideration of these bids by all concerned, it is recommended by the Consulting Architect, Jessen, Jessen, Millhouse, and Greeven, the Associate Architect, Smyth and Smyth, Dr. H. T. Odum, and Comptroller Sparenberg, which recommendations are concurred in by President Ransom, Vice-Chancellor Dolley, and Chancellor Wilson, that a contract award be made to the low bidder, as follows:

The Charles Burnett Company		
Corpus Christi, Texas		
Base Bid		\$326,000.00
Less Alternate No. 3	\$2,470.00	
Less Alternate No. 4	<u>1,600.00</u>	<u>-4,070.00</u>
Total Recommended Contract Award		<u>\$321,930.00</u>

This recommended contract award is within the amount of money appropriated for this project.

Main University - Award of Contracts for Computation Center. -- In accordance with authorization given at the meeting of the Board of Regents held September 24, 1960, bids were called for and were opened and tabulated on November 29, 1960, as shown on Page 44, for the Computation Center to be constructed at the Main University. After consideration of these bids by all concerned, it is recommended by the Consulting Architect, Jessen, Jessen,

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Millhouse, and Greeven, the Associate Architect, Fehr and Granger, the Comptroller's Office, President Ransom, and the Chancellor's Office, that contract awards be made to the low bidders, as follows:

General Contract	
Thomas Hinderer, Austin, Texas	
Base Bid	\$329,900.00
Plumbing Contract	
C. G. Puryear, Austin, Texas	
Base Bid	24,600.00
Heating, Ventilating, and Air Conditioning Contract	
Way Engineering Company, Inc.	
Austin, Texas	
Base Bid	54,839.00
Electrical Contract	
O. H. Cummins Electric Company	
Austin, Texas	48,925.00
Total Recommended Contract Awards	<u>\$458,264.00</u>

In order to make the contract awards recommended above, it will be necessary to make an additional appropriation to this project, as the original overall appropriation was only \$300,000.00. It is believed, however, that in view of the results of recent bid openings, nothing will be gained by calling for new bids, and since the quarters for this project should be ready as soon as possible for installation of the new Computer being purchased, it is recommended that an appropriation of \$197,000.00 be made from Available University Fund Account No. 89460 - New Building Construction, Utilities Expansion, and Air Conditioning Projects - Unallocated to Account No. 91290 - Computation Center - Allotment Account, in order that these contract awards may be made.

Main University - Award of Contracts for Undergraduate Library and Academic Center. --In accordance with authorization given at the meeting of the Board of Regents held October 22, 1960, bids were called for and were opened and tabulated on December 1, 1960, as shown on Page 47, for the Undergraduate Library and Academic Center to be constructed at the Main University. After consideration of these bids by all concerned, it is recommended by the Consulting Architect, Jessen, Jessen, Millhouse, and Greeven, the Associate Architect, George L. Dahl, and the Comptroller's Office, which recommendations are

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concurring in by President Ransom and the Chancellor's Office, that contract awards be made as follows:

General Contract

B. L. McGee Construction Company

Austin, Texas

Base Bid		\$2,479,000.00	
Deduct Alternate No. G-2	\$121,000.00		
Deduct Alternate No. G-5	31,000.00		
Add Alternate No. G-6	8,000.00	-144,000.00	\$2,335,000.00

Plumbing, Heating, Ventilating,  
and Air Conditioning Contract

J. M. Boyer, Mechanical Contractor

Austin, Texas

Base Bid 583,469.00

Electrical Contract

O. H. Cummins Electric Company

Austin, Texas

Base Bid 587,885.00

Elevator Contract

Otis Elevator Company

Dallas, Texas

138,920.00

Total Recommended Contract Awards

\$3,645,274.00

In each case, the recommended contract award is to the low bidder, except that a slightly lower bid was originally submitted on the Plumbing Contract by C. Wallace Plumbing Company, Dallas, Texas, who later requested that this bid be withdrawn, since it was thought to be to the advantage of both the Contractor and the University not to have the Plumbing Contract separated from the Heating, Ventilating, and Air Conditioning Contract. With the approval of the withdrawal of this bid, the combination bid of J. M. Boyer would be the low bid.

If these contract awards as recommended are made and provision is made for architects' fees thereon, estimated costs of movable furniture and equipment, and other costs incidental to the construction, there will still be an estimated unneeded balance in the appropriation for this project of slightly over \$500,000.00. It is, therefore, recommended that \$500,000.00 be transferred from Account No. 94125 - Undergraduate Library and Academic Center - Allotment Account to the source from which it was originally appropriated, Permanent University Fund Bond Proceeds, to be used on other projects where it may be needed.

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Texas Western College - Award of Contract for Gymnasium - Field House. -- In accordance with authorization given at the meeting of the Board of Regents held October 22, 1960, bids were called for and were opened and tabulated on November 30, 1960, as shown on Page 50, for the Gymnasium-Field House to be constructed at Texas Western College. After consideration of these bids by all concerned, it is recommended by the Consulting Architect, Jessen, Jessen, Millhouse, and Greeven, the Associate Architect, Monroe, Licht, and Higgins, and the Comptroller's Office, which recommendations are concurred in by President Ray and the Chancellor's Office, that a contract award be made to the low bidder, as follows:

Ray Ward and Son, El Paso, Texas	
Base Bid	\$917,992.00
Add Alternate No. 1	2,843.00
Add Alternate No. 2	2,357.00
<b>Total Recommended Contract Award</b>	<b><u>\$923,192.00</u></b>

Since the total overall appropriation for this project was only \$825,000.00, in order for the contract award to be made as recommended above, it will be necessary that an additional appropriation be made to the project. It is, therefore, recommended that \$173,600.00 be appropriated to Account No. 96135 - Texas Western College - Gymnasium - Field House - Allotment Account from the following sources:

Account No. 96100 - Texas Western College - Classroom-Office Building - Allotment Account	\$ 40,300.00
Account No. 96125 - Texas Western College - Warehouse-Shops Building - Allotment Account	29,300.00
Permanent University Fund Bond Proceeds	104,000.00

It is believed that the balances which will be left in the allotment accounts of the two buildings listed above will be ample to take care of any further needs for these projects.

Adoption of Report. -- The foregoing report was adopted upon motion of Mr. Hardie, seconded by Mr. Heath.

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REPORT OF LAND AND INVESTMENT COMMITTEE (See Page 32 for adoption.) -- Vice-Chairman Johnson reported that the Land and Investment Committee approved for submission to the Board the recommendations of the Administration (Attachment No. 1) with the following amendments. (Attachment No. 1 was furnished to each Regent prior to the meeting.)

1. Add on Page L-4 under Waiver of Preferential Right to Purchase Veterans' Land Bonds for the Permanent University Fund - Extension of Waiver to Include New Interest Rate the following as the third paragraph:

Subsequent to the recommendation set out above, the Veterans' Land Board cancelled its plans to take bids for bonds on December 5, 1960. Nevertheless, it is recommended that the Board of Regents waive its preferential right to all bonds to be issued as set out above.

2. Add on Page L-10 under Albert Sidney Burleson Loan-Scholarship Fund (School of Law)-Recommendation for Removal from Funds Grouped for Investment the following as the second paragraph:

It is recommended that the Endowment Officer be authorized to provide cash for the withdrawal of the Albert Sidney Burleson Loan-Scholarship Fund (School of Law) from the Funds Grouped for Investment Account as of December 1, 1960 by sale of securities in the grouped account if necessary, the particular securities to be sold and the time of the sales to be subject to the discretion of the Staff Investment Committee.

3. Delete on Page L-12 the paragraph entitled Archer M. Huntington Museum Fund-Proposal from the British-American Oil Producing Company for Oil and Gas Lease on Part of Acreage in H. B. Littlefield and S. C. Bundick Surveys, Galveston County, Texas and substitute in lieu thereof the following:

On December 6, the University received a proposal from The British-American Oil Producing Company for an oil, gas, and mineral lease on approximately 1,000 acres of the Huntington Lands in the H. B. Littlefield Survey and approximately 140 acres out of the S. C. Bundick Survey, Galveston County, the amount of acreage to be agreed on as accurately as possible, without surveys on the ground, between the lessor and lessee prior to execution of the lease.

British-American proposes to pay \$60 per acre bonus for a five year commercial lease with one-sixth royalty and annual delay rental of \$10 per acre. It is proposed that other provisions of the lease, particularly as to use of the surface, be substantially the same as the lease to Pan American Petroleum Corporation dated September 29, 1959 covering 1,010 acres in the S. C. Bundick Survey. The lease to Pan American was at bonus of \$50 per acre,

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annual delay rental of \$10 per acre, and one-sixth royalty. Pan American has not drilled on its lease, and the University knows of no plans for such drilling. Delay rental was paid by Pan American in September, 1960.

British-American bought, subject to final award by the School Land Board, at the sealed bid sale on December 6 leases with one-sixth royalty and \$5 per acre annual delay rental covering State School submerged Lands in Galveston Bay and Swan Lake, part of which tracts are contiguous to the land which they propose to lease from the University. Bonuses to be paid by British-American on the State School Land range from \$21 to \$81 per acre, the lease on Swan Lake being at \$81 per acre. They have arrived at the bonus of \$60 per acre offered the University on a weighted average basis.

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

4. Add the following item:

Hogg Foundation - Proposal for Oil and Gas Lease to H. T. Pannell on Arkansas Mineral Property No. 3, Union County, Arkansas. -- The University, as Trustee of the Hogg Foundation, has received a proposal through Mr. Wm. B. Ferguson for an oil and gas lease to H. T. Pannell on its undivided 7/128ths of the minerals under 40 acres, being the NE/4 NE/4 Section 8, Township 16 South, Range 15 West, Union County, Arkansas. The lease with 1/8th royalty is for a term of one year but will terminate in 120 days unless a well is drilled to 4,200 feet or to commercial production within 120 days. No bonus is being paid, but, in addition to the 1/8th royalty, the lessors will receive 1/16th of 7/8ths of any oil and gas produced, free of drilling and operating costs. Mrs. Alice Hanszen and Miss Ima Hogg are executing similar leases.

The University's interest of 7/128ths is owned 3/128ths as Trustee under the Will of Tom Hogg, the Board of Regents having acquired by exchange Mrs. Margaret Wells Hogg's life interest in June, 1959, and 4/128ths as Trustee under the Will of W. C. Hogg.

In efforts to get a well drilled on this tract, with the minerals being owned in undivided interests by some 40 separate mineral owners, it is recommended that the Board of Regents approve the lease and authorize its execution by the Chairman when approved as to form by the Land and Trust Attorney and as to content by the Endowment Officer.



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Adoption of Report. -- Upon motion of Vice-Chairman Johnson, seconded by Mr. Madden, the foregoing report of the Land and Investment Committee, which includes the recommendations of the Administration with the amendments as set out above, was adopted. Attachment No. 1, Pages L-1 through L-13, is appended following Page 50 of the Minutes and is made a part of the Minutes.

REPORT OF MEDICAL AFFAIRS COMMITTEE (See Page 33 for adoption.) -- Committee Chairman Bryan presented the following report of the Medical Affairs Committee:

Medical Branch: Waiver of Regents' Rule re Leave of Absence; Informal Authorization to Request Funds from Health Research Facilities. -- The Medical Affairs Committee recommends that the Board waive its rule re leave of absence for Doctor John G. Sinclair and that details of same be reported for ratification in the January 1961 docket.

The Medical Affairs Committee also recommends that Doctor Truslow be authorized to request matching funds from the Health Research Facilities for the Combination Animal Quarters and Basic Science Building and for floors four, five, and six of the Out-Patient Building.

M. D. Anderson Hospital and Tumor Institute: Amendments to Director's Regulations. -- Upon recommendation of Doctor R. Lee Clark, Jr., Director of the M. D. Anderson Hospital and Tumor Institute, concurred in by the Administration, the Medical Affairs Committee recommends that the Board approve the amendments to the Director's Regulations of the M. D. Anderson Hospital and Tumor Institute as furnished to each Regent in the Material Supporting the Agenda.

(The Director's Regulations were originally adopted in November 1957 and are in the Secretary's Files, Volume Va, Page 121. They were amended in June 1959 and copies of the amendments are in the Secretary's Files, Volume Vlb, Page 209. Copies of the amendments as approved by the Medical Affairs Committee and adopted at this meeting are in the Secretary's Files, Volume VIII, Page 155. A revised copy with amendments will be prepared.)

Southwestern Medical School: Report of Doctor Gill re Presbyterian Hospital Group, Dallas. -- Doctor Gill reported that Chairman Minter had requested Regent Thompson and Doctor Gill to sit with Rod Bell, Administrator of the Presbyterian Hospital of Dallas, and Mr. Detweiler, representing the Board of Trustees of the Presbyterian Hospital. They have been working together and have almost finished the draft of the proposed agreement which Dean Gill thinks would be desirable for integration of activities between the Medical School and the Presbyterian Hospital in the event that they decide to construct their new hospital on a site removed from the campus of the Southwestern Medical School.

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The discussions should result in a proposal which can be submitted to the Board of Regents for consideration and approval at its next meeting. The key issues upon which there seems to be substantial agreement are the (1) nomination of staff by the Medical School and (2) general statement of principles for mutual support in teaching service and research activities between the proposed hospital and the Medical School.

After hearing this report by Doctor Gill, the Medical Affairs Committee recommended that Doctor Gill and Regent Thompson continue their discussions with the Presbyterian Hospital officials of Dallas and submit an agreement for consideration to the Board as soon as possible.

Adoption of Report. -- The foregoing report of the Medical Affairs Committee was approved upon motion of Mr. Bryan, seconded by Mrs. Devall.

REPORT OF BOARD FOR LEASE OF UNIVERSITY LANDS. -- Vice-Chairman Johnson stated that there was no official report other than that the mechanics had been started on a possible oil and gas lease sale for the spring of 1961.

#### OTHER MATTERS

PARKING, TEXAS MEDICAL CENTER, DENTAL BRANCH AND M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE. -- Each Regent was furnished in the Material Supporting the Agenda a proposed plan for parking at the Texas Medical Center, Houston. The Texas Medical Center sometime ago retained the firm of Buxton and Associates to make a comprehensive study and develop a plan for improvements of the grounds of the Medical Center. Included in the study was the parking and traffic problem. Their complete report was submitted to a special committee of the Council of Administrators of the Medical Center and to the Parking and Traffic Committee of the Board of Directors of the Medical Center. Upon the recommendations of these two committees the Executive Committee of the Medical Center approved the first portion of the report which had to do with parking and traffic. Mr. W. Leland Anderson, President of the Texas Medical Center, Inc., has sent a copy of the resolutions passed by the Executive Committee for consideration by the Board of Regents. The resolutions are summarized as follows:

- (a) That a controlled fee parking system to include the closing and controlling of entrances, and the control of parking and traffic, be instituted.
- (b) That the approval for the installation of such a system be obtained from the boards of all institutions located in the Center.
- (c) That the following schedule of fees be charged in

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connection with the controlled parking system:

Visitors:	\$ .25 half day
Employees and Hospital Staff (to be based on salary):	
\$100 to \$200 a month	\$1.00 a month
\$201 to \$350 a month	\$1.50 a month
\$351 to \$500 a month	\$2.00 a month
\$501 to \$1,000 a month	\$3.00 a month
Over \$1,000 a month	\$4.00 a month

Doctor R. Lee Clark, Jr., and Doctor J. V. Olson submitted the following joint statement:

"Under this plan, gates will be installed at all entrances of the Medical Center and charges for parking will be made for all employees, patients and visitors to the Medical Center. Parking will be eliminated on the streets and additional temporary surface parking facilities will be provided by the Medical Center.

"The Medical Center will be responsible for policing, to see that all of the parking regulations are observed. This will place the responsibility for policing of the parking lots on The University of Texas property in the hands of the Texas Medical Center, Inc.

"The Medical Center will also be responsible for maintenance and repair of the University owned parking lots and the present lighting system on the University parking lots will be changed and then operated by the Texas Medical Center, Inc."

Upon a motion duly made and seconded, the Board approved the proposed plan and authorized a contract between the Board of Regents and the Texas Medical Center to implement this plan, provided informal legal clearance is obtained from the Attorney General's Office, and with the understanding that it does not approve the involvement of the University in the construction of any buildings or parking garages. The Chairman was authorized to execute the contract when it has been approved as to form by Attorney Waldrep.

ITEM FOR THE RECORD. -- In order that the record may be complete, the following item is included:

Membership, University Development Board as of September 1, 1960. -- On November 7, 1960, the appointees to the University Development Board (Permanent Minutes, Volume VII, Pages 937 and 938), drew to determine their terms of service. Below is the membership of the University

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Development Board as of September 1, 1960:

Appointed by Ex-Students' Executive Council:

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

Appointed by Board of Regents:

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

Appointed by Chairman of Board of Regents:

Regent Wales H. Madden, Jr.	August 31, 1962
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Chancellor:

Doctor Logan Wilson	Continuing Membership
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## EXECUTIVE SESSION

The Board resolved itself into Executive Session, after which Secretary Thedford was called into the meeting and given the following report:

RESIGNATION OF CHANCELLOR LOGAN WILSON. -- The Board of Regents accepted with deep regret the resignation of Doctor Logan Wilson as Chancellor to accept the presidency of the American Council on Education, effective no later than June 30, 1961. His letter of resignation to the Board of Regents follows:

"I am herewith informing you of my agreement to accept the nomination as President of the American Council on Education. Accordingly, I am giving advance notice of my pending resignation as Chancellor of The University of Texas, to take effect no later than June 30, 1961.

"Being chosen for this Washington position by some of the nation's leading educators is a great honor to me, and one which I have concluded that I cannot decline. The Council has long been an important national organization, and the influence it exerts in American education is likely to become still more significant in the years ahead.

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"As you will understand, my decision to leave The University of Texas for a post elsewhere has not been an easy one. My work here during the past eight years has been most satisfying and rewarding. Participating with Regents, staff and faculty colleagues, students, alumni and friends of The University in developing a greater institution has been a stimulating assignment for me. I want you to know that it has always been a real privilege and pleasure to serve under our Board of Regents.

"To you and all of my other associates I wish to express my gratitude and appreciation. I shall always have a deep interest in everything concerning The University of Texas."

APPOINTMENT OF HARRY HUNTT RANSOM AS CHANCELLOR OF THE UNIVERSITY. -- The Board selected Doctor Harry Hunt Ransom, currently President of Main University, to succeed Doctor Logan Wilson as Chancellor.

The foregoing action was announced by the Board in the following statement:

"The Board of Regents meeting in El Paso today accepted with deep regret the resignation of Chancellor Logan Wilson, to take effect no later than June 30, 1961, to accept the presidency of the American Council on Education.

Doctor Merton M. Minter, Chairman, speaking for the Board of Regents stated "that Doctor Wilson had served his University and his state with marked distinction. The University of Texas system has made great progress under his leadership, and the foundations which he has so ably laid can be used for further progress toward excellence.

"The position which he has accepted is certainly a pivotal one in American Education, and we know that Doctor Wilson will carry to the Council his unusual abilities and fine background which will be advantageous to higher education in America. He certainly has our every wish for continued success in his new endeavors."

Doctor Minter announced that the Board had selected Doctor Harry Hunt Ransom, currently President of the Main University in Austin, to succeed Doctor Wilson as Chancellor. Doctor Ransom is a native Texan, an outstanding educator, and has been in The University of Texas system for 25 years. His recognized abilities and his understanding of The University of Texas problems are well known, and it is the feeling of the Board that he will make an outstanding chancellor.

Doctor Ransom accepted the position and made the following statement: "Work with Logan Wilson has been the most

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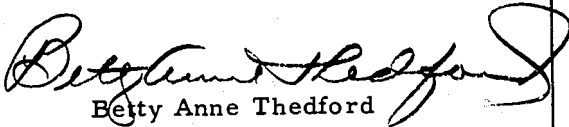
valuable experience in my educational career. I am keenly aware of the importance of continuing the farsighted program which he has established. With the cooperation of those who see the future of the University clearly, that future can be made a reality."

A faculty committee will be formed promptly to make recommendations to the Board of Regents for a successor to Doctor Ransom as President of the Main University.

Doctor Ransom attended college at Sewanee in Tennessee and received his master's and doctor's degrees from Yale University. He joined the English faculty at Austin in 1935 and since that time has served in the successive administrative posts of Associate Dean of the Graduate School, Dean of the College of Arts and Sciences, Vice-President and Provost, and President of the Main University."

SCHEDULED MEETING OF THE BOARD OF REGENTS. --The Board scheduled its next regular meeting in Austin on January 16-17, 1961.

ADJOURNMENT. --The Board adjourned at 12:30 p. m.

  
Betty Anne Thedford  
Secretary

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Contractor	Base Proposal	Alternate No. 1		Alternate No. 2		Alternate No. 3		Alternate No. 4		Alternate No. 5		No. of Working Days
		Deduct		Deduct		Deduct		Deduct		Deduct		
W. D. Anderson Company	\$24,250.00	\$1,310.00	\$715.00	\$1,100.00	\$3,075.00	\$1,500.00						80
Joe Badgett Construction Co., Inc.	25,598.00	1,336.00	995.00	1,545.00	4,045.00	1,658.00						110
John Broad Construction Co.	25,289.00	1,314.00	715.00	2,186.00	3,415.00	1,487.00						100
C & H Construction Company, Inc.	23,055.00	1,144.00	790.00	885.00	3,200.00	1,295.00						90
Wilbur J. Ebach	25,955.00	1,284.00	785.00	2,940.00	4,365.00	2,500.00						70
J. C. Evans Construction Co., Inc.	25,884.00	1,350.00	735.00	1,950.00	4,250.00	1,450.00						100
Gray & Becker, Inc.	23,987.00	2,073.00	830.00	2,262.00	3,769.00	1,381.00						120
R. W. Jones	23,922.00	1,344.00	840.00	1,526.00	3,285.00	1,600.00						100
Ray Construction Company	24,671.80	1,500.00	800.00	2,000.00	3,700.00	2,000.00						60

All bidders are located in Austin, Texas.

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



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BOAT BASIN AND AUXILIARY BUILDINGS  
 THE INSTITUTE OF MARINE SCIENCE, FORT ARANSAS, TEXAS  
 Bids Opened: 2:30 P.M., Monday, November 21, 1960

Contractor	Base Bid	Alternate No. 1		Alternate No. 2		Alternate No. 3		Alternate No. 4		Alternate No. 5		Time For Completion
		Add		Add		Add		Add		Add		
Austin Bridge Company Corpus Christi, Texas	\$88,125.00	\$ 9,125.00	\$ 9,130.00	\$1,395.00	\$ 9,130.00	\$1,680.00	\$ 450.00	250 days				
Brown & Root, Inc. Corpus Christi, Texas	88,203.00	11,210.00	2,475.00	11,180.00	2,175.00	1,050.00	281.00	March 27, 1961				
The Goldston Company, Inc. Corpus Christi, Texas	48,307.00	7,691.00	1,419.00	5,588.00	2,061.00							
Lloyd W. Richardson Construction Corporation Aransas Pass, Texas	50,667.00	8,926.44	1,650.00	7,715.34	2,564.69	175.00	130	working days				
Scrivner - Richardson, Inc. Aransas Pass, Texas	46,436.54	7,386.31	1,452.93	6,592.50	1,416.94	442.72	150	calendar days				

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

Bids Opened: 2:30 P.M., Tuesday, November 22, 1960

GENERAL CONTRACT

<u>Contractor</u>	<u>Base Bid</u>	<u>Alternate</u>		<u>Alternate</u>		<u>Alternate</u>	
		<u>No. 1</u> <u>Add</u>	<u>No. 2</u> <u>Add</u>	<u>No. 3</u>	<u>No. 4</u> <u>Deduct</u>	<u>No. 5</u>	
Eitze-Kitchens Construction Company Austin, Texas	\$672,000.00	\$2,700.00	\$2,600.00	+\$1,300.00	\$17,000.00	-\$	330.00
J. C. Evans Construction Company, Inc. Austin, Texas	655,890.00	2,100.00	3,300.00	+\$2,600.00	12,000.00	+	1,000.00
Archie C. Fitzgerald - General Contractor Austin, Texas	680,120.00	3,000.00	2,500.00	+\$1,500.00	15,000.00	-	300.00
B. L. McGee Construction Company Austin, Texas	706,000.00	3,200.00	7,000.00	+\$2,000.00	17,500.00	-	450.00
John J. Stokes - General Contractor San Marcos, Texas	678,876.00	3,000.00	3,000.00	+\$1,500.00	18,500.00	-	500.00
C. D. Yarbrough Construction Company Austin, Texas	681,800.00	2,050.00	3,450.00	+\$2,760.00	13,000.00	+	970.00

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

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PLUMBING CONTRACT

HEATING, VENTILATING, AND AIR CONDITIONING CONTRACT

HEATING, VENTILATING, AND AIR CONDITIONING CONTRACT

Contractor	PLUMBING CONTRACT		HEATING, VENTILATING, AND AIR CONDITIONING CONTRACT		HEATING, VENTILATING, AND AIR CONDITIONING CONTRACT	
	Base Bid No. 2	Alternate No. P-1 Deduct	Base Bid No. 3	Alternate No. AC-1 Deduct	Alternate No. AC-2 Deduct	Base Bid No. 4
J. M. Boyer, Mechanical Contractor Austin, Texas	\$ ---	\$2,873.00	\$ ---	\$1,265.00	\$2,430.00	\$156,839.00
Fox-Schmidt Austin, Texas	42,146.00	2,857.00	---	---	---	---
Gregg Air Conditioning Company Longview, Texas	---	1,500.00	133,248.00	1,100.00	2,000.00	167,220.00
Natkin and Company Houston, Texas	---	2,700.00	125,400.00	1,200.00	2,300.00	167,400.00
Porter Plumbing and Heating Company Austin, Texas	37,195.00	2,957.00	132,536.00	1,391.00	2,419.00	165,731.00
C. G. Puryear Austin, Texas	42,130.00	2,700.00	---	---	---	---
Strandtmann Air Conditioning Company Austin, Texas	---	---	128,300.00	1,150.00	2,250.00	---
C. Wallace Plumbing Co., Inc. Dallas, Texas	---	2,689.00	---	1,150.00	2,732.00	168,543.00
Way Engineering Co., Inc. Austin, Texas	---	---	126,126.00	1,265.00	2,400.00	---
Drew Woods - Mechanical Contractor Carthage, Texas	---	700.00	---	1,245.00	2,200.00	169,877.00
Young & Pratt Austin, Texas	---	2,750.00	119,650.00	1,200.00	2,175.00	161,450.00

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

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PLUMBING CONTRACT Bid No. U-3 Add Bid No. U-4 Add Bid No. U-5 Add Bid No. U-6 Add

Contractor	Bid No. U-2	Bid No. U-3	Bid No. U-4	Bid No. U-5	Bid No. U-6
	Add	Add	Add	Add	Add
J. M. Boyer, Mechanical Contractor Austin, Texas	\$ 996.00	\$2,474.00	\$3,245.00	\$22,439.00	\$17,439.00
Fox-Schmidt Austin, Texas	778.00	2,869.00	4,500.00	---	---
Gregg Air Conditioning Company Longview, Texas	875.00	630.00	3,348.00	38,000.00	32,830.00
Natkin and Company Houston, Texas	825.00	1,450.00	6,500.00	28,400.00	23,400.00
Porter Plumbing and Heating Company Austin, Texas	704.00	1,426.00	3,776.00	21,420.00	17,325.00
C. G. Puryear Austin, Texas	1,040.00	1,690.00	3,160.00	---	---
Strandtmann Air Conditioning Company Austin, Texas	---	---	---	24,500.00	21,800.00
C. Wallace Plumbing Co., Inc. Dallas, Texas	900.00	1,564.00	3,833.00	28,355.00	23,667.00
Way Engineering Co., Inc. Austin, Texas	---	---	---	17,344.00	17,322.00
Drew Woods - Mechanical Contractor Carthage, Texas	398.00	372.00	2,720.00	24,300.00	21,981.00
Young & Pratt Austin, Texas	1,150.00	1,800.00	3,500.00	22,600.00	19,970.00

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ELECTRICAL CONTRACT

Contractor	Base Bid No. 5	Alternate		Alternate		Bid No. U-1 Add
		No. E-1 Deduct	No. E-2 Deduct	No. E-3 Deduct		
Fox-Schmidt Austin, Texas	\$147,309.00	\$3,490.00	\$ 996.00	\$50,225.00		\$1,275.00
Alder Electric Company San Antonio, Texas	149,744.00	3,864.00	800.00	53,760.00		---
O. H. Cummins Electric Co. Austin, Texas	132,929.00	3,560.00	911.50	54,159.00		1,375.00
Grimes Electric Company of Austin, Inc. Austin, Texas	135,750.00	3,200.00	725.00	51,000.00		995.00
Dean Johnston, Inc. Austin, Texas	134,972.00	3,614.00	1,066.00	50,840.00		1,382.00
Carson Smith Electrical Contractor Austin, Texas	150,000.00	4,200.00	1,000.00	57,120.00		1,700.00
Seco Smith Electric Company Austin, Texas	134,750.00	4,000.00	850.00	54,350.00		1,000.00
Walter A. Tew Electric Austin, Texas	142,500.00	3,430.00	650.00	53,250.00		1,050.00

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

THE INSTITUTION OF MARINE SCIENCES, FORT WORTH, TEXAS  
 Bids Opened: 10:30 A.M., Tuesday, November 29, 1960

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Contractor	Base Bid	Alternate No. 1		Alternate No. 2		Alternate No. 3		Alternate No. 4		Alternate No. 5		Time For Completion
		Deduct		Deduct		Deduct		Deduct		Deduct		
Arthur Brothers, Inc. Kingsville, Texas	\$359,987.00	\$1,992.00	\$4,699.00	\$3,533.00	\$2,759.00	\$859.00						August 31, 1961
Bigler & Bigler, General Contractors Corpus Christi, Texas	338,131.00	2,500.00	3,600.00	2,672.00	1,425.00	909.00						October 7, 1961
Braselton Construction Co. Corpus Christi, Texas	329,329.00	2,200.00	3,700.00	1,050.00	1,440.00	900.00						August 10, 1961
The Charles Burnett Co. Corpus Christi, Texas	326,000.00	2,540.00	4,985.00	2,470.00	1,600.00	1,080.00						July 31, 1961
Davis Construction Co. Corpus Christi, Texas	338,250.00	2,150.00	3,350.00	2,700.00	1,800.00	850.00						October 15, 1961
E. E. Harrison Corpus Christi, Texas	375,860.00	2,000.00	3,700.00	3,750.00	1,500.00	1,140.00						December 1, 1961
D. W. Marshall Construction Corporation Victoria, Texas	347,750.00	2,500.00	4,000.00	1,350.00	1,400.00	1,200.00						September 1, 1961

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

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COMPUTATION CENTER  
MAIN UNIVERSITY OF THE UNIVERSITY OF TEXAS  
AUSTIN, TEXAS

Bids Opened: 2:30 P.M., Tuesday, November 29, 1960

GENERAL CONTRACT

<u>Contractor</u>	<u>Base Bid</u>
W. D. Anderson Company Austin, Texas	\$386,630.00
J. C. Evans Construction Company, Inc. Austin, Texas	356,916.00
Thomas Hinderer Austin, Texas	329,900.00
Robert S. Watson Company Dallas, Texas	392,969.00
K. S. Wendler Construction Company, Inc. Austin, Texas	422,640.00
C. D. Yarbrough Construction Company Austin, Texas	374,200.00

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



## BIDS ON COMPUTATION CENTER (CONTINUED) 12-10-60

PLUMBING, HEATING, VENTILATING, AND AIR CONDITIONING CONTRACT

Contractor	PLUMBING CONTRACT	HEATING, VENTILATING, AND AIR CONDITIONING CONTRACT	PLUMBING, HEAT- ING, VENTILATING AND AIR CONDI- TIONING CONTRACT
	Base Bid	Base Bid	Alternate No. 1 Base Bid
H. L. Arnold Company, Inc. Austin, Texas	---	\$59,956.00	+\$1,235.00
J. M. Boyer Mechanical Contractor Austin, Texas	---	---	+ 962.00 \$96,740.00
F & S Company Austin, Texas	\$28,944.00	62,289.00	+\$1,000.00 90,000.00
Gregg Air Conditioning Company Longview, Texas	---	72,180.00	+\$1,186.00 98,730.00
C. G. Puryear Austin, Texas	24,600.00	---	---
P. G. Sosa and Sons Plumbing & Heating Co. Austin, Texas	29,900.00	---	---
Strandtmann Air Conditioning Company Austin, Texas	---	60,446.00	+ 1,644.00
V. R. Wattering Austin, Texas	30,689.00	---	---
Way Engineering Company, Inc. Austin, Texas	---	54,839.00	+ 1,111.00
Young & Pratt Austin, Texas	---	58,595.00	+\$1,521.00 82,000.00

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

## BIDS ON COMPUTATION CENTER (CONTINUED)

12-10-60

ELECTRICAL CONTRACT

<u>Contractor</u>	<u>Base Bid</u>
O. H. Cummins Electric Company Austin, Texas	\$48,925.00
Fox-Schmidt Austin, Texas	57,570.00
W. K. Jennings Electric Company, Inc. Austin, Texas	51,549.00
Seco Smith Electric Company Austin, Texas	50,878.00
Walter A. Tew Electric Austin, Texas	49,347.00

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

12-10-60

UNDERGRADUATE LIBRARY AND ACADEMIC CENTER  
 MAIN UNIVERSITY OF THE UNIVERSITY OF TEXAS  
 AUSTIN, TEXAS

Bids Opened: 2:30 P.M., Thursday, December 1, 1960

GENERAL CONTRACT

<u>Contractor</u>	<u>Base Bid</u>	<u>Alternate No. G-1 Deduct</u>	<u>Alternate No. G-2 Deduct</u>	<u>Alternate No. G-3 Deduct</u>	<u>Alternate No. G-4 Deduct</u>	<u>Alternate No. G-5 Deduct</u>	<u>Alternate No. G-6</u>
L. McGee Construction Co. Austin, Texas	\$2,479,000.00	\$44,000.00	\$121,000.00				
M. Odom Construction Co. Austin, Texas	2,747,350.00	45,000.00	115,000.00				
L. McGee Construction Co. Austin, Texas	\$8,000.00	\$ 8,000.00	\$31,000.00	+	\$8,000.00		
M. Odom Construction Co. Austin, Texas	7,500.00	14,000.00	30,000.00	-	2,000.00		

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

ELEVATOR CONTRACT

<u>Contractor</u>	<u>Base Bid</u>
Hunter-Hayes Elevator Company Dallas, Texas	\$143,800.00
Otis Elevator Company Dallas, Texas	138,920.00

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

12-10-60

## BIDS ON UNDERGRADUATE LIBRARY AND ACADEMIC CENTER (CONTINUED)

PLUMBING, HEATING, VENTILATING, AND AIR CONDITIONING CONTRACT

Contractor	PLUMBING	HEATING, VENTILATING,	PLUMBING, HEATING
	CONTRACT	AND AIR CONDITIONING	VENTILATING AND AIR
	Base Bid	CONTRACT	CONDITIONING CONTRACT
		Base Bid	Base Bid
J. Boyer, Mechanical Contractor Houston, Texas	---	\$494,349.00	\$583,469.00
Schmidt Houston, Texas	\$105,656.00	---	---
W. H. Smith and Company Houston, Texas	---	520,800.00	616,300.00
W. H. Smith Plumbing and Heating Company Houston, Texas	95,561.00	556,178.00	638,739.00
J. Puryear Houston, Texas	105,200.00	---	---
Wallace Plumbing Company Houston, Texas	86,490.00(a)	526,252.00	598,400.00
Engineering Company Houston, Texas	---	522,222.00	---
G. H. Pratt Houston, Texas	---	497,800.00	599,800.00

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

This bid later withdrawn with consent of the University.

12-10-60

## BIDS ON UNDERGRADUATE LIBRARY AND ACADEMIC CENTER (CONTINUED)

ELECTRICAL CONTRACT

<u>Contractor</u>	<u>Base Bid</u>	<u>Alternate No. E-1</u>
Alder Electric Company San Antonio, Texas	\$618,844.00	---
O. H. Cummins Electric Company Austin, Texas	587,885.00	---
W. K. Jennings Electric Company, Inc. Austin, Texas	598,445.00	---
Dean Johnston, Inc. Austin, Texas	612,740.00	---
Seco Smith Electric Company Austin, Texas	596,945.00	---

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

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A GYMNASIUM FIELD HOUSE  
 TEXAS WESTERN COLLEGE, EL PASO, TEXAS  
 Bids Opened: 2:30 P.M., Wednesday, November 30, 1960

12-10-60

<u>Contractor</u>	<u>Base Bid</u>	<u>Alternate No. 1 Add</u>	<u>Alternate No. 2 Add</u>	<u>Bidder's Bond</u>
F. Haynsworth and Associates El Paso, Texas	\$1,038,250.00	\$3,800.00	\$16,100.00	5%
Charles E. Kistenmacher General Contractor, Ltd. El Paso, Texas	936,500.00	3,270.00	4,000.00	5%
H. Leavell and Company El Paso, Texas	997,000.00	3,000.00	5,200.00	5%
J. D. Lowman General Contractor, Inc. El Paso, Texas	954,380.00	3,000.00	2,600.00	5%
Robert E. McKee, General Contractor, Inc. El Paso, Texas	963,700.00	2,680.00	2,680.00	\$60,000.00
J. E. Morgan and Sons General Contractors El Paso, Texas	994,924.00	3,050.00	4,000.00	5%
Jan R. Ponder Company, Ltd. El Paso, Texas	957,700.00	3,000.00	3,500.00	5%
Consford Brothers General Contractors El Paso, Texas	944,700.00	3,170.00	6,900.00	5%
Prati and Prati General Contractors El Paso, Texas	938,400.00	3,800.00	3,000.00	5%
Ray Ward and Son El Paso, Texas	917,992.00	2,843.00	2,357.00	5%

# ATTACHMENT NO. 1

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PERMANENT UNIVERSITY FUND -- INVESTMENT MATTERS---

12-10-60

REPORT OF PURCHASES, SALES AND EXCHANGES OF SECURITIES.--The following purchases, sales and exchanges of securities have been made for the Permanent University since the meeting of October 22, 1960. We ask that the Board ratify and approve transactions:

## PURCHASES OF SECURITIES

### CORPORATE BONDS

of base	Security	Par Value of Bonds Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
7/60	American Telephone & Telegraph Company 4-3/4% Debentures, dated 11/1/60, due 11/1/92	\$ 500,000	101.656 Net	\$ 508,280.00	4.65%
6/60	Pacific Gas & Electric Company First & Refunding Mortgage Bonds, Series F# 4-5/8%, dated 6/1/60, due 6/1/92	500,000	100.00 Net	500,000.00	4.625
Total Corporate Bonds Purchased		1,000,000		1,008,280.00	4.64

### COMMON STOCKS

	Security	No. of Shares Purchased	Market Price	Total Principal Cost*	Indicated Current Yield on Cost**
6/60	Minnesota Mining & Manufacturing Company Common Stock	800	65 (400) 64-3/4(200) 64-1/2(200)	\$ 52,213.86	0.92
7/60	Texaco Inc., Capital Stock	700	73-5/8(300) 73-1/2(200) 73-1/4(200)	51,761.94	3.52
7/60	First City National Bank of Houston Common Capital Stock	500	40-1/2 Net	20,250.00	2.44
6/60	General Motors Corporation Common Stock	1,200	42-3/8(600) 42-1/8(600)	51,181.50	4.69
6/60	Scott Paper Company Common Stock	600	82-3/4(100) 82-1/8(300) 82-1/4(200)	49,645.87	2.66
6/60	Texas Utilities Company Common Stock	700	75 (200) 74-1/2(500)	52,575.25	2.56
6/60	Virginia Electric & Power Company Common Stock	1,000	46	46,420.00	2.59
6/60	E. I. du Pont de Nemours & Company Common Stock	200	185-1/8(100) 183-3/4(100)	37,002.39	3.78
6/60	General Electric Company Common Stock	600	74-3/4(100) 74-5/8(200) 74-1/2(100) 73-7/8(200)	44,903.63	2.67
6/60	General Foods Corporation Common Stock	800	65-3/8(100) 65-1/4(600) 65 (100)	52,551.72	2.13

\*Includes brokerage commissions paid.

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



12-10-60

## COMMON STOCKS (Continued)

of Base	Security	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
/60	Continental Illinois National Bank & Trust Company of Chicago Common Capital Stock	200	112-3/4 Net	\$ 22,550.00	3.55%
/60	The First National Bank of Chicago Common Stock	300	63-1/2 Net	19,050.00	2.52
/60	Otis Elevator Company Common Stock	1,100	48	53,273.00	3.10
/60	Smith Kline & French Laboratories Inc., Common Stock	500	40	20,195.00	3.09
/60	Florida Power & Light Company Common Stock	900	57-7/8	52,490.61	1.71
/60	Gulf Oil Corporation Capital Stock	1,700	29	49,869.50	3.41
19, 60	Bethlehem Steel Corporation Common Stock	1,300	41-1/4(500) 41-1/8(400) 41 (200) 40-3/4(200)	53,939.15	5.78
19, 60	Sears, Roebuck & Company Common Stock	1,000	52 (200) 51-7/8(200) 51-3/4(300) 51-5/8(300)	52,219.30	2.78
/60	Baltimore Gas & Electric Company Common Stock	1,800	26-1/2	48,280.50	3.73
/60	Insurance Company of North America Capital Stock	300	63-1/2(200) 63-1/4(100)	19,161.03	2.82
/60	International Business Machines Corporation Capital Stock	100	524	52,475.00	0.57
/60	The Travelers Insurance Company Capital Stock	300	83-3/4 Net	25,125.00	1.67
/60	American Telephone & Telegraph Company Capital Stock	500	91 (100) 90-5/8(200) 90-1/2(200)	45,565.32	3.62
/60	General American Transportation Corporation Common Stock	700	69-1/2(400) 68 (100) 67-1/2(200)	48,421.10	3.25
/60	National Biscuit Company Common Stock	700	67-1/4(200) 66-7/8(100) 66-5/8(100) 66-3/8(300)	47,032.23	4.17
/60	Ingersoll-Rand Company Common Stock	700	71-1/4(300) 71 (200) 70-3/4(200)	50,047.75	5.59
/60	Standard Oil Company (New Jersey) Capital Stock	1,300	40-1/8	52,670.28	5.55

Includes brokerage commissions paid.  
and at present indicated dividend rate.

12-10-60

## COMMON STOCKS (Continued)

of Case	Description	No. of Shares Purchased	Market Price at Which Purchased	Total Principal Cost*	Indicated Current Yield on Cost**
2 0	Carolina Power & Light Company Common Stock	1,100	39-1/2(100) 39 (100) 39-3/4(600) 39-7/8(300)	\$ 44,089.85	3.29%
2 0	The Cleveland Electric Illum- inating Company Common Stock	900	50-1/2(300) 50-1/4(300) 51-3/4(100) 51 (100) 50-3/4(100)	45,971.60	3.52
0	Allied Chemical Corporation Common Stock	1,100	51 (800) 50-3/4(300)	56,510.04	3.50
0	The Bendix Corporation Common Stock	800	60-3/8(100) 60-1/4(600) 60-1/8(100)	48,560.23	3.95
	Total Common Stocks Purchased	<u>24,400</u>		<u>1,366,012.65</u>	<u>3.25</u>
	TOTAL CORPORATE SECURITIES PURCHASED			<u>\$2,374,292.65</u>	<u>3.84%</u>

Includes brokerage commissions paid.  
and at present indicated dividend rate.

## SALE OF CORPORATE SECURITIES

Description	Net Sales Proceeds
38/50ths fractional share of Republic National Bank of Dallas Common Capital Stock received in 2% stock dividend	\$49.40#

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

## SALES AND EXCHANGES OF U. S. TREASURY SECURITIES

12-10-60

Description	Book Value New Securities
Following U. S. 2-3/4% Treasury Bonds, Investment Series B, due 4/1/80-75, switched into marketable 1-1/2% Treasury Notes, due 10/1/65, which were sold and the proceeds used to purchase like par amounts of U. S. 3-1/4% Treasury Bonds, due 5/15/85, with principal adjustments as indicated:	
60 \$1,000,000 par value, principal cash adjustment paid to University in amount of \$10,000.00	\$ 994,975.17
60 \$1,000,000 par value, principal cash adjustment paid to University in amount of \$10,000.00	994,975.17
60 \$1,000,000 par value, principal cash adjustment paid to University in amount of \$10,000.00	994,975.17
60 \$2,000,000 par value, principal cash adjustment paid to University in amount of \$20,000.00	1,989,950.34
60 \$1,000,000 par value, principal cash adjustment paid to University in amount of \$10,000.00	994,975.17
Following U. S. 2-3/4% Treasury Bonds, Investment Series B, due 4/1/80-75, switched into marketable 1-1/2% Treasury Notes, due 10/1/65, which were sold and the proceeds used to purchase like par amounts of U. S. 3-1/2% Treasury Bonds, due 2/15/90, with no principal cash adjustments:	
60 \$2,000,000 par value	\$2,009,950.34
60 \$1,000,000 par value	1,004,975.17

REPORT ON PERMANENT UNIVERSITY FUND INVESTMENTS FOR FISCAL YEAR ENDED AUGUST 31, 1960. Under separate bound cover, the Land and Investment Committee presents a report on Permanent University Fund Investments for the fiscal year ended August 31, 1960. During the year, the Committee has made periodic reports of purchases and sales made for the Fund, which transactions have been duly approved by the Board of Regents. The present report is intended to summarize the investment transactions for the fiscal year and to indicate the status of the Fund's investment portfolio as of August 31, 1960.

WAIVER OF PREFERENTIAL RIGHT TO PURCHASE VETERANS' LAND BONDS FOR THE PERMANENT UNIVERSITY FUND - EXTENSION OF WAIVER TO INCLUDE NEW INTEREST RATE.--The University of Wisconsin is one of the State agencies having preference rights under the Constitution and is authorized to purchase new issues of Veterans' Land Bonds, and the University has been advised that the Veterans' Land Board expects to open bids for \$12,500,000 of these bonds on September 5, 1960, with a request that the Board of Regents take action at its next following meeting on its preferential right to purchase these bonds including the bonds to be issued at this time. The remaining authorization of the Veterans' Land Board for issuance of these bonds is \$62,500,000 of the \$100,000,000 authorized by Constitutional Amendment No. 10, which became effective January 1, 1957. The original authorization of this \$100,000,000 provided that the interest paid on the bonds would not exceed 3 per cent per annum. By amendment to the Constitution approved at the General Election on November 8, 1958, the interest rate limit was raised to 3-1/2 per cent.

On January 11, 1958, the Board of Regents waived its preferential right to all bonds authorized under the Amendment effective January 1, 1957 with the 3 per cent interest rate limit and it is now recommended that the Board of Regents waive its preferential right to purchase any and all of the remaining \$62,500,000 bonds authorized to be issued, on the condition that the interest ceiling is now 3-1/2 per cent. It is further recommended that the Board of Regents be authorized to furnish, upon request by the Veterans' Land Board, a copy of such waiver in form approved by the Land and Trust Attorney and by the Endowment Officer.

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

**EASEMENTS:**

No.	Grantee	Type of Permit	County	Location	Distance or Area	Period	Consideration
1537	Sinclair Oil and Gas Co.	Pipe Line	Andrews	Secs. 30, 31, Blk. 9 Sec. 36, Blk. 10	321 rds. 3 1/2 in. 184 rds. 4 1/2 in.	8/1/60-7/31/70	\$ 172.40
1538	Phillips Petroleum Co. (Renewal of No. 470)	Pipe Line	Ector	Sec. 1, Blk. 35	55.1 rds. 6-5/8 in. 54.5 rds. 3 1/2 in.	2/1/61-1/31/71	54.96
1539	Phillips Petroleum Co.	Pipe Line	Andrews & Upton	Sec. 16, Blk. 13 Sec. 48, Blk. 30	112.9 rds. 3 1/2 in. 123.4 rds. 4 1/2 in.	10/1/60-9/30/70	89.93
1540	Phillips Petroleum Co.	Pipe Line	Crane	Secs. 7, 8, 29, 30, 32, Blk. 30; Secs. 12, 13, Blk. 31	1072.3 rds. 4 1/2 in. 241.3 rds. 3 1/2 in. 551.7 rds. 2-3/8 in.	11/1/60-10/31/70	734.44
1541	Transwestern Pipeline Co.	Pipe Line	Pecos	Secs. 13, 14, Blk. 23 Secs. 5, 6, 9, 10, Blk. 21; Sec. 6, Blk. 18, Secs. 3, 11, 20, 21, Blk. 19; Secs. 2, 3, 5, 6, 7, 14, Blk 20	4215 rds. 6-5/8 in. 601.5 rds. 4 1/2 in.	10/1/60-9/30/70	3,462.00
1542	Community Public Service Co.	Power Line	Pecos	Secs. 7, 8, Blk. 28	528 rds.	10/1/60-9/30/70	264.00
1543	Mid-America Pipeline Co.	Pipe Line	Andrews	Secs. 4, 9, 16, 21, 28, 33, Blk. 11	1957.75 rds. 8 in.	10/1/60-9/30/70	1,957.75
1544	Dell Telephone Cooperative (with approval of South- western Bell Telephone Co.)	Telephone	Hudspeth	Sec. 13, Blk. J	on 50' x 50' tract with Southwestern Bell Easement No. 1045	1/1/61-12/31/67	400.00
1545	El Paso Natural Gas Company	Pipe Line	Andrews	NE/4 Sec. 34, Blk. 1	6,558 rds.	12/1/60-11/30/70	50.00

Blk. No.	Owner	Blks.	Acres	1/1/61-12/31/65	1/1/61-12/31/65	1/1/61-12/31/65	1/1/61-12/31/65
819	Elrod & Elrod ( a partnership)	Terrell Blks. 34-35	15,606.5	1/1/61-12/31/65	\$ .38	\$ 2,965.24	\$ 5,930.48
820	Burch Woodward	Pecos Blks. 22-23	28,996.5	1/1/61-12/31/65	.35	5,074.39	10,148.78
821	Waco Cattle Company	Hudspeth Blks. D, E, F, H	117,491.4	1/1/61-12/31/65	.15	8,811.86	17,623.72
822	John MacGuire	Hudspeth Blks. H, I, M	75,842.3	1/1/61-12/31/65	.15	5,688.17	11,376.34
823	Mip D. Blackstone II	Terrell Blks. 34-35	22,686.0	1/1/61-12/31/65	.38	4,310.34	8,620.68
824	Scharbauer Cattle Co.	Andrews & Gaines Blks. 3-8 incl.	79,118.5	1/1/61-12/31/65	.33	13,054.55	26,109.10
825	Arnold P. Scharbauer	Andrews, Martin, Gaines, Dawson Blks. 6-7	24,828.6	1/1/61-12/31/65	.31	3,848.43	7,696.86
826	Newham & Whittenburg ( a partnership)	Pecos Blks. 27-28 and James Campbell Survey No. 1	5,874.2	1/1/61-12/31/65	.30	881.13	1,762.26
827	H. F. Neal	Upton Blks. 3, 58	7,522.5	1/1/61-12/31/65	.40	1,504.50	3,009.00
828	Dow Puckett	Pecos Blk. 27 and James Campbell Survey No. 1	4,570.64	1/1/61-12/31/65	.30	685.60	1,371.20
829	G. W. Cunningham	Pecos Blks. 21, 23, 24	16,130.4	1/1/61-12/31/65	.35	2,822.82	5,645.64
830	Mrs. Doc Turk	Terrell Blk. 34	551.5	1/1/61-12/31/65	.38	-	209.58
831	Lee Childress, W. A. Childress, and James R. Childress, a partnership	Crockett Blks. 29, 30	22,670.0	1/1/61-12/31/65	.50	5,667.50	11,335.00
832	John H. Harper	Culberson Blk. 48	4,096.6	1/1/61-12/31/65	.15	307.25	614.50

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\*Was farming lease to another individual but not sufficient water to irrigate and not renewed by him.

190	Frank Montgomery	Andrews	Blks. 9 and 11	278 cu. yds.	\$ 69.50
191	Frank Montgomery	Andrews	Blk. 9	948 cu. yds.	237.00
192	Gentry Construction Co.	Andrews	Blk. 9	186 cu. yds.	50.00
193	Rumbaugh Incorporated	Andrews	Blk. 9	948 cu. yds.	237.00
194	T. B. Tripp & Sons	Crane	Blk. 31	382 cu. yds.	95.50
195	Frank Montgomery	Andrews	Blk. 9	200 cu. yds.	50.00
196	Frank Montgomery	Andrews	Blk. 11	200 cu. yds.	50.00

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12-10-60

PIPE LINE EASEMENTS NOS. 1033, 1120 and 1279, APPROVAL OF ASSIGNMENT FROM CABOT CARBON COMPANY TO CABOT CORPORATION.--The following pipe line easements have been granted to Cabot Carbon Company by the Board of Regents:

1. Pipe Line Easement No. 1033, covering 82.30 rods of 3-inch line in Section 6, Block 16, Ward County, for a 10-year period beginning October 31, 1957 and ending October 31, 1967;
2. Pipe Line Easement No. 1120, covering 58.8 rods of 6-inch line in Section 3, Block 16, Ward County for a 10-year period beginning December 1, 1958 and ending November 30, 1968; and
3. Pipe Line Easement No. 1279, covering 57.2 rods of 10-inch line in Section 3, Block 16, Ward County for a 10-year period beginning June 1, 1959 and ending May 31, 1969.

Effective October 1, 1960 Cabot Carbon Company merged with Cabot Corporation and the University has been requested, in accordance with the terms of the easements, to approve assignment of these three easements to Cabot Corporation. A similar assignment of Plant Site Easement No. 942 was approved at the meeting of September 24, 1960.

It is recommended that the Chairman of the Board be authorized to sign an instrument approving assignment of the three easements here listed, as well as the one approved September 24, 1960, after approval as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

GRAZING LEASE NO. 716, C. R. COCKRELL, PERMISSION TO SUBLEASE.--Grazing Lease No. 716 to C. R. Cockrell covers 11,116.6 acres in Block 48, Culberson County for the period January 1, 1957 through December 31, 1961 at 10 cents per acre per year. The terms of the lease provide that the University's written consent must be obtained before the lessee may sublet the whole or any part of the acreage. Dr. Cockrell has requested approval by the University of his subletting the entire acreage from January 1, 1961 through December 31, 1961 at the same rental being paid by him. Approval is recommended, with the Secretary of the Board of Regents authorized to notify Dr. Cockrell of such approval.

WATER CONTRACT NO. 90, PLYMOUTH OIL COMPANY, REAGAN COUNTY (RENEWAL OF NO. 69).--The Board of Regents at its meeting on November 3, 1956 approved assignment of Water Lease Contract No. 69, which expires December 31, 1960, from Big Lake Oil Company to Plymouth Oil Company, with Plymouth Oil Company to pay royalty on the basis of 1/8 of the amount charged and collected for all water sold and delivered to Texon Gas, Inc. Plymouth Oil Company has now asked for a renewal of their water contract with the same royalty provisions for the purpose of sale of water to Dorchester Corporation, the successor of Texon Gas, Inc. This renewal is for a five year period beginning January 1, 1961 and ending December 31, 1965.

It is recommended that the Chairman of the Board be authorized to execute the new water contract after approval as to form by the Land and Trust Attorney and as to content by the Endowment Officer.



12-10-60

REPORT OF PURCHASES, CALL AND SALES OF SECURITIES.--The following purchases, and sales of securities have been made for the Trust and Special Funds since the of October 22, 1960. We ask that the Board ratify and approve these transac-

## PURCHASES OF SECURITIES

Security	Principal Cost
\$20,000 par value City of Houston, Texas, Various Purposes General Obligation Bonds, 3.50% Series (Noncallable), dated 9/1/60, due 9/1/79, purchased at 102.090054 Net to yield 3.35%	\$20,418.01
\$20,000 par value Tyler Independent School District Unlimited Tax School Bonds, 3.40% Second Series 1960, dated 9/1/60, due 1-1/76-70, purchased at par to yield 3.40% (The William Stamps Farish Chair in Geology)	20,000.00

PURCHASES MADE BY THE SEALY & SMITH FOUNDATION  
(Recommended by Staff Investment Committee)

Security	Principal Cost
\$19,000 par value Public Service Electric & Gas Company First & Refunding Mortgage Bonds, 4-3/4% Series, dated 9/1/60, due 9/1/90, purchased at 102.099 net	\$19,398.81
\$30,000 par value American Telephone & Telegraph Company 4-3/4% Debentures, dated 11/1/60, due 11/1/92, purchased at 101-1/2	30,533.75
\$30,000 par value Florida Power Corporation First Mortgage Bonds 4-3/4% Series, dated 10/1/60, due 10/1/90, purchased at 101-3/4	30,600.00
\$30,000 par value San Diego Gas & Electric Company First Mortgage Bonds, 4-5/8% Series H, dated 10/1/60, due 10/1/90, purchased at par	30,075.00
\$15,000 par value Pacific Gas & Electric Company First & Refunding Mortgage Bonds, Series FF, 4-5/8%, dated 6/1/60, due 6/1/92, purchased at par net	15,000.00
100 Shares Oklahoma Gas & Electric Company Common Stock, purchased at 31	3,134.50
100 Shares Philadelphia Electric Company Common Stock, purchased at 51-1/2	5,194.15
200 Shares R. J. Reynolds Tobacco Company Common Stock, purchased at 85-3/4	17,245.41
200 Shares Texaco Inc., Capital Stock, purchased at 78-3/8 (Special Fund under Joint Control of The Sealy and Smith Foundation for the John Sealy Hospital and the Board of Regents of The University of Texas)	15,768.68

## CALL OF SECURITY

Security	Net Proceeds
\$2,000 par value Consumers Power Company First Mortgage Bonds, 4-3/4% Series, due October 1, 1987, called at 100.61 plus accrued interest (Loss on call from book value \$155.32) (Held as part of \$9,000 par value of this issue by Funds Grouped for Investment)	\$2,012.20

## SALES OF SECURITIES

12-10-60

Security	Net Proceeds
35 Shares Standard Oil Company (New Jersey) Capital Stock, sold at 39-3/4 (Department of Geology Student Loan Fund)	\$ 1,370.35
\$11,000 par value U. S. 4-3/4% Treasury Notes of Series A-1964, due May 15, 1964, sold at 103:15 (103.46875) Net plus accrued interest to November 7, 1960 (Gain on sale over book value \$2,349.93) (John H. Houghton Loan Fund)	11,631.45

SALE MADE BY THE SEALY & SMITH FOUNDATION  
(Recommended by Staff Investment Committee  
and approved by the Board of Regents)

Security	Net Proceeds
4,000 Shares Socony Mobil Oil Company, Inc., Capital Stock, 500 sold at 38-1/4, 2,100 sold at 38-1/8 and 1,400 sold at 38 (Gain on sale over book value \$50,914.56) (Special Fund under Joint Control of The Sealy and Smith Foundation for the John Sealy Hospital and the Board of Regents of The University of Texas)	\$150,641.31

REPORT ON TRUST AND SPECIAL FUNDS INVESTMENTS FOR THE FISCAL YEAR ENDED  
31, 1960.--Under separate bound cover, the Land and Investment Committee presents  
report on Trust and Special Funds Investments for the fiscal year ended August 31, 1960.  
the year, the Committee has made periodic reports of purchases, sales and other  
actions for the various funds, all of which have been duly approved by the Board of  
Regents. The present report is intended to provide a summary of the investments held for  
various funds as of August 31, 1960.

ALBERT SIDNEY BURLESON LOAN-SCHOLARSHIP FUND (SCHOOL OF LAW) - RECOMMENDATION  
FOR REMOVAL FROM FUNDS GROUPED FOR INVESTMENT.--This fund, which was accepted by the  
Board of Regents on October 3, 1959, was established by Mrs. Sidney Burleson Smith,  
widow of her husband, Bryant Smith, in memory of her father. Income from the fund was  
to be used for loans, scholarships, and fellowships for Law School students. The initial gift was \$25,000  
and was added to Funds Grouped for Investment as of September 1, 1959, and an addition  
of \$10,000 was added to Funds Grouped as of March 1, 1960. This is the only  
fund in Funds Grouped with income reserved by the donor. Due primarily to possible  
tax problems, it is recommended that the Board of Regents authorize withdrawal of  
the entire account from Funds Grouped as of December 1, 1960, and separate investment of  
the proceeds by the Staff Investment Committee.

## MAIN UNIVERSITY - BEQUEST UNDER THE WILL OF PRICE CROSS, DECEASED.--

The Board of Regents accepted on January 23, 1960 the bequest under the will of Mr. Price Cross of Dallas establishing the Price Cross Student Loan Fund. Mr. Joe W. Riley of Dallas has served as Executor of the Estate, and the legal matters have been handled by the law firm of Worsham, Forsythe and Riley. In March, the University received the Executor's check for \$15,000.00 as a partial distribution of the estate to the University, and the Executor's check in the amount of \$15,225.86 covering the balance due the University has been received just recently. This was a court administration with acts of the Executor and his final account approved by the Probate Court of Dallas County, and the University has not been asked to furnish a formal receipt or release. Therefore, this report is only for the information of the Board of Regents.

## MEDICAL BRANCH - GIFT BY DR. TITUS HARRIS FOR DEPARTMENT OF PSYCHIATRY.--

On May 14, 1960, the Board of Regents accepted from Dr. Titus Harris, Professor of Psychiatry, a gift of cattle with market value of approximately \$10,000. Dr. Harris agreed to look after the sale of the cattle, with the proceeds to be credited to a Current Restricted Account for the Department of Psychiatry. Dr. Harris at that time expected to give 90 head of cattle, but there was a drop in the market before the cattle were ready for market. He then gave a total of 100 head which brought net proceeds of \$9,091.57, which amount has been received and credited to the appropriate account by the Medical Branch. This report is for the information of the Board, with a recommendation that Mr. E. D. Walker's signature on the instrument of gift from Dr. Harris be ratified.

## M. D. ANDERSON HOSPITAL AND TUMOR INSTITUTE - BEQUEST OF MRS. MARY

ADLINE GILLESPIE NIXON, ALPINE, TEXAS.--Mrs. Nixon's bequest of her residue estate to "M. D. Anderson Hospital for Cancer Research" for use in research was reported to the Board of Regents on August 1, 1959. The principal asset of the Estate is the home property, shown at a value of \$3,500 in the Inventory and Appraisal; and on October 3, 1959, the Board of Regents, in order to facilitate the liquidation of the property and cause no delay awaiting a meeting of the Board, adopted a resolution authorizing its Chairman, on behalf of the Board, to join with the Independent Executor of the Estate in conveying the home property. No price or purchaser was set out in that resolution. However, based on a tentative offer reported by the Executor at the time, it was reported to the Board of Regents that there was hope of getting around \$7,000 for the property. However, nothing further developed from efforts by the Executor to make a cash sale of the property, which has been vacant, until recently when the Executor agreed to sell the property for \$4,600 cash to George M. DeVoll and wife. Upon recommendation of the Vice Chancellor (Fiscal Affairs) and the Endowment Officer, and upon approval of the form by the Land and Trust Attorney, the Chairman has joined, on behalf of the Board, with the Executor in a deed to Mr. and Mrs. DeVoll. The sale should be closed soon, with payment to the University of the amount due under the bequest for cancer research expected in due course. It is recommended that the Board of Regents approve and ratify the execution of the deed by its Chairman.

ARCHER M. HUNTINGTON MUSEUM FUND - PROSPECTIVE PROPOSAL FOR OIL AND GAS LEASE ON PART OF ACREAGE IN H. B. LITTLEFIELD SURVEY, GALVESTON COUNTY, TEXAS.--The University has been notified by Mr. James Noel, an attorney in Houston, that he expects to present to the Board of Regents, on behalf of a responsible client, a proposal for an oil and gas lease on approximately 1,000 acres of the Huntington Lands in the H. B. Littlefield Survey, Galveston County, in the Swan Lake area. The School Land Board has included Swan Lake, as well as two other blocks extending out into Galveston Bay, in its list of tracts on which sealed bids will be opened on December 6, and whatever can be worked out between the Board of Regents and Mr. Noel's client may depend largely on what happens at the December 6 sale. The staff will present to the Land and Investment Committee at its meeting on the 10th any proposal received from Mr. Noel, with related information and recommendation. Mr. Noel will of course disclose the name of his client in submitting any proposal.

ARCHER M. HUNTINGTON MUSEUM FUND - ASSIGNMENT OF PIPE LINE EASEMENT FROM AMERICAN OIL COMPANY TO TULOMA GAS PRODUCTS COMPANY, GALVESTON COUNTY, TEXAS.-- At the meeting of the Board of Regents on May 14, 1960, American Oil Company was granted a renewal easement of 28 rods of 4½-inch products pipe line in a 5.8 acre tract in the H. B. Littlefield Survey, Galveston County for the period April 1, 1960 through March 31, 1970 at a total consideration of \$50 payable in advance. The instrument provides for removal or relocation of the line upon ninety days notice if the University finds such removal or relocation reasonably necessary due to commercial or industrial use of the property. Application has now been made for transfer of the title of the pipe line and right of way from The American Oil Company to Tuloma Gas Products Company and assignment fee of \$25 has been received. Both companies are operating subsidiaries of Standard Oil Company (Indiana). It is recommended that the assignment be approved with the Chairman authorized to execute the appropriate instrument upon approval as to form by the Land and Trust Attorney and as to content by the Endowment Officer.

HOGG FOUNDATION: VARNER PROPERTIES, ROSSONIAN PROPERTY ON WALKER AVENUE BETWEEN FANNIN AND SAN JACINTO, HOUSTON, TEXAS - OPTION TO MR. MELVIN SILVERMAN FOR PURCHASE.-- On October 22 the Board of Regents authorized an option to Mr. Melvin A. Silverman of Houston to run for 90 days to purchase the Walker Avenue (Rossonian) Property for \$1,000,000 cash. A report on the status of this matter will be made to the Land and Investment Committee at its meeting on December 9.

HOGG FOUNDATION: W. C. HOGG FUND - THOMAS C. CANAN LEASE, BROWN COUNTY, TEXAS.--In April, 1956, the Board of Regents approved an oil and gas lease to Mr. Thomas C. Canan, a petroleum engineer of Wichita Falls, on the Hogg Foundation's interest in a tract of 162 acres, more or less, in the J. A. Nobles Survey, Abstract No. 1947, Brown County, Texas. Item 12 of the lease is as follows:

"12. Lessee agrees to drill and develop said property as a water-flood operation for the secondary recovery of oil therefrom, exercising due diligence in the development and operation of said project, and in the event lessee should fail to carry out such water-flood operation on said premises this lease shall terminate and be of no further effect. And in connection therewith, lessee agrees to submit to lessors complete plans at least two weeks prior to the Railroad Commission hearing on application for water-flood permit on said premises."

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A well was drilled on the tract in July, 1956, and it has maintained a small amount of production to date. The University's .003907 royalty interest has amounted to \$25.68. Mr. Canan reported later in 1956 that the operators had determined that waterflooding was not economically justified due to the formations, and he now requests that the Board of Regents waive Item 12 of the lease so that he can sell the equipment and lease to other operators who expect to attempt gas repressuring. It appears that other royalty owners will waive the provision in their leases in order to encourage possible further development, and it is recommended that the Board of Regents authorize its Chairman to execute the requested waiver upon approval as to form by the Land and Trust Attorney and as to content by the Endowment Officer.