

Meeting No. 1,018

THE MINUTES OF THE BOARD OF REGENTS
OF
THE UNIVERSITY OF TEXAS SYSTEM

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May 9 - 10, 2007

Austin, Texas

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 OF
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MEETING NO. 1,018

WEDNESDAY, MAY 9, 2007.--The members of the Board of Regents of The University of Texas System convened at 3:35 p.m. on Wednesday, May 9, 2007, in the Board Meeting Room, Ninth Floor, Ashbel Smith Hall, 201 West Seventh Street, Austin, Texas, with the following participation:

ATTENDANCE.--

Present
Chairman Huffines, presiding
Vice Chairman Clements
Vice Chairman Krier
Regent Barnhill
Regent Camarillo
Regent Caven
Regent Estrada
Regent McHugh
Regent Rowling

Absent
Regent Craven

In accordance with a notice being duly posted with the Secretary of State and there being a quorum present, Chairman Huffines called the meeting to order.

[For the record, Regent Colleen McHugh was confirmed by the Texas Senate on May 11, 2007. Governor Perry appointed Regent McHugh to a six-year term on The University of Texas System Board of Regents on October 11, 2005.]

RECESS TO EXECUTIVE SESSION.--At 3:40 p.m., Chairman Huffines announced the Board would recess to convene in Executive Session pursuant to *Texas Government Code* Sections 551.071, 551.072, 551.073, and 551.074 to consider those matters listed on the Executive Session agenda.

RECONVENE IN OPEN SESSION.--At 5:35 p.m., the Board reconvened in open session and took the following actions on matters discussed in Executive Session.

- 1a. U. T. Southwestern Medical Center - Dallas: Legal issues related to the assignment of Master Services Agreements and approval of an Administrative Services Agreement

No action was taken on this item related to Items 1 and 2 on Docket Pages 38 – 40.

- 1b. U. T. System: Legal issues related to potential participation in the Texas Alliance for Nanotechnology (TxAN) LLC

No action was taken on this item.

- 1c. U. T. System Board of Regents: Discussion with Counsel on pending legal issues including matters related to ongoing investigations (Deferred)

See Page 49 for action taken on this item on May 10, 2007.

- 2a. U. T. System Board of Regents: Discussion with Counsel on pending individual personnel issues including matters related to ongoing investigations (Deferred)

See Page 49 for action taken on this item on May 10, 2007.

- 2b. U. T. Medical Branch – Galveston: Selection of David L. Callender, M.D., as President-Designate

Vice Chairman Clements moved that David L. Callender, M.D., currently Associate Vice Chancellor and Chief Executive Officer at the University of California, Los Angeles Hospital System, be selected President-Designate of The University of Texas Medical Branch at Galveston, to become a salaried employee effective July 1, 2007, and to become President effective September 1, 2007, at a compensation commensurate with the responsibilities of the office, to be negotiated in accordance with University of Texas System policies by Executive Vice Chancellor Shine, approved by Chancellor Yudof, and submitted to the Board for approval via the usual budgetary procedures.

Vice Chairman Clements further moved that the Minutes reflect that, by approval of this motion, the Board has made a finding that, as required by State law, these appointments are in the best interest of U. T. Medical Branch - Galveston.

The motions were seconded by Regent Estrada and carried unanimously.

- 2c. U. T. System: Consideration of individual personnel matters relating to appointment, employment, evaluation, compensation, assignment, and duties of presidents, U. T. System Administration officers (Executive Vice Chancellors and Vice Chancellors), other officers reporting directly to the Board (Chancellor, General Counsel to the Board of Regents, and Director of Audits), and U. T. System employees

No discussion was held and no action was taken on this item.

3. U. T. Pan American: Discussion concerning negotiations to purchase approximately 2.055 acres improved with three buildings located at 317 North Sugar Road and one adjacent residence located at 1724 Charles Circle, all in Edinburg, Hidalgo County, Texas, from the Edinburg Church of Christ, a Texas nonprofit corporation, for a purchase price not to exceed fair market value as determined by independent appraisals to use as administrative space for the institution's offices of materials management and travel services; and resolution regarding parity debt (Deferred)

This item was deferred.

- 4a. U. T. Austin: Approval of negotiated gifts with potential naming features
and

- 4b. U. T. Health Science Center – San Antonio: Approval of negotiated gifts with potential naming features

Vice Chairman Krier moved that consistent with the parameters discussed in Executive Session

- a. President Powers and Vice Chancellor Safady or Ms. Julie Lynch, Director of Development and Gift Planning Services for The University of Texas System, be authorized to conclude negotiations and execute documents related to acceptance of gifts to benefit The University of Texas at Austin, including potential naming features, and

- b. President Cigarroa and Vice Chancellor Safady be authorized to conclude negotiations and execute documents related to acceptance of gifts to benefit The University of Texas Health Science Center at San Antonio, including potential naming features, on terms acceptable to the Chairman of the Board of Regents and the Chairman of the Facilities Planning and Construction Committee.

Before calling for a vote, Chairman Huffines announced that Regent Craven had asked that it be disclosed she has a financial interest in an entity related to one of the donor entities. Also, Vice Chairman Clements abstained from discussion and voting on this item because of financial interests identified.

RECESS.--At 5:40 p.m., Chairman Huffines announced the Board would recess for the meeting of the Student, Faculty, and Staff Campus Life Committee at 8:30 a.m. on May 10.

THURSDAY, MAY 10, 2007.--The members of the Board of Regents of The University of Texas System reconvened at 10:00 a.m. on Thursday, May 10, 2007, in the Board Meeting Room, Ninth Floor, Ashbel Smith Hall, 201 West Seventh Street, Austin, Texas, with the following participation:

ATTENDANCE.--

Present
Chairman Huffines, presiding
Vice Chairman Clements
Vice Chairman Krier
Regent Barnhill
Regent Camarillo
Regent Caven
Regent Estrada
Regent McHugh
Regent Rowling

Absent
Regent Craven

Chairman Huffines announced a quorum present and called the meeting to order.

WELCOME TO REGENT RANDAL MATTHEW CAMARILLO AND DR. DAVID B. PRIOR, INCOMING EXECUTIVE VICE CHANCELLOR FOR ACADEMIC AFFAIRS.-- Chairman Huffines welcomed Regent Randal Matthew Camarillo (Student Regent) to his first regularly scheduled Board meeting. Chairman Huffines also welcomed Dr. David B. Prior who will become Executive Vice Chancellor for Academic Affairs on June 15, 2007.

U. T. SYSTEM BOARD OF REGENTS: APPROVAL OF MINUTES.--The Minutes of the regular meeting of the Board of Regents of The University of Texas System held on February 7-8, 2007, in Austin, Texas, were approved as prepared by the General Counsel to the Board of Regents. The official copy is recorded in the *Permanent Minutes*, Volume LIV, Pages 235 - 421.

The Board also approved the Minutes of the special meetings of the Board of Regents of the U. T. System held on April 5 and 16, 2007, in Austin, Texas, as prepared by the General Counsel to the Board of Regents. The official copy is recorded in the *Permanent Minutes*, Volume LIV, Pages 422 - 432.

AGENDA ITEMS

1. U. T. System Board of Regents: Recognition of U. T. Dallas Chess Team as National Champions and Computing Machinery Programming Team

Chairman Huffines congratulated members of The University of Texas at Dallas Computing Machinery Programming Team for their third place award among U.S. competitors in a recent competition in Tokyo, Japan. President Daniel then introduced the coach and members of the U. T. Dallas Chess Team who were greeted by videoconference and congratulated on their recent national Final Four of Chess championship win.

2. U. T. System Board of Regents: Amendment to the Regents' *Rules and Regulations*, Series 10501, concerning delegation to act on behalf of the Board and the filing of litigation

The Regents' *Rules and Regulations*, Series 10501, Section 5.4 was amended to read as set forth below:

Sec. 5 Signature Authority.

...

- 5.4 Contracts for Legal Services and Filing of Litigation. The Board of Regents delegates to the Vice Chancellor and General Counsel authority to execute and deliver on behalf of the Board contracts for legal services and such other services as may be necessary or desirable in connection with the settlement or litigation of a dispute or claim after obtaining approvals as may be required by law. Litigation to be instituted under these contracts on behalf of the Board, System Administration, or an institution of U. T. System must have the prior approval of the Vice Chancellor and General Counsel.

This amendment codifies the existing procedures requiring the approval of the Vice Chancellor and General Counsel before litigation is filed on behalf of the Board of Regents or a University of Texas System institution. Recently, some outside counsel have not understood that their contracts for specialized legal services do not authorize the filing of litigation without additional approval. A separate outside counsel contract specific to the litigation must be processed through the Attorney General's Office before litigation can be instituted. This amendment makes clear that litigation is not to be filed without the necessary review by the chief legal office of U. T. System.

3. U. T. System Board of Regents: Amendment of the Regents' *Rules and Regulations*, Series 30202, Section 6 related to Deferred Compensation to effectuate a plan-to-plan transfer of 457(b) voluntary deferred compensation assets from the Employees Retirement System of Texas to the U. T. System

The Board approved

- a. a plan-to-plan transfer of 457(b) voluntary deferred compensation assets from the Employees Retirement System of Texas to The University of Texas System; and
- b. amendment of the Regents' *Rules and Regulations*, Series 30202, Section 6 related to Deferred Compensation as set out below to reference the Deferred Compensation Plan offered by U. T. System, to become effective on the date the Plan Administrator verifies receipt of funds from the Employees Retirement System of Texas:

Sec. 6 Deferred Compensation – Section 457(b) Plan. As authorized by *Texas Government Code* Chapter 609, any employee may participate in a Deferred Compensation Plan administered by the U. T. System and established pursuant to Section 457(b) of the *Internal Revenue Code of 1986*, as amended.

Before calling for a motion on this item, Chairman Huffines provided the following disclosures for the record related to five of the six previously selected retirement funds that employees may utilize for deferred compensation plan participation:

AIG VALIC – Regent Craven is a member of the Board and holds stock. Regents Barnhill, Caven, and Clements also have financial interests.

ING – Vice Chairman Krier has a financial interest

Fidelity – Regents Craven, Huffines, Krier, and McHugh have holdings

Met Life – Regent Craven has holdings

Lincoln – Regent Estrada has holdings

TIAA/CREF – no holdings

The Vice Chancellor and General Counsel and the General Counsel to the Board advised that these interests do not create any impermissible conflicts of interest.

Prior to the 2003 enactment of Senate Bill 1652, codified as *Texas Government Code* Section 609.701 et seq., the only 457(b) voluntary deferred compensation plan option available to employees of the U. T. System was the Employees Retirement System of Texas plan known as Texa\$aver, managed by CitiStreet.

Effective August 12, 2004, and under the authority granted by *Texas Government Code* Section 609.701, the Board of Regents authorized the establishment of its own plan, pursuant to Section 457(b) of the *Internal Revenue Code of 1986*, as amended, for U. T. System employees, known as the UTSaver Deferred Compensation Plan (UTSaver DCP).

Under the current Regents' *Rules*, an employee is permitted to participate in either Texa\$aver or the UTSaver DCP, but may not participate simultaneously in both plans, and any employee choosing to participate in the UTSaver DCP is precluded from returning to Texa\$aver. In addition, under U. T. System policy, any employee currently contributing to Texa\$aver may continue those contributions; however, all new deferred compensation plan participants must contribute to the UTSaver DCP.

Due to Internal Revenue Service limitations on account transfers, a transfer by an individual plan participant is not permitted prior to the participant experiencing a distributable event, such as severance from employment. However, federal law allows for a plan-to-plan transfer of all plan assets from an eligible governmental plan to another eligible governmental plan within the same state.

Since implementation of the UTSaver DCP, the U. T. System has received recommendations from the institutional benefit offices, payroll offices, and the Retirement Program Advisory Committee requesting consolidation of the deferred compensation assets under one plan. These recommendations were based on employee feedback and the administrative challenges of maintaining two payroll sources for 457(b) contributions.

After collaborative efforts among Employees Retirement System staff and legal counsel, the Texa\$aver plan administrator, CitiStreet, and U. T. System staff and legal counsel, it has been determined that a plan-to-plan transfer can be accomplished in compliance with federal law. Therefore, acting through delegation by the Board of Regents, the Plan Administrator of the UTSaver DCP will initiate a request to the Employees Retirement System for a transfer of all plan assets held in accounts of U. T. System employees from Texa\$aver to the UTSaver DCP and discontinue participation in Texa\$aver by U. T. System employees. In making this request, the U. T. System will

agree to assume all fiduciary duties, plan administration, and other responsibilities for the deferred amounts and investment income transferred and will relieve the Employees Retirement System of those duties and responsibilities upon transfer.

To effectuate the plan-to-plan transfer, the Regents' *Rules* were amended to provide U. T. System employees participation only in the UTSaver DCP, to become effective on the date the Plan Administrator verifies receipt of funds from the Employees Retirement System of Texas.

4. U. T. System Board of Regents: Approval of peer institutions developed by Mercer Human Resource Consulting for use in evaluating appropriate compensation for U. T. System key executives (Regents' *Rules and Regulations, Series 20203*)

Regents' *Rules and Regulations, Series 20203* requires the alignment of executive compensation with the relevant market, utilizing a comprehensive survey and analysis to obtain current and reliable market data on total compensation of key executives (presidents, Chancellor, Executive Vice Chancellors, Vice Chancellors, General Counsel to the Board, and Director of Audits) in comparable positions at peer institutions. Series 20203 also states that peer institutions will be selected through an interactive consultative process involving the Chancellor, the Executive Vice Chancellors for Academic and Health Affairs, the presidents, and the consultant selected to conduct the comprehensive survey.

Mr. Arthur B. Martinez, Executive Director of Board Services, outlined the following six factors used in setting compensation for key executives for The University of Texas System as stated in the Regents' *Rules and Regulations*:

1. relevant market data
2. individual performance
3. internal equity
4. The University of Texas System budget
5. current compensation
6. cost of living differences

Mr. Martinez said the market survey is to be conducted every three years by a compensation consultant reporting to the Board. Mercer Human Resource Consulting, selected in January 2007 following a competitive review process, developed a list of peer institutions for compensation benchmarking using an objective set of criteria to measure organizations with which U. T. competes in categories such as executive talent, research dollars, students, and funding.

Following a presentation by Mr. Andrew Lewis, a principal with Mercer, the Board approved the [list of peer institutions](#), which is on file in the Office of the Board of Regents.

5. U. T. System: Annual report on research and technology transfer (Deferred)

Interim Vice Chancellor for Research and Technology Transfer Sanga's annual report on research and technology transfer trends for The University of Texas System was deferred.

6. U. T. System Board of Regents: Update on the 80th Legislative Session (Deferred)

Vice Chancellor McBee's update on the 80th Legislative Session was deferred.

7. U. T. System: Presentation on the U. T. System-wide Endowment Compliance Program

Vice Chancellor Safady presented an executive summary of the Endowment Compliance Program for The University of Texas System from its inception in December 2001 through August 31, 2006. The presentation highlighted the mission and scope of the program and illustrated the following elements of the program: 1) risk assessment, 2) a monitoring plan, 3) education and training, and 4) reporting to donors.

Dr. Safady identified lack of uniformity in establishing risk, monitoring, and reporting criteria for endowment compliance as a challenge and offered the following recommendations:

- Collaborate with U. T. System institutions to establish uniform criteria for risk, monitoring, and reporting
- Determine what triggers inquiry and discern and eliminate patterns of neglect
- Work with the Executive Vice Chancellor for Business Affairs and the Audit Office to enhance the reporting process
- Report dollar amounts as well as percentages to increase accountability and value added

The report also demonstrated how continuous efforts are made to ensure that all endowments fulfill the purposes for which they were created and members of the Board and Chancellor Yudof engaged in discussion on this topic.

8. U. T. System: State of TomorrowTM, a public television series, preview screening and presentation

Vice Chancellor Safady presented a brief preview screening of the State of TomorrowTM, a public television series that examines how public higher education pursues solutions to Texas' most critical challenges such as areas including public health, homeland security, energy, education, and the environment. The series represents an unprecedented collaboration of the major public university systems in Texas, including The Texas A&M University System, Texas State University System, Texas Tech University System, University of North Texas System, University of Houston System, and The University of Texas System.

RECESS FOR COMMITTEE MEETINGS AND COMMITTEE REPORTS TO THE BOARD.--At 10:50 a.m., the Board recessed for meetings of the Standing Committees, and Chairman Huffines announced the Board would reconvene to approve the report and recommendations of the committees.

The meetings of the Standing Committees were conducted in open session, and the reports and recommendations thereof are set forth on Pages 12 - 48.

REPORT AND RECOMMENDATIONS OF THE ACADEMIC AFFAIRS COMMITTEE (Pages 12 - 17).--Committee Chairman Krier reported that the Academic Affairs Committee met in open session to consider those matters on its agenda and to formulate recommendations for The University of Texas System Board of Regents. Unless otherwise indicated, the actions set forth in the Minute Orders that follow were recommended by the Academic Affairs Committee and approved in open session by the U. T. System Board of Regents.

1. U. T. El Paso: Authorization to establish M.S. and Ph.D. degree programs in Computational Science

Pursuant to the Regents' *Rules and Regulations*, Series 40307 related to academic program approval standards, the Board granted authorization to

- a. establish M.S. and Ph.D. degrees in Computational Science (CPS) at The University of Texas at El Paso;
- b. submit the proposals to the Texas Higher Education Coordinating Board for review and appropriate action; and
- c. authorize the Interim Executive Vice Chancellor for Academic Affairs to certify on behalf of the Board of Regents that relevant Coordinating Board criteria for approval by the Commissioner of Higher Education have been met.

The CPS interdisciplinary programs involve several departments from the Colleges of Sciences and Engineering. The CPS programs will operate under the direction of the College of Sciences and will be designed to

- a. produce graduates skilled in computational modeling of scientific and engineering phenomena, modern numerical and computational methods, and programming in high-level computer languages;
- b. prepare graduates to join interdisciplinary teams dealing with the modeling and simulation of computationally intensive problems in a variety of domains ranging from modern engineering and science to such key areas as national and homeland security; and
- c. prepare graduates from the Ph.D. program to begin independent research careers in Computational Science.

Requirements for the master's degree are the completion of 31 to 34 semester credit hours beyond the bachelor's degree. This coursework will include 10 semester credit hours from three core courses on scientific modeling, 12 hours of prescribed electives, and 12 hours of free electives. A thesis

option will also be available and will replace nine credit hours of free electives. The M.S. program will also include a professional track option designed to prepare students to join the workforce after graduation.

Requirements for the Ph.D. degree will involve completion of at least 70 semester credit hours beyond the bachelor's degree, including 43 hours of coursework. This coursework will include 10 semester credit hours in three core courses on scientific modeling, 12 hours of prescribed electives, and 21 hours of free electives. The prescribed electives consist of numerical analysis and computer science courses, which together with the core courses are designed to enhance skills in fundamental areas of current scientific computing.

Expenditures for the first five years of the program are anticipated to be \$783,310. This includes \$373,744 for two faculty positions over the first five years, \$330,000 for teaching/research assistant positions, and \$79,566 for additional staff. Other existing resources within the two colleges will be used to fully fund the program. These costs will be met from credit hour formula funding and reallocation of university resources, including formula-generated excellence funds. It is anticipated that external funds will cover an increasing portion of the program's cost after the initial development period.

2. U. T. El Paso: Approval to expand preliminary planning authority for a Doctor of Nursing Practice (DNP) in the School of Nursing

The Board approved

- a. expansion of preliminary planning authority for The University of Texas at El Paso to include a Doctor of Nursing Practice (DNP) degree in the School of Nursing; and
- b. submission of the proposal to the Texas Higher Education Coordinating Board for review and appropriate action.

U. T. El Paso will submit the degree program for approval by The University of Texas System Board of Regents and the Coordinating Board. The DNP degree builds upon the knowledge and skills of advanced practice nursing. The program is designed to develop complex diagnostic and treatment skills, and to provide health promotion, disease prevention, and health education.

3. U. T. El Paso: Authorization to establish a Master of Public Health (MPH) degree program

Pursuant to the Regents' *Rules and Regulations*, Series 40307 related to academic program approval standards, the Board granted authorization to

- a. establish a Master of Public Health (MPH) degree program at The University of Texas at El Paso;
- b. submit the proposal to the Texas Higher Education Coordinating Board for review and appropriate action; and
- c. authorize the Interim Executive Vice Chancellor for Academic Affairs to certify on behalf of the Board of Regents that relevant Coordinating Board criteria for approval by the Commissioner of Higher Education have been met.

The MPH degree will consist of 42 semester credit hours beyond the bachelor's level and will include a public health practicum. The program will be administered by the Department of Health Promotions within the College of Health Science and will focus on Hispanic and border health and health disparities. Graduates from the program will be trained to serve as public health professionals who can develop, implement, and evaluate programs and policies within the area of Hispanic and border health, as well as the spreading of infectious diseases and other public health threats that may migrate across the U.S.-Mexico border. Graduates will also be trained to translate basic and applied research into policies and practices relevant to the health of the local, national, and international community. The concentrations outlined in the MPH program make it distinct and unique, allowing it to complement, rather than compete with, The University of Texas School of Public Health at Houston MPH program in El Paso. The anticipated date for enrolling the first class is Fall 2007.

The Hispanic Health Disparities Research Center, funded by the National Institutes of Health (NIH), is a nationally recognized leader in Hispanic health disparities. Faculty involved in the Center will also be engaged in the MPH program.

Expenditures for the first five years of the program are anticipated to be \$762,628. This includes \$749,756 for two new faculty positions over the first five years, support for two graduate research assistants, a practicum coordinator, and an administrative assistant; \$2,872 for Council on Education for Public Health accreditation of the MPH program; and \$10,000 for maintenance and operations costs and travel. These costs will be met from credit hour formula funding and reallocation of existing resources within the College of Health Science. It is anticipated that external funds will cover an increasing portion of the program's cost after the initial development period, especially graduate student costs.

4. U. T. San Antonio: Honoring naming of a portion of the campus as the Tom C. Frost Plaza

The Board approved naming of the portion of The University of Texas at San Antonio campus between the Main Building and the Arts Building as the Tom C. Frost Plaza.

Mr. Tom C. Frost is a native San Antonian who represents the fourth generation to oversee the Frost National Bank, founded by Colonel Thomas Claiborne Frost in 1868. Regarded as a leader in Texas banking and in providing banking services tailored to the needs of South Texas, Mr. Frost is well known for his sincere and dedicated commitment to developing the San Antonio community through education, expanding job opportunities, health-care, scientific research, and the arts.

Mr. Frost has served as chair of the U. T. San Antonio Development Board since 1990, was founder of the United States-Mexico Chamber of Commerce in Washington, D.C., and is a recipient of Aguila Azteca, the highest honor the government of Mexico bestows on a non-Mexican citizen. In 2003, Mr. Frost became the first non-alumnus to receive the U. T. San Antonio Alumni Association's Distinguished Service Award, which recognizes significant contributions to the Association or University.

Mr. Frost has been a generous supporter of U. T. San Antonio and was the driving force behind the creation in 2003 of the University's T. C. Frost UTeach Program, which he continues to fund. Through his bank and family foundations, he has been responsible for almost \$1,300,000 in gifts and pledges to the University.

5. U. T. San Antonio: Honoring naming of the Laurel Room in the University Center as the Gilbert M. Denman Room

The Board approved the naming of the Laurel Room in the University Center at The University of Texas at San Antonio as the Gilbert M. Denman Room. The room is a 5,300-square-foot meeting and special events facility and is a major venue for both large student gatherings and public events.

The renaming honors the late Mr. Gilbert M. (Gib) Denman, Jr., who, as trustee of several of San Antonio's major foundations, was largely responsible for \$5,000,000 in gifts to U. T. San Antonio over the years. Among those gifts was a \$1,000,000 contribution in 2001 from the George W. Brackenridge Foundation to create the Sue E. Denman Distinguished Chair in American Literature in honor of Mr. Denman's grandmother, one of the first women in Texas to attend college.

Because of Mr. Denman's commitment, U. T. San Antonio also received from the Ewing Halsell Foundation two separate gifts totaling \$1,000,000 for a distinguished chair in biology and another \$1,000,000 for a scholarship endowment. Numerous other programs throughout the University have been favorably impacted by Mr. Denman's generosity and dedication to higher education and the arts. To honor his memory and legacy at U. T. San Antonio, the other trustees of the Brackenridge Foundation funded the Gilbert M. Denman Professorship in American History at U. T. San Antonio in 2004 and the Gilbert M. Denman, Jr. Opera Endowment in 2005. Mr. Denman died in 2004.

6. U. T. Austin: Approval of honorific naming of the theatre within the Hogg Memorial Auditorium as the Ann and David Honeycutt Theatre

The Board approved naming of the theatre within the Hogg Memorial Auditorium at The University of Texas at Austin as the Ann and David Honeycutt Theatre to recognize the significant contributions and commitment of Mr. and Mrs. David E. Honeycutt toward current renovations of the auditorium.

The Hogg Memorial Auditorium was dedicated in 1933 and was the largest auditorium on the U. T. Austin campus until 1977, when the Frank C. Erwin, Jr. Special Events Center was built. Named for past Texas Governor James Stephen Hogg and his son, Will C. Hogg, it is one of the primary venues for the Performing Arts Center in the College of Fine Arts. A \$15,000,000 renovation project approved by the Board of Regents and included in the 2006-2011 Capital Improvement Program is underway and is expected to be completed in October 2009. In addition to facility updates, renovation plans call for the restoration of much of the interior to bring it back to its original condition. The renovated theatre will seat 1,200 people. Once restored, the Performing Arts Center will use the Hogg Memorial Auditorium for approximately 70% of its programming.

Mr. David E. Honeycutt and his wife Sarah Ann Grimes Honeycutt, are devoted supporters of the Hogg Memorial Auditorium renovation project. In addition to making a personal gift commitment of \$2,000,000 (see related Item 4 on Page Docket - 8), Mr. Honeycutt is volunteer chairman of the project's fundraising effort. Mr. and Mrs. Honeycutt are both graduates of U. T. Austin. He is currently a member of the Development Board and has served as an active member of the College of Fine Arts Advisory Council for the past six years. In addition, he is a former chair of the Council's Performing Arts Center committee.

Mr. Honeycutt is the founder and President of Texas American Resources Company, an independent energy company focused on the exploration of properties in Texas and the Rocky Mountain region of the United States.

Mr. and Mrs. Honeycutt are active members of the Austin community, supporting charitable, educational, and arts organizations with their time and resources. Through contributions to U. T. Austin, they are recognized in the Chancellor's Council and Littlefield Society, and Mr. Honeycutt is a Life Member of the Texas Exes.

7. U. T. System: Graduation Rates Initiatives presentation

This item was considered only by the Committee (see Committee Minutes).

8. U. T. System: Report from academic presidents on increasing admission requirements

This item was considered only by the Committee (see Committee Minutes).

9. U. T. System: Report on FY 2006 post-tenure review

This item was considered only by the Committee (see Committee Minutes).

10. U. T. Arlington: Campus Master Plan update

This item was considered only by the Academic Affairs Committee and the Facilities Planning and Construction Committee (see Committee Minutes for this joint meeting).

REPORT AND RECOMMENDATIONS OF THE FACILITIES PLANNING AND CONSTRUCTION COMMITTEE (Pages 18 - 29).--Committee Chairman Barnhill reported that the Facilities Planning and Construction Committee met in open session to consider those matters on its agenda and to formulate recommendations for The University of Texas System Board of Regents. Unless otherwise indicated, the actions set forth in the Minute Orders that follow were recommended by the Facilities Planning and Construction Committee and approved in open session by the U. T. System Board of Regents.

1. U. T. Arlington: Campus Master Plan Update

This item was considered only by the Academic Affairs Committee and the Facilities Planning and Construction Committee (see Committee Minutes for this joint meeting).

2. U. T. System Board of Regents: Amendment of Regents' Rules and Regulations a) Series 80301 (Capital Improvement Program), Series 80402 (Major Construction and Repair and Rehabilitation Projects), and Series 80404 (Institutional Management of Major Construction and Repair and Rehabilitation Projects) regarding definition of Major Project; b) Series 80403 (Minor Construction and Repair and Rehabilitation Projects), Section 1 regarding delegation of authority and the definition of Minor Projects; and c) Series 10501 (Delegation to Act on Behalf of the Board), Section 4.1

The Board amended the Regents' *Rules and Regulations* as follows:

- a. The definition of "Major Project" in the following Series was revised to read as set forth below:
- Series 80301 (Capital Improvement Program),
 - Series 80402 (Major Construction and Repair and Rehabilitation Projects), and
 - Series 80404 (Institutional Management of Major Construction and Repair and Rehabilitation Projects)

3. Definitions

...

Major Project – Any project that meets one or more of the following criteria: 1) new building construction with a value of at least \$1 million, 2) road, paving, and repair and rehabilitation projects with a value of at least \$2 million, 3) any project determined by the Board to be architecturally or historically significant, 4) any project that is debt financed [Revenue Financing System (RFS), Tuition Revenue Bond (TRB), Permanent University Fund (PUF)] regardless of dollar value except those projects appropriated through the Library, Equipment,

Repair and Rehabilitation (LERR) budget, and 5) any campus planning efforts that are intended to result in a capital project meeting one or more of these criteria.

- b. Series 80403, Section 1, regarding Minor Construction and Repair and Rehabilitation Projects, was revised to read as set forth below:

Sec. 1 Delegation of Authority. Subject to Sections 2 and 3 immediately below and the general provisions of Series 10501 of the Regents' *Rules and Regulations* and except as otherwise specified in these *Rules and Regulations*, each institutional president or the Executive Vice Chancellor for Business Affairs, as appropriate, is authorized to appoint architects, approve plans and Construction Documents, and execute and deliver contracts, agreements, guaranteed maximum price or stipulated sum proposals, and other documents on behalf of the Board of Regents for all Minor Projects.

...

3. Definitions

Minor Project – New building construction projects of \$1 million or less and road, paving, and repair and rehabilitation projects of \$2 million or less.

- c. Series 10501, Section 4.1, regarding delegation to act on behalf of the Board concerning construction projects, was revised to read as set forth below:

Sec. 4 Contracts Not Requiring Board Approval. The following contracts or agreements, including purchase orders and vouchers, do not require prior approval by the Board of Regents regardless of the contract amount.

- 4.1 Construction Projects. Contracts, agreements, and documents relating to construction projects previously approved by the Board of Regents in the Capital Improvement Program and Capital Budget or Minor Projects.

Campus road and paving projects are typically managed at the institutional level. However, recent escalation in materials costs have pushed some road and paving projects over the \$1 million threshold for major new construction, a trend that is expected to continue. If these road and paving projects are

considered Major Projects as defined in the Regents' *Rules and Regulations*, they must be added to the Capital Improvement Program (CIP) and Capital Budget and receive Board of Regents' approval.

The amendments to the definition of Major Projects in Series 80301, 80402, and 80404 classify road and paving projects with a value of at least \$2 million as Major Projects.

The amendment to Series 80403, Section 1 eliminates the restrictive definition of Minor Projects from the delegation of authority to appoint architects, approve plans and construction documents, and execute and deliver documents on behalf of the Board. The amendment to the definition of Minor Projects in Series 80403 includes road and paving projects that have a value of less than \$2 million.

The changes to Regents' *Rules and Regulations*, Series 10501, Section 4.1 clarify that contracts for Minor Construction Projects (new construction up to \$1 million and road, paving, and repair and rehabilitation projects up to \$2 million) do not require additional Board approval consistent with the delegated authority in the amendment to Series 80403.

3. U. T. System: Designation of the Fine Arts Academic and Performance Complex project at U. T. Pan American and consideration of the Student Multipurpose Center project at U. T. Permian Basin as architecturally or historically significant

The Fine Arts Academic and Performance Complex project at The University of Texas - Pan American was declared architecturally or historically significant. The Student Multipurpose Center project at The University of Texas of the Permian Basin was not designated of "special interest" (see related Item 4 below).

4. U. T. Permian Basin: Student Multipurpose Center - Amendment of FY 2006-2011 Capital Improvement Program and the FY 2007-2008 Capital Budget to include project

The Board amended the FY 2006-2011 Capital Improvement Program (CIP) and the FY 2007-2008 Capital Budget to include the Student Multipurpose Center project at The University of Texas of the Permian Basin as follows:

Project No.: 501-340
Architecturally or Historically Significant: Yes No (Note: See related Item 3 above)
Project Delivery Method: Competitive Sealed Proposals

Substantial Completion Date: May 2010

Total Project Cost:	<u>Source</u>	<u>Current</u>
	Revenue Financing System Bond Proceeds	\$12,000,000

Impact Metrics: Utilization/Assignable square footage (ASF) - preliminary metrics or other appropriate metrics as determined by U. T. Permian Basin and U. T. System. Beginning May 2007, the U. T. System, in collaboration with the respective institution, will begin identifying Impact Metrics intended to track the effectiveness of new institution facility use once the facility becomes operational.

The project will include 50,000 gross square feet to incorporate many aspects of student life including food service, student social/gathering/study areas, a fitness center, child care center, and related support offices. The Student Multipurpose Center will be located south of the Mesa Building. This site was selected due to high student traffic in the area, the convenient location to existing parking, and the central campus location. The facility will offer additional hours of operation and services not currently available to the students for recreation, activities, and child care.

This off-cycle project has been approved by University of Texas System staff and meets the criteria for inclusion in the CIP.

5. U. T. M. D. Anderson Cancer Center: Guhn Road Data Center Renovation - Amendment of the FY 2006-2011 Capital Improvement Program and the FY 2007-2008 Capital Budget to include this shared services initiative project with U. T. System and U. T. Austin; approval of total project cost; appropriation of funds and authorization of expenditure; and authorization of institutional management

The Board amended the FY 2006-2011 Capital Improvement Program (CIP) and the FY 2007-2008 Capital Budget to include the Guhn Road Data Center Renovation project at The University of Texas M. D. Anderson Cancer Center as follows:

Institutional Managed: Yes No
Project Delivery Method: Competitive Sealed Proposals

Substantial Completion Date: March 2008

Total Project Cost:	<u>Source</u>	<u>Current</u>
	Hospital Revenues	\$2,600,000
	Permanent University Fund Bond Proceeds	\$2,400,000
		\$5,000,000

- a. approve a total project cost of \$5,000,000 with funding of \$2,600,000 from Hospital Revenues and \$2,400,000 from Permanent University Fund (PUF) Bond Proceeds;
- b. appropriate and authorize expenditure of funds; and
- c. authorize U. T. M. D. Anderson Cancer Center to manage the total project budgets, appoint architects, approve facility programs, prepare final plans, and award contracts.

The project is a collaborative effort between U. T. M. D. Anderson Cancer Center, The University of Texas System, and The University of Texas at Austin. The facility will renovate approximately 9,000 gross square feet to support U. T. M. D. Anderson Cancer Center, U. T. System, and U. T. Austin. The project scope consists of renovating space, upgrading the infrastructure to a near Tier III industry standard, and increasing the critical electrical load capacity. Interior architectural modification is required to support the new mechanical, electrical, and plumbing infrastructure, and additional life safety protection. The interior modifications will consist of removal of walls, windows, and ceiling to supply the necessary area configuration for the new mechanical, electrical, and computer rack systems.

The renovation will enhance the reliability and provide needed redundancy of the electrical power and heating, ventilation, and air conditioning systems within the building. This project is a shared services initiative that will be partially funded by U. T. M. D. Anderson Cancer Center and partially funded by U. T. System and U. T. Austin using PUF Library, Equipment, Repair and Rehabilitation (LERR) funds issued in October 2006.

This off-cycle repair and rehabilitation project has been approved by U. T. System staff and meets the criteria for inclusion in the CIP. It has been determined that U. T. M. D. Anderson Cancer Center Facility Management personnel have the experience and capability to manage all aspects of the work.

6. U. T. El Paso: The Paul Foster and Jeff Stevens Basketball Complex (name later changed to Foster • Stevens Basketball Center) - Amendment of the FY 2006-2011 Capital Improvement Program and the FY 2007-2008 Capital Budget to increase total project cost; approval of design development; approval to revise funding source; appropriation of funds and authorization of expenditure; approval of evaluation of alternative energy economic feasibility; and resolution regarding parity debt

The Board approved the recommendations for The Paul Foster and Jeff Stevens Basketball Complex project at The University of Texas at El Paso as shown on the following page.

Project No.: 201-247
Project Delivery Method: Construction Manager at Risk

Substantial Completion Date: August 2008

Total Project Cost:	<u>Source</u>	<u>Former</u>	<u>Current</u>
	Gifts Revenue Financing System Bond Proceeds	\$10,600,000	\$13,000,000

Impact Metrics: Days of utilization/calendar year - preliminary metrics or other appropriate metrics as determined by U. T. El Paso and U. T. System. Beginning May 2007, the U. T. System, in collaboration with the respective institution, will begin identifying Impact Metrics intended to track the effectiveness of new institution facility use once the facility becomes operational.

- a. amend the FY 2006-2011 Capital Improvement Program (CIP) and the FY 2007-2008 Capital Budget to increase the total project cost from \$10,600,000 to \$13,000,000;
- b. approve design development plans;
- c. revise the funding source from Gifts to Revenue Financing System Bond Proceeds;
- d. appropriate funds and authorize expenditure of funds;
- e. approve the evaluation of alternative energy economic feasibility; and
- f. resolve in accordance with Section 5 of the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System that
 - parity debt shall be issued to pay the project's cost, including any costs prior to the issuance of such parity debt;
 - sufficient funds will be available to meet the financial obligations of the U. T. System, including sufficient Pledged Revenues as defined in the Master Resolution to satisfy the Annual Debt Service Requirements of the Financing System, and to meet all financial obligations of the U. T. System Board of Regents relating to the Financing System; and
 - U. T. El Paso, which is a "Member" as such term is used in the Master Resolution, possesses the financial capacity to satisfy its direct obligation as defined in the Master Resolution relating to

the issuance by the U. T. System Board of Regents of tax-exempt parity debt in the aggregate amount of \$13,000,000.

Debt Service

The \$13,000,000 in Revenue Financing System debt will be repaid from gifts. Over \$9,000,000 in capital gift pledges has been committed toward this facility to date. U. T. El Paso athletics staff is aggressively pursuing the additional \$4,000,000 in pledges needed for this project. U. T. El Paso is confident that a majority of these additional commitments will be secured in advance of the anticipated construction start date of August 2007. Although the institution does not anticipate a shortfall in commitments, U. T. El Paso would propose that any permanent gift shortfall be funded via 20-year bond indebtedness to be serviced by athletic ticket revenues. Estimated annual debt service on \$13,000,000 is \$1,200,000. The institution's debt service coverage is expected to be at least 1.6 times and average 1.7 times over FY 2007-2012.

Previous Board Action

On May 11, 2006, the project was included in the CIP with a total project cost of \$10,600,000 with funding from Gifts and the facility was named The Paul Foster and Jeff Stevens Basketball Complex. (Note: Prior to the ground-breaking ceremony on August 15, 2007, the donors requested the name of the facility be changed to the Foster • Stevens Basketball Center.)

Project Description

The facility will contain approximately 43,500 gross square feet with two basketball practice courts, locker rooms, a strength and conditioning area, academic support rooms, coaches' offices for both men's and women's programs, and a multiuse room for team functions and donor pregame functions. The project will be located adjacent to the Don Haskins Special Events Center. The additional funding is required due to the increased square footage of the facility and a separate structure that will become the new Ticket Center for the University. In addition, there will be a Donor Hall that will be used for displaying the trophy for the NCAA 1966 Men's National Basketball Championship, the only national basketball championship won by any university in the State of Texas. The Donor Hall will also be used for university functions.

Texas Government Code Section 2166.403 requires the governing body of a State agency to verify in an open meeting the economic feasibility of incorporating alternative energy devices into a new State building or addition to an existing building. Therefore, the Project Architect prepared an evaluation for this project in accordance with the Energy Conservation Design Standards for New State Buildings. This evaluation determined that

alternative energy devices such as solar, wind, biomass, or photovoltaic energy are not economically feasible for the project.

The economic impact of the project was reported to the U. T. System Board of Regents as part of the design development presentation.

7. U. T. M. D. Anderson Cancer Center: Mid-Campus Infrastructure - Approval of design development; appropriation of funds and authorization of expenditure; and approval of evaluation of alternative energy economic feasibility

The Board approved the recommendations for the Mid-Campus Infrastructure project at The University of Texas M. D. Anderson Cancer Center as follows:

Institutional Managed: Yes No

Project Delivery Method: Competitive Sealed Proposals

Substantial Completion Date: March 2008

Total Project Cost:	<u>Source</u> Hospital Revenues	<u>Current</u> \$16,600,000
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- a. approve design development plans;
- b. appropriate funds and authorize expenditure of funds; and
- c. approval of evaluation of alternative energy economic feasibility.

Previous Board Action

On August 7, 2003, the project was included in the Capital Improvement Program (CIP) with a preliminary project cost of \$16,600,000 with funding from Hospital Revenues.

Project Description

Pursuant to a Memorandum of Understanding effective August 26, 2004, U. T. M. D. Anderson Cancer Center has delegated authority for institutional management of construction projects under the continued oversight of the Office of Facilities Planning and Construction; however, this institutionally managed project was brought to the Board of Regents for design development approval.

The Mid-Campus Infrastructure project will connect the Main Campus to the South Campus by extending Bertner Avenue from Braeswood Boulevard to Old Spanish Trail. The project includes paving, installation of water and

sanitary lines, installation of storm sewer connections to Brays Bayou, relocation and burial of electrical transmission and distribution lines, and installation of telecommunication lines.

U. T. M. D. Anderson Cancer Center will fund the entire design and construction of the project, including franchise utility costs, and then dedicate the finished roadway and utility systems to the City of Houston. However, U. T. M. D. Anderson Cancer Center has been negotiating with the City of Houston and CenterPoint Energy to participate by cost-sharing and partially funding the work. At this time, the City of Houston has included \$2,000,000 of partial funding of basic road and infrastructure construction in their Fiscal Year 2008 budget, leaving \$1,500,000 in undetermined funding. Also included in the U. T. M. D. Anderson Cancer Center comprehensive budget of \$16,600,000 for this project is approximately \$8,000,000 to reroute and bury CenterPoint Energy's electrical transmission and distribution duct banks. Agreement, in principle, has been reached with CenterPoint Energy to cost-sharing schemes for the two systems. U. T. M. D. Anderson Cancer Center will continue to seek participation in cost-sharing and partial funding from the City of Houston, CenterPoint Energy, and other agencies and institutions.

Texas Government Code Section 2166.403 requires the governing body of a State agency to verify in an open meeting the economic feasibility of incorporating alternative energy devices into a new State building or addition to an existing building. Therefore, the Project Architect prepared a renewable energy evaluation for this project in accordance with the Energy Conservation Design Standards for New State Buildings. This evaluation determined that alternative energy devices such as solar, wind, biomass, or photovoltaic energy are not economically feasible for the project.

The economic impact of the project was reported to The University of Texas System Board of Regents as part of the design development presentation.

8. U. T. Austin: LBJ Plaza Renovation/Lady Bird Johnson Center - Amendment of the FY 2006-2011 Capital Improvement Program and the FY 2007-2008 Capital Budget to increase total project cost; appropriation of funds and authorization of expenditure; and resolution regarding parity debt

The Board approved the recommendations for the LBJ Plaza Renovation/Lady Bird Johnson Center project at The University of Texas at Austin as follows:

Project No.: 102-208
Architecturally or Historically Significant: Yes No
Project Delivery Method: Construction Manager at Risk

Substantial Completion Date: July 2008

Total Project Cost:	<u>Source</u>	<u>Former</u>	<u>Current</u>
	Grants	\$15,000,000	\$15,000,000
	Unexpended Plant Funds	\$17,250,000	\$17,250,000
	Revenue Financing System Bond Proceeds		\$15,000,000
		\$32,250,000	\$47,250,000

- a. amend the FY 2006-2011 Capital Improvement Program (CIP) and the FY 2007-2008 Capital Budget to increase the total project cost from \$32,250,000 to \$47,250,000;
- b. appropriate additional funds and authorize expenditure of funds of \$15,000,000 from Revenue Financing System Bond Proceeds; and
- c. resolve in accordance with Section 5 of the Amended and Restated Master Resolution Establishing The University of Texas System Revenue Financing System that
 - parity debt shall be issued to pay the project's cost, including any costs prior to the issuance of such parity debt;
 - sufficient funds will be available to meet the financial obligations of the U. T. System, including sufficient Pledged Revenues as defined in the Master Resolution to satisfy the Annual Debt Service Requirements of the Financing System, and to meet all financial obligations of the U. T. System Board of Regents relating to the Financing System; and
 - U. T. Austin, which is a "Member" as such term is used in the Master Resolution, possesses the financial capacity to satisfy its direct obligation as defined in the Master Resolution relating to the issuance by the U. T. System Board of Regents of tax-exempt parity debt in the aggregate amount of \$15,000,000.

Debt Service

The \$15,000,000 in Revenue Financing System debt will be repaid from institutional funds. Annual debt service on the project is expected to be \$1,400,000. The project's debt service coverage is expected to be at least 3.4 times and average 3.8 times over FY 2007-2012.

Previous Board Actions

On May 13, 2004, the project was included in the CIP with a preliminary project cost of \$30,000,000 with \$15,000,000 from Grants and \$15,000,000 from Unexpended Plant Funds and was designated as architecturally

significant. On August 11, 2005, the funding for this repair and rehabilitation project was appropriated with funding of \$15,000,000 from Grants and \$15,000,000 from Unexpended Plant Funds. On March 20, 2006, the Chancellor approved increasing the total project cost from \$30,000,000 to \$32,250,000 with funding of \$15,000,000 from Grants and \$17,250,000 from Unexpended Plant Funds.

Project Description

This project consists of rehabilitation and modification of the elevated plaza and drainage system surrounding the LBJ Library and replacement of a portion of the elevated plaza with a garden honoring Lady Bird Johnson.

The increase in the total project cost is to increase the scope of the project to include renovations, life safety system upgrades, and technology upgrades.

The consolidation of the project scope to include the Sid Richardson Hall/ LBJ School of Public Affairs in the original LBJ Plaza Renovation project is more efficient in that the facilities are directly adjacent. The elevated plaza for the original project passes beneath and through Sid Richardson Hall. The new programmatic changes to the scope of the project are best combined to accommodate the work that is underway.

Interior renovations to Sid Richardson Hall include approximately 52,500 gross square feet of existing space. Life safety codes have changed since completion of the structure in 1970. The life safety system upgrades include installation of a fire suppression sprinkler system and a high-performance fire alarm system. Renovations will also upgrade and integrate technology and connectivity to the LBJ School of Public Affairs to enhance educational activities.

9. U. T. Austin: Research Office Complex (formerly Institute for Geophysics and Advanced Computing Center) - Amendment of the FY 2006-2011 Capital Improvement Program and the FY 2007-2008 Capital Budget to revise funding source for appropriation and expenditure of \$13,850,000 from Permanent University Fund Bond Proceeds to accommodate the Sun Constellation supercomputer, funded by a \$59,000,000 High Performance Computing System grant from the National Science Foundation

The Board approved the recommendations for the Research Office Complex (formerly Institute for Geophysics and Advanced Computing Center) project at The University of Texas at Austin as follows:

Project No.: 102-128
Project Delivery Method: Construction Manager at Risk

Substantial Completion Date: June 2007

Total Project Cost:	<u>Source</u>	<u>Former</u>	<u>Current</u>
	Unexpended Plant Funds	\$13,850,000	
	Revenue Financing System Bond Proceeds	\$17,344,000	\$17,344,000
	Interest on Local Funds	<u>\$ 3,500,000</u>	<u>\$ 3,500,000</u>
	Permanent University Fund Bond Proceeds		<u>\$13,850,000</u>
		\$34,694,000	\$34,694,000

- a. amend the FY 2006-2011 Capital Improvement Program (CIP) and the FY 2007-2008 Capital Budget to revise the funding source of \$13,850,000 from Unexpended Plant Funds to Permanent University Fund (PUF) Bond Proceeds; and
- b. appropriate funds and authorize expenditure of \$13,850,000 from PUF Bond Proceeds.

Previous Board Actions

On August 8, 2001, the project was included in the CIP with a preliminary project cost of \$18,000,000 with funding from Designated Tuition. On November 16, 2006, the Board approved increasing the total project cost to \$34,694,000 with funding of \$13,850,000 from Unexpended Plant Funds, \$3,500,000 from Interest on Local Funds, and \$17,344,000 from Revenue Financing System Bond Proceeds.

Project Description

U. T. Austin has received a grant for the new Sun Constellation supercomputer, one of the world's most powerful supercomputers. The supercomputer is being funded by a \$59,000,000 High Performance Computing System grant from the National Science Foundation (NSF) and will be the largest computer attached to the TeraGrid, an NSF-sponsored network of high-performance computers.

The project, located at the J. J. Pickle Research Campus, will consist of a three-story facility of approximately 95,000 gross square feet including research offices, work areas, and seminar and training space for both the Institute for Geophysics and the Texas Advanced Computing Center.

The revised funding of Unexpended Plant Funds to \$13,850,000 from PUF Bond Proceeds is to enhance the research infrastructure and expedite funding for the project, allowing construction to move ahead.

REPORT AND RECOMMENDATIONS OF THE HEALTH AFFAIRS COMMITTEE (Pages 30 - 32).--Committee Chairman Clements reported that the Health Affairs Committee met in open session to consider those matters on its agenda and to formulate recommendations for The University of Texas System Board of Regents. Unless otherwise indicated, the actions set forth in the Minute Orders that follow were recommended by the Health Affairs Committee and approved in open session by the U. T. System Board of Regents.

1. U. T. Southwestern Medical Center - Dallas: Authorization to purchase approximately 2.4339 acres with improvements located at 5602 Redfield Street, Dallas, Dallas County, Texas, from National Self Storage, Inc., a Delaware corporation, for a purchase price of \$1.48 million for use as an expansion of the institution's biotechnology development complex

On behalf of The University of Texas Southwestern Medical Center at Dallas, the Board granted approval to

- a. purchase approximately 2.4339 acres with improvements located at 5602 Redfield Street, Dallas, Dallas County, Texas, from National Self Storage, Inc., a Delaware corporation, for a purchase price of \$1.48 million, plus all due diligence expenses, closing costs, and other costs and expenses to complete the acquisition of the property as deemed necessary or advisable by the Executive Director of Real Estate, for use as an expansion of the institution's biotechnology development complex; and
- b. authorize the Executive Director of Real Estate to execute all documents, instruments, and other agreements, subject to approval of all such documents as to legal form by the Office of General Counsel, and to take all further actions deemed necessary or advisable to carry out the purpose and intent of the foregoing action.

The subject property is within the acquisition area authorized for U. T. Southwestern Medical Center - Dallas by House Bill 287 passed by the 60th Legislature in 1967, and identified in the institution's Campus Master Plan approved by the Board of Regents on August 10, 2000. The property's eastern boundary line is the common boundary line with an approximately 13-acre tract that the Board of Regents acquired from the City of Dallas on August 6, 2004. On August 10, 2006, the Board of Regents approved construction of the first phase of a biotechnology development complex on the 13-acre tract, which has significant frontage on Inwood Road. Acquisition of the subject property provides additional contiguous acreage for the biotechnology development complex and frontage along Redfield Street.

The property is currently operating as a self-storage facility with 335 storage units and 12 parking spaces. As leases of the storage units expire, U. T. Southwestern Medical Center - Dallas intends to integrate the site into its planned biotechnology development complex. Institutional funds will be used to fund the purchase.

2. U. T. M. D. Anderson Cancer Center: Authorization to negotiate and execute a land use agreement and access easements with the Texas Parks and Wildlife Department pertaining to the U. T. M. D. Anderson Cancer Center - Science Park Research Division in Smithville, Bastrop County, Texas

On behalf of The University of Texas M. D. Anderson Cancer Center, the Board granted approval to

- a. negotiate a land use agreement and access easements with the Texas Parks and Wildlife Department (TPWD) pertaining to the U. T. M. D. Anderson Cancer Center - Science Park Research Division (Science Park) in Smithville, Bastrop County, Texas; and
- b. authorize the Executive Director of Real Estate to execute the land use agreement, the access easements, and all related documents, instruments, and other agreements, subject to approval of all such documents as to legal form by the Office of General Counsel, and to take all further actions deemed necessary or advisable to carry out the purpose and intent of the foregoing action.

The Science Park, located approximately two miles northwest of Smithville, consists of approximately 717 acres and is adjacent to and partially surrounded by Buescher State Park (Buescher Park). The Science Park land was formerly a part of Buescher Park, but, at the direction of the Texas Legislature in 1968, it was conveyed by TPWD to the Board of Regents of The University of Texas System for the use and benefit of U. T. M. D. Anderson Cancer Center. The deed from TPWD states that the property is "to be used as a science park and for research purposes."

U. T. M. D. Anderson Cancer Center has made a substantial investment in the establishment and development of the Science Park, which is a significant part of the institution's research program. Approximately 50 acres are currently developed or slated for development and contain four research buildings, representing approximately 92,617 useable square feet, and various other office and utility buildings totaling approximately 29,218 useable square feet.

Currently there is only one means of ingress and egress into the Science Park, which access is through Buescher Park via Park Road 1. To facilitate and accommodate the future growth and development of the Science Park and for the safety, welfare, and convenience of its employees, vendors, and visitors, U. T. M. D. Anderson Cancer Center has discussed with TPWD the acquisition of a second access point off Park Road 1, an expansion of the width of the existing access point to accommodate commercial truck traffic servicing the Science Park, and an unpaved emergency evacuation route in the event of a forest fire or other emergency. U. T. M. D. Anderson Cancer Center will construct the paved access roads in accordance with TPWD standards and the evacuation route will be a dirt road. U. T. M. D. Anderson Cancer Center and TPWD will share the costs of the maintenance of portions of Park Road 1.

TPWD owns and manages Buescher Park, which consists of approximately 1,016.7 acres including a small lake that is about one mile from the Science Park. A portion of the undeveloped acreage within the 717-acre Science Park is a part of the watershed for the lake. That portion has not been surveyed, but is estimated to be in excess of 200 acres. The remaining undeveloped portion of the Science Park, which also has not been surveyed and is estimated to be in excess of 200 acres, is outside the watershed. TPWD wishes to protect the watershed of the Buescher Park lake and the ecological, scenic, and open space values of the park and to mitigate the impact of the future development of the Science Park on Buescher Park. U. T. M. D. Anderson Cancer Center will use the best available technology that represents standard practices to protect conservation values, with the objective of not altering drainage patterns, volumes, velocity, and quality of drainage into the Buescher Park lake. No review or approval by TPWD will be required for emergency actions.

3. U. T. System: Report on FY 2006 post-tenure review

This item was considered only by the Committee (see Committee Minutes).

4. U. T. System: Quarterly report on health issues by Executive Vice Chancellor Shine

This item was considered only by the Committee (see Committee Minutes).

5. U. T. System: Discussion of and video presentation on international programs

This item was considered only by the Committee (see Committee Minutes).

REPORT AND RECOMMENDATIONS OF THE FINANCE AND PLANNING COMMITTEE (Pages 33 - 46).--Committee Chairman Rowling reported that the Finance and Planning Committee met in open session to consider those matters on its agenda and to formulate recommendations for The University of Texas System Board of Regents. Unless otherwise indicated, the actions set forth in the Minute Orders that follow were recommended by the Finance and Planning Committee and approved in open session by the U. T. System Board of Regents.

1. U. T. System: Approval of Docket No. 130

The Board approved *Docket No. 130* in the form distributed by the General Counsel to the Board of Regents. It is attached following Page 49 in the official copy of the *Minutes* and is made a part of the record of this meeting.

It was expressly authorized that any contracts or other documents or instruments approved therein may be executed by the appropriate officials of the respective University of Texas System institution involved.

The item on Page Docket - 3 involving the appointment of Dr. David B. Prior as Executive Vice Chancellor for Academic Affairs was found to be in the best interest of the U. T. System, as required by *Texas Education Code* Section 51.948.

Vice Chairman Clements, Regent Barnhill, and Regent Rowling were recorded as abstaining from vote on the gift agreement between The University of Texas at Austin and Chevron Energy Technology Company on Page Docket - 8 because of stock holdings.

2. U. T. System: Approval of the Fiscal Year 2008 Operating Budget Preparation Policies and Calendar

The Board approved the following Budget Preparation Policies and Calendar for preparation of the Fiscal Year 2008 Operating Budget for The University of Texas System:

U. T. System Fiscal Year 2008 Budget Preparation Policies

General Guidelines - The regulations and directives that will be included in the General Appropriations Act enacted by the 80th Texas Legislature serve as the basis for these guidelines and policies. In preparing the draft of the Fiscal Year 2008 Operating Budget, the president of each institution should adhere to guidelines and policies as detailed below and as included in the General Appropriations Act. Following legislative approval of the General

Appropriations Act, the Chancellor will issue detailed instructions regarding the implementation of those regulations and directives into the institutional budget process.

Overall budget totals, including reasonable reserves, must be limited to the funds available for the year from General Revenue Appropriations, Estimates of Educational and General Income, and limited use of institutional unappropriated balances.

Salary Guidelines - Recommendations regarding salary policy are subject to the following directives:

1. Salaries Proportional by Fund - Unless otherwise restricted, payment for salaries, wages, and benefits paid from appropriated funds, including local funds and educational and general funds as defined in *Texas Education Code* Section 51.009 (a) and (c), shall be proportional to the source of funds.
2. Merit Increases and Promotions - Subject to available resources and resolution of any major salary inequities, institutions should give priority to implementing merit salary increases for faculty and staff.

Merit increases or advances in rank for faculty are to be on the basis of teaching effectiveness, research, and public service.

Merit increases or promotions for administrative and professional staff and classified staff are to be based on evaluation of performance in areas appropriate to work assignments.

To be eligible for a merit increase, administrative and professional staff and classified staff must have been employed by the institution for at least six consecutive months ending August 31, 2007, and at least six months must have elapsed since the employee's last merit salary increase.

3. Other Increases - Equity adjustments, competitive offers, and increases to accomplish contractual commitments may also be granted in this budget and should also consider merit where appropriate, subject to available resources. Subject to guidance issued by the Chancellor, such increases should be noted and explained in the supplemental data accompanying the budget.
4. New Positions - Subject to available resources, new administrative and professional staff, classified staff, and faculty positions are to be requested only when justified by workloads or to meet needs for developing new programs.

5. Reporting - The Chancellor will issue guidance on reporting of salary changes and amounts. It is expected that required reports will encompass high-ranking and highly compensated staff along with those staff receiving significant changes in compensation.

Staff Benefits Guidelines - Recommendations regarding the State contribution for employee staff benefits such as group insurance premiums, teacher retirement, and optional retirement are subject to legislative determination via the General Appropriations Act. Upon approval of this legislation, the Chancellor will issue instructions regarding the implementation of the benefits into the budget process.

Other Employee Benefits - Employer contributions to the self-insured Unemployment Compensation Fund are based on an actuarial study. Workers' Compensation Insurance rates are experience-rated for each institution. Appropriate instructions will be issued regarding the implementation of Unemployment Compensation Fund and Workers' Compensation Insurance Benefits.

Other Operating Expenses Guidelines - Increases in Maintenance, Operation, Equipment, and Travel are to be justified by expanded workloads, for developing new programs, or for correcting past deferrals or deficiencies.

Budget Reductions and Limitations - The General Appropriations Act may contain provisions requiring budget reductions and budget restrictions. Upon approval of this legislation, instructions will be issued regarding the implementation of any of these reductions and limitations into the budgeting process.



THE UNIVERSITY OF TEXAS SYSTEM
FY 2008 OPERATING BUDGET CALENDAR

May 10, 2007	U. T. System Board of Regents takes appropriate action on budget policies
June 1 - 8, 2007	Major goals, priorities, and resource allocation hearings with U. T. System Administration
June 25, 2007	Draft budget documents due to U. T. System
July 2, 2007	High-ranking and highly compensated salary reports due to U. T. System
July 2 - 6, 2007	Technical budget review with U. T. System
July 12, 2007	U. T. System Board of Regents to review Presidents and Executive Officers compensation
July 23, 2007	Final budget documents due to U. T. System
August 9, 2007	Operating Budget Summaries mailed to the U. T. System Board of Regents
August 15, 2007	Salary change report due to U. T. System Administration
August 23, 2007	U. T. System Board of Regents approves Operating Budget and Presidents and Executive Officers compensation

The U. T. System FY 2008 Budget Preparation Policies will be consistent with the regulations and directives included in the General Appropriations Act to be enacted by the 80th Texas Legislature. As written, this policy provides general direction to the U. T. System institutions and may be modified as necessary to conform to the legislation, as finally passed.

3. U. T. System: Key Financial Indicators Report and Monthly Financial Report

This item was considered only by the Committee (see Committee Minutes).

4. U. T. System: Shared Services Initiative Report

This item was considered only by the Committee (see Committee Minutes).

5. U. T. System Board of Regents: Investment Reports for the fiscal quarter ended February 28, 2007, and The University of Texas Investment Management Company (UTIMCO) Performance Summary Report

The Investment Reports for the fiscal quarter ended February 28, 2007, are summarized below.

Item I on Page 38 reports activity for the Permanent University Fund (PUF) investments. The PUF's net investment return for the quarter was 3.30% versus its composite benchmark return of 2.13%. The PUF's net asset value increased by \$298.4 million since the beginning of the quarter to \$11,058.6 million. This change in net asset value includes increases due to contributions from PUF land receipts and net investment return, and the second payment of the annual distribution to the Available University Fund (AUF) for \$100.1 million.

Item II on Page 39 reports activity for the General Endowment Fund (GEF) investments. The GEF's net investment return for the quarter was 3.50% versus its composite benchmark return of 2.13%. The GEF's net asset value increased during the second quarter of Fiscal Year 2007 to \$5,996.8 million.

Item III on Page 40 reports activity for the Intermediate Term Fund (ITF). The ITF's net investment return for the quarter was 2.07% versus its composite benchmark return of 1.74%. The ITF's net asset value increased \$284.5 million during the second quarter of Fiscal Year 2007 to \$3,519.2 million due to net contributions (\$241.5 million), distributions (-\$25.2 million), and net investment returns (\$68.2 million).

Item IV on Page 41 presents book and market value of cash, debt, equity, and other securities held in funds outside of internal investment pools. Total cash and equivalents, consisting primarily of institutional operating funds held in the Dreyfus money market fund, increased by \$68.9 million to \$1,360.8 million during the three months since the last reporting period. Market values for the remaining asset types were debt securities: \$32.4 million versus \$39.5 million at the beginning of the period; equities: \$72.1 million versus \$79.7 million at the beginning of the period; and other investments: \$1.6 million versus \$.1 million at the beginning of the period.

The February 28, 2007, UTIMCO Performance Summary Report is attached on Page 42.

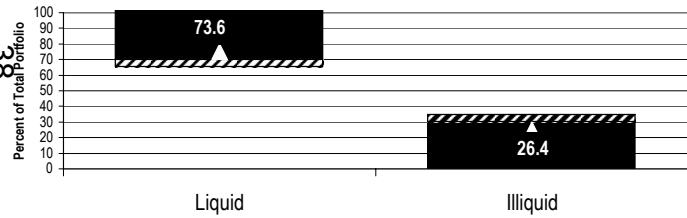
I. PERMANENT UNIVERSITY FUND Investment Reports for Periods Ended February 28, 2007

Prepared in accordance with Texas Education Code Sec. 51.0032

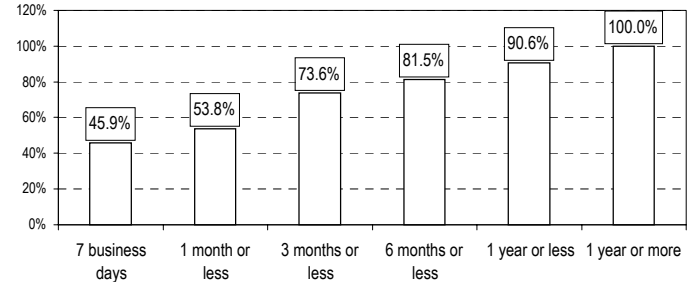
Summary of Capital Flows

(\$ millions)	Fiscal Year Ended August 31, 2006	Quarter Ended February 28, 2007	Fiscal Year Ended August 31, 2007
Beginning Net Assets	\$ 9,426.7	\$ 10,760.2	\$ 10,313.4
PUF Lands Receipts	214.9	46.8	136.0
Investment Return	1,111.7	369.8	843.3
Expenses	(82.6)	(18.1)	(33.8)
Distributions to AUF	(357.3)	(100.1)	(200.3)
Ending Net Assets	\$ 10,313.4	\$ 11,058.6	\$ 11,058.6

PUF Liquidity Policy Profile As of February 28, 2007



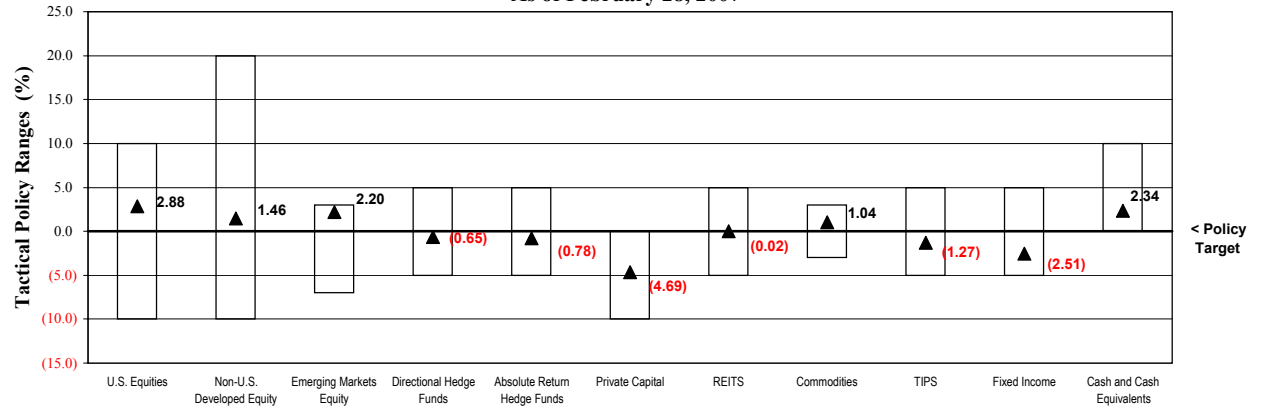
PUF Detailed Liquidity Profile as of February 28, 2007



Fiscal Year to Date

	February 28, 2007		Returns		Value Added		
	Portfolio Exposure	Policy Target	Portfolio	Policy Benchmark	From Asset Allocation	From Security Selection	Total
Cash and Cash Equivalents	2.34%	0.00%	2.64%	2.52%	-0.19%	0.00%	-0.19%
U.S. Equities	22.88%	20.00%	7.80%	9.77%	-0.03%	-0.40%	-0.43%
Non-U.S. Developed Equity	11.46%	10.00%	8.73%	12.17%	0.01%	-0.33%	-0.32%
Emerging Markets Equity	9.20%	7.00%	16.27%	16.61%	0.15%	-0.03%	0.12%
Directional Hedge Funds	9.35%	10.00%	8.11%	5.62%	0.00%	0.25%	0.25%
Absolute Return Hedge Funds	14.22%	15.00%	8.20%	5.62%	-0.01%	0.39%	0.38%
REITS	4.98%	5.00%	20.21%	18.48%	-0.03%	0.07%	0.04%
Commodities	4.04%	3.00%	-12.82%	-8.22%	-0.36%	-0.15%	-0.51%
TIPS	3.73%	5.00%	1.32%	1.11%	0.06%	0.01%	0.07%
Fixed Income	7.49%	10.00%	3.66%	3.66%	0.09%	0.00%	0.09%
Total Marketable Securities	89.69%	85.00%	7.44%	8.02%	-0.31%	-0.19%	-0.50%
Private Capital	10.31%	15.00%	11.73%	4.45%	-0.22%	1.11%	0.89%
Total	100.00%	100.00%	7.87%	7.48%	-0.53%	0.92%	0.39%

Deviations From Policy Targets Within Tactical Policy Ranges As of February 28, 2007



II. GENERAL ENDOWMENT FUND
Investment Reports for Periods Ended February 28, 2007
 Prepared in accordance with Texas Education Code Sec. 51.0032

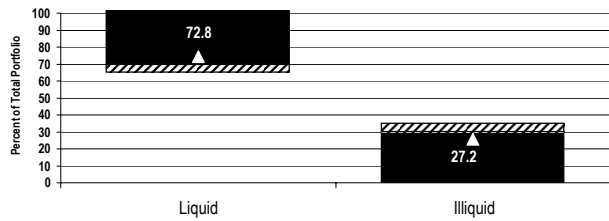
Summary of Capital Flows

(\$ millions)	Fiscal Year to Date		
	Fiscal Year Ended August 31, 2006	Quarter Ended February 28, 2007	Fiscal Year Ended August 31, 2007
Beginning Net Assets	\$ 4,926.8	\$ 5,819.9	\$ 5,427.8
Contributions	273.9	33.7	226.8
Withdrawals	(108.0)	(1.6)	(1.9)
Distributions	(220.0)	(59.4)	(118.5)
Investment Return	593.3	212.9	477.7
Expenses	(38.2)	(8.7)	(15.1)
Ending Net Assets	\$ 5,427.8	\$ 5,996.8	\$ 5,996.8

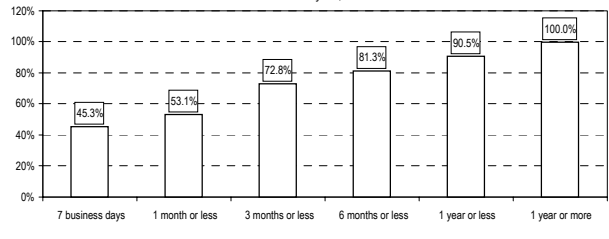
	February 28, 2007		Returns		Fiscal Year to Date		
	Portfolio Exposure	Policy Target	Portfolio	Policy Benchmark	Value Added		
					From Asset Allocation	From Security Selection	Total
Cash and Cash Equivalents	0.82%	0.00%	2.64%	2.52%	-0.14%	0.00%	-0.14%
U.S. Equities	23.14%	20.00%	7.84%	9.77%	-0.01%	-0.39%	-0.40%
Non-U.S. Developed Equity	11.25%	10.00%	8.68%	12.17%	0.01%	-0.34%	-0.33%
Emerging Markets Equity	9.17%	7.00%	16.34%	16.61%	0.14%	-0.02%	0.12%
Directional Hedge Funds	9.58%	10.00%	8.12%	5.62%	0.00%	0.25%	0.25%
Absolute Return Hedge Funds	14.57%	15.00%	8.21%	5.62%	0.00%	0.39%	0.39%
REITS	5.03%	5.00%	20.29%	18.48%	-0.05%	0.08%	0.03%
Commodities	4.04%	3.00%	-12.88%	-8.22%	-0.34%	-0.16%	-0.50%
TIPS	3.66%	5.00%	1.34%	1.11%	0.07%	0.01%	0.08%
Fixed Income	7.56%	10.00%	3.69%	3.66%	0.08%	0.00%	0.08%
Total Marketable Securities	88.82%	85.00%	7.52%	8.02%	-0.24%	-0.18%	-0.42%
Private Capital	11.18%	15.00%	13.93%	4.45%	-0.30%	1.44%	1.14%
Total	100.00%	100.00%	8.20%	7.48%	-0.54%	1.26%	0.72%

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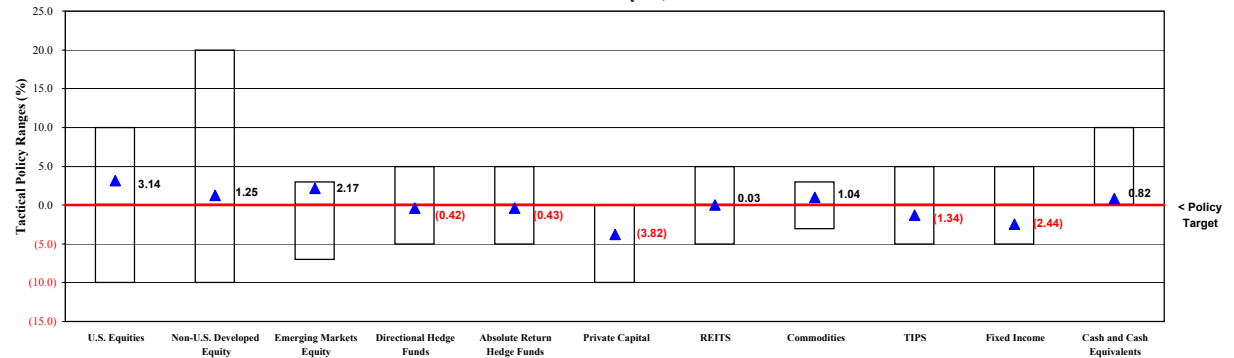
GEF Liquidity Policy Profile
As of February 28, 2007



GEF Detailed Liquidity Profile
as of February 28, 2007



Deviations From Policy Targets Within Tactical Policy Ranges
As of February 28, 2007



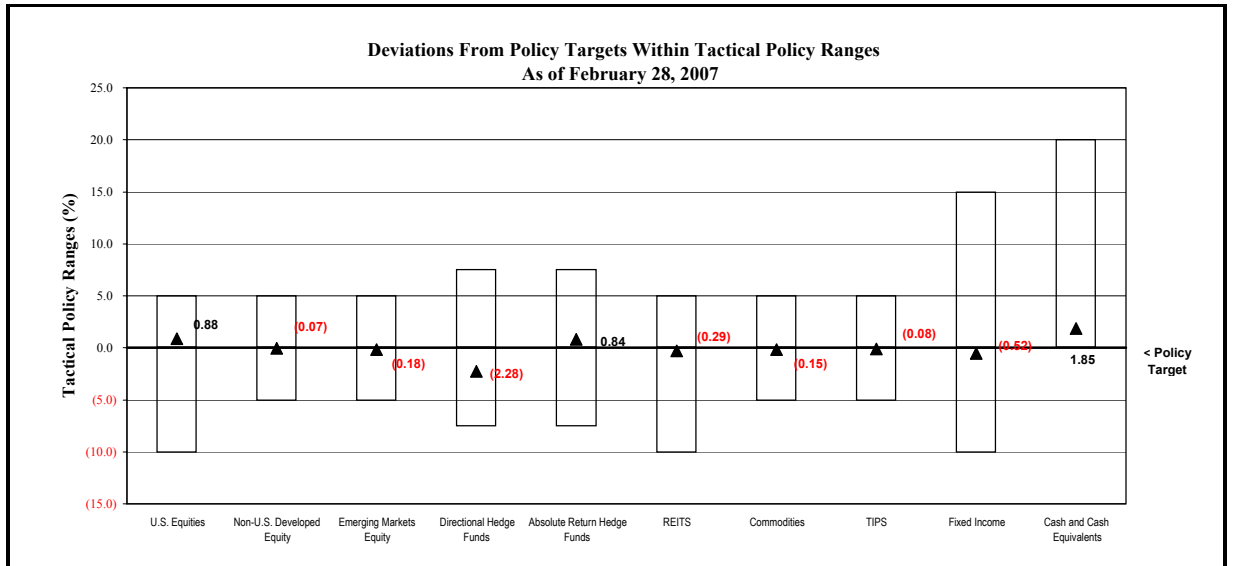
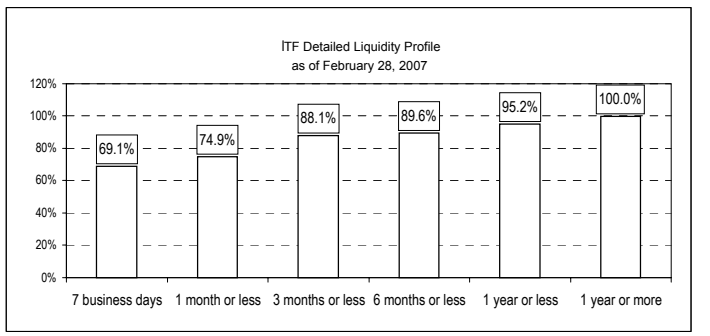
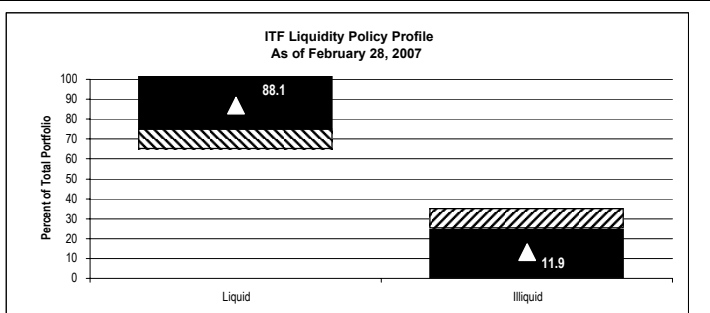
III. INTERMEDIATE TERM FUND Investment Reports for Periods Ended February 28, 2007

Prepared in accordance with Texas Education Code Sec. 51.0032

Summary of Capital Flows			
(\$ millions)	Fiscal Year Ended August 31, 2006	Quarter Ended February 28, 2007	Fiscal Year Ended August 31, 2007
Beginning Net Assets	\$ -	\$ 3,234.7	\$ 3,048.8
Contributions	3,112.3	312.9	429.9
Withdrawals	(111.2)	(71.4)	(120.3)
Distributions	(52.7)	(25.2)	(48.9)
Investment Return	115.4	77.8	227.2
Expenses	(15.0)	(9.6)	(17.5)
Ending Net Assets	<u>\$ 3,048.8</u>	<u>\$ 3,519.2</u>	<u>\$ 3,519.2</u>

	February 28, 2007		Fiscal Year to Date				
	Portfolio Exposure	Policy Target	Returns		Value Added		
			Portfolio	Policy Benchmark	From Asset Allocation	From Security Selection	Total
Cash and Cash Equivalents	1.85%	0.00%	2.64%	2.52%	-0.06%	0.00%	-0.06%
U.S. Equities	15.88%	15.00%	8.46%	9.77%	-0.01%	-0.20%	-0.21%
Non-U.S. Developed Equity	4.93%	5.00%	10.12%	12.17%	0.01%	-0.10%	-0.09%
Emerging Markets Equity	4.82%	5.00%	15.55%	16.61%	-0.02%	-0.05%	-0.07%
Directional Hedge Funds	10.22%	12.50%	8.13%	5.62%	-0.03%	0.31%	0.28%
Absolute Return Hedge Funds	13.34%	12.50%	8.00%	5.62%	0.01%	0.30%	0.31%
REITS	9.71%	10.00%	18.78%	18.47%	0.01%	0.01%	0.02%
Commodities	4.85%	5.00%	-11.69%	-8.22%	-0.03%	-0.19%	-0.22%
TIPS	9.92%	10.00%	1.34%	1.11%	0.01%	0.02%	0.03%
Fixed Income	24.48%	25.00%	3.57%	3.66%	-0.01%	-0.02%	-0.03%
Total	<u>100.00%</u>	<u>100.00%</u>	<u>6.70%</u>	<u>6.74%</u>	<u>-0.12%</u>	<u>0.08%</u>	<u>-0.04%</u>

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IV. SEPARATELY INVESTED ASSETS
Summary Investment Report at February 28, 2007
 Report prepared in accordance with Texas Education Code Sec. 51.0032

ASSET TYPES	(\$ thousands)															
	FUND TYPE															
	CURRENT PURPOSE				ENDOWMENT & SIMILAR FUNDS		ANNUITY & LIFE INCOME FUNDS		AGENCY FUNDS		TOTAL EXCLUDING OPERATING FUNDS		OPERATING FUNDS (SHORT TERM FUND)		TOTAL	
	DESIGNATED	RESTRICTED														
	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET	BOOK	MARKET
Cash & Equivalents:																
Beginning value 11/30/06	1,683	1,683	21,743	21,743	31,674	31,674	7,454	7,454	2,645	2,645	65,199	65,199	1,226,750	1,226,750	1,291,949	1,291,949
Increase/(Decrease)	44	44	(19,423)	(19,423)	48,259	48,259	(143)	(143)	232	232	28,969	28,969	39,926	39,926	68,895	68,895
Ending value 02/28/07	1,727	1,727	2,320	2,320	79,933	79,933	7,311	7,311	2,877	2,877	94,168	94,168	1,266,676	1,266,676	1,360,844	1,360,844
Debt Securities:																
Beginning value 11/30/06	-	-	263	220	25,281	25,132	13,943	14,143	-	-	39,487	39,495	-	-	39,487	39,495
Increase/(Decrease)	-	-	-	2	(7,464)	(6,892)	(53)	(179)	-	-	(7,517)	(7,069)	-	-	(7,517)	(7,069)
Ending value 02/28/07	-	-	263	222	17,817	18,240	13,890	13,964	-	-	31,970	32,426	-	-	31,970	32,426
Equity Securities:																
Beginning value 11/30/06	27	8,492	1,995	1,800	36,567	45,060	18,057	24,392	-	-	56,646	79,744	-	-	56,646	79,744
Increase/(Decrease)	2	(349)	(1,486)	(1,213)	(3,712)	(6,492)	1,455	405	-	-	(3,741)	(7,649)	-	-	(3,741)	(7,649)
Ending value 02/28/07	29	8,143	509	587	32,855	38,568	19,512	24,797	-	-	52,905	72,095	-	-	52,905	72,095
Other:																
Beginning value 11/30/06	-	-	(2)	(2)	9	9	267	105	-	-	274	112	-	-	274	112
Increase/(Decrease)	-	-	529	529	(5)	(5)	5	11	918	918	1,447	1,453	-	-	1,447	1,453
Ending value 02/28/07	-	-	527	527	4	4	272	116	918	918	1,721	1,565	-	-	1,721	1,565
Total Assets:																
Beginning value 11/30/06	1,710	10,175	23,999	23,761	93,531	101,875	39,721	46,094	2,645	2,645	161,606	184,550	1,226,750	1,226,750	1,388,356	1,411,300
Increase/(Decrease)	46	(305)	(20,380)	(20,105)	37,078	34,870	1,264	94	1,150	1,150	19,158	15,704	39,926	39,926	59,084	55,630
Ending value 02/28/07	1,756	9,870	3,619	3,656	130,609	136,745	40,985	46,188	3,795	3,795	180,764	200,254	1,266,676	1,266,676	1,447,440	1,466,930

Details of individual assets by account furnished upon request.

UTIMCO Performance Summary

February 28, 2007

	Net Asset Value 2/28/2007 (in Millions)	Periods Ended February 28, 2007 (Returns for Periods Longer Than One Year are Annualized)										
		One Month	Calendar Year To Date	Three Months	Fiscal Year To Date	Six Months	One Year	Two Years	Three Years	Four Years	Five Years	Ten Years
ENDOWMENT FUNDS												
Permanent University Fund	\$ 11,058.6	0.97	2.20	3.30	7.87	7.87	12.45	12.58	12.27	16.85	11.54	9.49
General Endowment Fund		1.11	2.37	3.50	8.20	8.20	12.81	12.65	12.34	17.09	11.73	N/A
Permanent Health Fund	1,047.2	1.12	2.37	3.47	8.20	8.20	12.79	12.58	12.28	16.98	11.62	N/A
Long Term Fund	4,949.6	1.11	2.37	3.47	8.20	8.20	12.78	12.59	12.28	17.00	11.65	10.09
Separately Invested Funds	200.3	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Total Endowment Funds	17,255.7											
OPERATING FUNDS												
Short Term Fund	1,266.7	0.40	0.85	1.30	2.64	2.64	5.24	4.39	3.42	2.83	2.61	3.98
Intermediate Term Fund	3,519.2	0.58	2.00	2.07	6.70	6.70	10.47	N/A	N/A	N/A	N/A	N/A
Total Operating Funds	4,785.9											
Total Investments	\$ 22,041.6											
BENCHMARKS (1)												
Permanent University Fund: Policy Portfolio		0.14	1.32	2.13	7.48	7.48	12.04	13.31	12.41	14.61	9.85	9.98
General Endowment Fund: Policy Portfolio		0.14	1.32	2.13	7.48	7.48	12.04	13.31	12.41	14.61	9.85	9.68
Short Term Fund: 90 Day Treasury Bills Average Yield		0.38	0.79	1.24	2.52	2.52	5.01	4.20	3.29	2.74	2.53	3.80
Intermediate Term Fund: Policy Portfolio		0.39	1.79	1.74	6.74	6.74	10.09	N/A	N/A	N/A	N/A	N/A
VALUE ADDED (2)												
Permanent University Fund		0.84	0.88	1.18	0.39	0.39	0.41	(0.74)	(0.14)	2.24	1.68	(0.49)
General Endowment Fund		0.98	1.05	1.37	0.72	0.72	0.76	(0.66)	(0.07)	2.47	1.87	N/A
Permanent Health Fund		0.98	1.05	1.34	0.72	0.72	0.74	(0.73)	(0.13)	2.37	1.77	N/A
Long Term Fund		0.98	1.04	1.34	0.72	0.72	0.74	(0.73)	(0.13)	2.38	1.80	0.41
Short Term Fund		0.02	0.06	0.06	0.12	0.12	0.23	0.19	0.13	0.09	0.08	0.18
Intermediate Term Fund		0.19	0.21	0.34	(0.04)	(0.04)	0.38	N/A	N/A	N/A	N/A	N/A

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(1) - Effective May 6, 2004, benchmark returns for the PUF policy portfolio have been restated for prior periods beginning June 1, 1993 through September 30, 2000 and for the GEF/LTF policy portfolio for prior periods beginning June 1, 1993 through September 30, 2001 to correct the following technical errors in benchmark construction and calculation: (a) to reflect actual asset class target allocations which were in place, or the practical implementation of changes to those policy allocations, and (b) to distinguish between PUF and GEF/LTF historical investment objectives and distribution policies by accurately representing actual asset class allocations during those periods.

Benchmark returns for the PUF and GEF/LTF policy portfolios were also restated for all prior periods beginning June 1, 1993 through December 31, 2003 to replace various benchmark returns reported previously for the Private Capital asset class. Specifically, the Wilshire 5000 + 4%, the benchmark used prior to January 1, 2004, was replaced with the Venture Economics Periodic IRR Index, a more appropriate benchmark measure for the actual Private Capital portfolio.

Effective August 10, 2006, benchmark returns for the PUF and GEF policy portfolios were also restated for periods beginning January 1, 2006 through April 30, 2006, and for the ITF policy portfolio for periods beginning February 1, 2006 to April 30, 2006, to replace benchmark returns for the Hedge Fund asset class due to integrity concerns regarding existing benchmarks. Specifically, composites of Standard & Poor's investable hedge fund indices were replaced with the MSCI Investable Hedge Fund Index.

Complete details of the [restatements](#) and previous policy portfolio benchmark history are documented on the UTIMCO website at www.UTIMCO.org or are available upon request.

(2) - Value added is a measure of the difference between actual returns and benchmark or policy portfolio returns for each period shown. Value added is a result of the active management decisions made by UTIMCO staff and external managers.

6. U. T. System Board of Regents: Approval of annual distributions from the Permanent University Fund, the Permanent Health Fund, the Long Term Fund, and the Intermediate Term Fund

Upon recommendation of the Board of Directors of The University of Texas Investment Management Company (UTIMCO), the Board approved that

- a. the fiscal year distribution from the Permanent University Fund (PUF) to the Available University Fund (AUF) be increased by 12.0% from \$400,685,603 to \$448,942,761 effective September 1, 2007. The distribution is an amount equal to 4.75% of the trailing 12-quarter average of the net asset value of the PUF. The increase in the distribution is a direct result of the increase in the market value of the PUF, as reflected in the trailing 12-quarter average ending February 28, 2007.
- b. the distribution rate for the Permanent Health Fund (PHF) be increased from \$0.0496 per unit to \$0.0511 per unit for Fiscal Year 2008 (effective with November 30, 2007 distribution);
- c. the distribution rate for The University of Texas System Long Term Fund (LTF) be increased from \$0.2844 per unit to \$0.2929 per unit for Fiscal Year 2008 (effective with November 30, 2007 distribution); and
- d. the distribution rate for the U. T. System Intermediate Term Fund (ITF) remain at 3.0% per annum (paid monthly) for Fiscal Year 2008.

The PUF Investment Policy states that the annual distribution from the PUF to the AUF shall be an amount equal to 4.75% of the trailing 12-quarter average of the net asset value of the PUF for the quarter ending February of each fiscal year. Per this formula, the amount to be distributed from the PUF for Fiscal Year 2007-2008 is \$448,942,761 as calculated below:

<u>Quarter Ended</u>	<u>Net Asset Value</u>
5/31/04	7,997,992,228
8/31/04	8,087,877,618
11/30/04	8,648,150,213
2/28/05	8,832,164,283
5/31/05	8,899,839,516
8/31/05	9,426,742,792
11/30/05	9,564,640,080
2/28/06	9,798,633,228
5/31/06	10,028,861,545
8/31/06	10,313,393,571
11/30/06	10,760,220,191
02/28/07	11,058,603,363
	\$ 113,417,118,628
Number of Quarters	12
Average Net Asset Value	\$ 9,451,426,552
Distribution Percentage	4.75%
FY 2007-08 Distribution	<u><u>\$ 448,942,761</u></u>

Article VII, Section 18 of the Texas Constitution requires that the amount of distributions to the AUF be determined by the U. T. System Board of Regents in a manner intended to provide the AUF with a stable and predictable stream of annual distributions and to maintain over time the purchasing power of PUF investments and annual distributions to the AUF. The Constitution further limits the U. T. Board's discretion to set annual PUF distributions to the satisfaction of three tests:

1. The amount of PUF distributions to the AUF in a fiscal year must be not less than the amount needed to pay the principal and interest due and owing in that fiscal year on PUF bonds and notes. The distribution of \$448,942,761 is substantially greater than PUF Bonds Debt Service of \$156,813,277 projected for FY 2007-2008.

System	Debt Service
U. T.	\$ 95,604,861
TAMU	61,208,416
Total	<u>\$ 156,813,277</u>

Sources: U. T. System Office of Finance
Texas A&M University System Office of
Treasury Services

2. The U. T. Board may not increase annual PUF distributions to the AUF (except as necessary to pay PUF debt service) if the purchasing power of PUF investments for any rolling 10-year period has not been preserved. As the schedule below indicates, the average annual increase in the rate of growth of the value of PUF investments (net of expenses, inflation, and distributions) for the trailing 10-year period ended February 28, 2007, was 4.13%, which indicates that the purchasing power test was met.

<u>Average Annual</u>	<u>Percent</u>
Rate of Total Return	9.68%
Mineral Interest Receipts	1.54%
Expense Rate	(0.22)% (1)
Inflation Rate	(2.46)%
Distribution Rate	(4.41)%
Net Real Return	<u>4.13%</u>

(1) The expense rate as shown is a 10-year annualized average and includes all PUF Investment and PUF Land expenses, including the UTIMCO management fee, paid directly by the PUF. Prior to November 29, 1999, expenses related to PUF Investments and PUF Lands were paid from the AUF. Management fees that are netted from asset valuations and are not paid directly by the PUF are not included, as they are a reduction to the Rate of Total Return.

3. The annual distribution from the PUF to the AUF during any fiscal year made by the U. T. Board may not exceed an amount equal to 7% of the average net fair market value of PUF investment assets as determined by the U. T. Board (except as necessary to pay PUF Bonds Debt Service). The annual distribution rate calculated using the trailing 12-quarter average value of the PUF is within the 7% maximum allowable distribution rate.

Value of PUF Investments (1)	Distribution	Distribution as a % of Value of PUF Investments	Maximum Allowed Rate
\$9,451,426,552	\$448,942,761	4.75%	7.00%

(1) Source: UTIMCO

The spending policy objectives of the PHF and LTF are to

- a. provide a predictable stable stream of distributions over time;
- b. ensure that the inflation-adjusted value of the distributions is maintained over the long term; and
- c. ensure that the inflation-adjusted value of the assets of the PHF and the LTF, as appropriate after distributions, is maintained over the long term.

The spending formula under the PHF Investment Policy Statement and the LTF Investment Policy Statement increases distributions at the rate of inflation subject to a distribution range of 3.5% to 5.5% of the average market value of the PHF assets and LTF assets for each fund's respective trailing 12 fiscal quarters. The U. T. System Board of Regents has full authority to alter distribution rates at its sole discretion.

The 3.0% increase in the PHF distribution rate of \$0.0496 to \$0.0511 per unit was based on the PHF's Investment Policy Statement to increase the distributions by the average rate of inflation for the trailing 12 quarters. The PHF's distribution rate calculated using the prior 12-quarter average value of the PHF is 4.6%, within the range of 3.5% to 5.5% set forth in the PHF Investment Policy Statement. The distribution rate of \$0.0511 per unit was approved by the UTIMCO Board on April 10, 2007.

The 3.0% increase in the LTF distribution rate from \$0.2844 to \$0.2929 per unit was based on the LTF's Investment Policy Statement to increase the distributions by the average rate of inflation for the trailing 12 quarters. The LTF's distribution rate calculated using the prior 12-quarter average value of the LTF is 4.7%, within the range of 3.5% to 5.5% set forth in the LTF Investment Policy Statement. The increase in the consumer price

index for the prior three years as of November 30, 2006, was 3.0%. The distribution rate of \$0.2929 per unit was approved by the UTIMCO Board on April 10, 2007.

The distribution rate for the ITF was set at 3.0% per annum for Fiscal Year 2007 by the UTIMCO Board and the Board of Regents on March 30, 2006 and May 11, 2006, respectively. Approval was given by the UTIMCO Board on April 10, 2007, for the rate to remain at 3.0% for Fiscal Year 2008.

REPORT AND RECOMMENDATION OF THE AUDIT, COMPLIANCE, AND MANAGEMENT REVIEW COMMITTEE (Pages 47 - 48).--Committee Chairman Estrada reported that the Audit, Compliance, and Management Review Committee met in open session to consider the matter on its agenda and to formulate recommendations for The University of Texas System Board of Regents. The action set forth in the Minute Order that follows was recommended by the Audit, Compliance, and Management Review Committee and approved in open session by the U. T. System Board of Regents.

1. U. T. System Board of Regents: Appointment of Mr. Erle Nye, Ms. Colleen McHugh, Mr. Robert B. Rowling, and Mr. Charles W. Tate to the Audit and Ethics Committee of The University of Texas Investment Management Company (UTIMCO)

The University of Texas System Board of Regents approved appointments to the Audit and Ethics Committee of The University of Texas Investment Management Company (UTIMCO) Board of Directors as follows:

Mr. Erle Nye (Chair)
Ms. Colleen McHugh
Mr. Robert B. Rowling
Mr. Charles W. Tate

Regent McHugh and Regent Rowling abstained from voting on this item.

It is also reported that the UTIMCO officers are as follows:

Chairman: Mr. H. Scott Caven, Jr.
Vice-Chairman: Mr. Robert B. Rowling
Vice-Chairman for Policy: Chancellor Mark G. Yudof

Section 66.08 of the *Texas Government Code* requires that the U. T. System Board of Regents approve the appointment of members of the Audit and Ethics Committee of the Board of Directors of UTIMCO. The UTIMCO Board of Directors recommended these appointments conditioned on the approval of the U. T. System Board of Regents.

Mr. Nye and Mr. Tate were appointed to the UTIMCO Board of Directors by the Board of Regents on March 10, 2005, and September 28, 2004, respectively. Mr. Rowling and Mr. Caven were first appointed to the UTIMCO Board of Directors by the Board of Regents on February 10, 2005, and reappointed on April 16, 2007. Ms. McHugh was first approved to the UTIMCO Board of Directors by the Board of Regents on November 10, 2005, and was reappointed on April 16, 2007.

Mr. Nye and Mr. Rowling were first approved to serve on the Audit and Ethics Committee by the Board of Regents on March 10, 2005, and reapproved on August 10, 2006. Ms. McHugh was appointed to serve on the Audit and Ethics Committee by the Board of Regents on August 10, 2006.

2. U. T. System: Report on State Auditor's Office recommendations regarding correctional managed health care funding requirements at U. T. Medical Branch - Galveston

This item was considered only by the Committee (see Committee Minutes).

3. U. T. System: Report on the Statewide Single Audit Report for the Fiscal Year ended August 31, 2006

This item was considered only by the Committee (see Committee Minutes).

4. U. T. System: Report on System-wide Information Security

This item was considered only by the Committee (see Committee Minutes).

5. U. T. System: Report on System-wide Institutional Compliance Activities

This item was considered only by the Committee (see Committee Minutes).

6. U. T. System: Report on System-wide Internal Audit Activity

This item was considered only by the Committee (see Committee Minutes).

RECONVENE BOARD OF REGENTS AS COMMITTEE OF THE WHOLE.--At 10:59 a.m., the Board reconvened as a committee of the whole.

RECESS TO EXECUTIVE SESSION.--At 11:00 a.m., Chairman Huffines announced the Board would recess to convene in Executive Session pursuant to *Texas Government Code* Sections 551.071 and 551.074 to consider outstanding matters not considered during the Executive Session yesterday (May 9) and listed on the Executive Session agenda.

RECONVENE IN OPEN SESSION.--At 12:27 p.m., the Board reconvened in open session and took the following action on matters discussed in Executive Session.

1c. U. T. System Board of Regents: Authorization to release to the public the Special Investigative Report Regarding Allegations of Impropriety at The University of Texas at Austin Office of Student Financial Services and by its Director, Dr. Lawrence W. Burt

and

2a. U. T. System Board of Regents: Authorization to release to the public the Special Investigative Report Regarding Allegations of Impropriety at The University of Texas at Austin Office of Student Financial Services and by its Director, Dr. Lawrence W. Burt

Regent Estrada moved that the Board of Regents authorize the Vice Chancellor and General Counsel, working with Chancellor Yudof, to finalize and release to the public the report related to financial aid policies at The University of Texas at Austin as directed by Chairman Huffines.

Regent Caven seconded the motion, which carried by acclamation. Chairman Huffines directed the Special Investigative Report Regarding Allegations of Impropriety at The University of Texas at Austin Office of Student Financial Services and by its Director, Dr. Lawrence W. Burt, be released on Monday, May 14, 2007.

SCHEDULED MEETING.--The next regularly scheduled meeting will be held on July 11, 2007, in Austin, Texas.

ADJOURNMENT.--There being no further business, the meeting was adjourned at 12:30 p.m.

/s/ Francie A. Frederick
General Counsel to the Board of Regents

June 1, 2007

**THE UNIVERSITY OF TEXAS SYSTEM ADMINISTRATION
DOCKET NO. 130**

April 18, 2007

TO MEMBERS OF THE FINANCE AND PLANNING COMMITTEE:

Robert B. Rowling, Chairman
John W. Barnhill, Jr.
H. Scott Caven, Jr.
Cyndi Taylor Krier
Colleen McHugh

The Docket for The University of Texas System Administration and the Dockets recommended by the respective presidents and prepared by the institutions listed below are submitted for discussion and appropriate action regarding approval of the Docket at the meeting of the U. T. System Board of Regents on May 10, 2007. The Interim Executive Vice Chancellor for Academic Affairs, the Executive Vice Chancellor for Business Affairs, the Executive Vice Chancellor for Health Affairs, the Vice Chancellor and General Counsel, and I concur in these recommendations.

<u>Institutions</u>	<u>Pages</u>
The University of Texas System Administration	Docket 1 - 4
The University of Texas at Arlington	Docket 5 - 7
The University of Texas at Austin	Docket 8 - 22
The University of Texas at Brownsville	Docket 23 - 24
The University of Texas at Dallas	Docket 25 - 27
The University of Texas at El Paso	Docket 28
The University of Texas – Pan American	Docket 29 - 30
The University of Texas of the Permian Basin	Docket 31
The University of Texas at San Antonio	Docket 32 - 33
The University of Texas at Tyler	Docket 34 - 36
The University of Texas Southwestern Medical Center at Dallas	Docket 37 - 42
The University of Texas Medical Branch at Galveston	Docket 43 - 48
The University of Texas Health Science Center at Houston	Docket 49 - 55
The University of Texas Health Science Center at San Antonio	Docket 56
The University of Texas M. D. Anderson Cancer Center	Docket 57 - 61

Mark G. Yudof
Chancellor

xc: Other Members of
the Board

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U. T. SYSTEM ADMINISTRATION

CONTRACTS

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

GENERAL CONTRACTS

FUNDS GOING OUT

1. Agency:
 - Heery International, Inc.
 - Schirmer Engineering Corporation

Funds: U. T. System anticipates contracting expenditures to exceed \$1,000,000 per year for each year of the contract.

Period: December 20, 2006 through December 19, 2012

Description: The firms agree to perform miscellaneous technical services for U. T. System on a job order basis. The services were competitively procured.

2. Agency:
 - Fugro Consultants LP by Fugro Consultants GL LLC
 - Raba-Kistner Consultants, Inc.
 - Terracon Consultants, Inc.

Funds: U. T. System anticipates contracting expenditures to exceed \$1,000,000 per year for each year of the contract.

Period: September 1, 2005 through August 31, 2011
(Contract was brought forward for Board approval once it started to reach the \$ 1 million threshold where Board approval is required.)

Description: The three geotechnical engineering and materials testing services firms agree to perform miscellaneous technical services for U. T. System on a job order basis. The services were competitively procured.

3. Agency:
 - CH2M Hill, Inc.
 - Sebesta Blomberg and Associates, Inc.

Funds: U. T. System anticipates contracting expenditures to exceed \$1,000,000 per year for each year of the contract.

Period: November 15, 2005 through November 14, 2011
(Contract was brought forward for Board approval once it started to reach the \$ 1 million threshold where Board approval is required.)

Description: The two firms agree to perform miscellaneous technical services for U. T. System on a job order basis. The services were competitively procured.

CONTRACTS (CONTINUED)

GENERAL CONTRACTS (CONTINUED)

FUNDS GOING OUT (CONTINUED)

4. Agency:
 - Boyken International, Inc.
 - Heery International, Inc.
 - Jacobs Engineering Group, Inc.
 - Parsons Commercial Technology Group, Inc.
 - URS Corporation
- Funds: U. T. System anticipates contracting expenditures to exceed \$1,000,000 per year for each year of the contract.
- Period: February 21, 2007 through February 20, 2009
- Description: The five project management firms agree to perform services for U. T. System on a job order basis. The services were competitively procured.
5. Agency:
 - Energy Testing and Balance, Inc.
 - Engineered Air Balance Co., Inc.
- Funds: U. T. System anticipates contracting expenditures to exceed \$1,000,000 per year for each year of the contract.
- Period: September 20, 2004 through September 19, 2010
(Contract was brought forward for Board approval once it started to reach the \$ 1 million threshold where Board approval is required.)
- Description: The two test and air balance, commissioning and forensic investigation firms agree to perform services for U. T. System on a job order basis. The services were competitively procured.

OTHER FISCAL ITEMS

EMPLOYMENT AGREEMENTS

The following agreement has been awarded, has been approved by the Chancellor, and is recommended for approval by the U. T. System Board of Regents. Such employment under this agreement is subject to the *Rules and Regulations* of the Board of Regents and the policies of The University of Texas System.

1. Item: Executive Vice Chancellor for Academic Affairs
Funds: \$360,000 annually
Period: Beginning June 15, 2007
Description: Agreement for employment of Executive Vice Chancellor for Academic Affairs, Dr. David B. Prior. The Executive Vice Chancellor for Academic Affairs reports to and is responsible to the Chancellor and shall hold office without fixed term subject to the pleasure of the Chancellor. System Administration will reimburse some club and professional memberships, and continuing education expenses, as well as reasonable travel expenses. Additionally, System Administration will pay for the actual costs of reasonable expenses related to moving household, personal, and professional possessions. The Chancellor has proposed a tenure-track appointment, without salary, for Dr. Prior in the John A. and Katherine G. Jackson School of Geosciences at U. T. Austin.

REAL ESTATE REPORT

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

Summary Report at February 28, 2007

	FUND TYPE							
	Current Purpose Restricted		Endowment & Similar Funds		Annuity & Life Income Funds		TOTAL	
	Book	Market	Book	Market	Book	Market	Book	Market
Land & Buildings:								
Ending Value 11/30/06	\$ 3,685,118	\$ 29,990,327	\$ 104,748,828	\$ 224,829,880	\$ 1,021,980	\$ 946,851	\$ 109,455,926	\$ 255,767,058
Increase or Decrease	1	1	514,801	(240,382)	-	-	514,802	(240,381)
Ending Value 2/28/2007	\$ 3,685,119	\$ 29,990,328	\$ 105,263,629	\$ 224,589,498	\$ 1,021,980	\$ 946,851	\$ 109,970,728	\$ 255,526,677
Other Real Estate:								
Ending Value 11/30/06	\$ 108,618	\$ 108,618	\$ 181,375	\$ 181,375	\$ -	\$ -	\$ 289,993	\$ 289,993
Increase or Decrease	(7,799)	(7,799)	(7,543)	(7,543)	-	-	(15,342)	(15,342)
Ending Value 2/28/07	\$ 100,819	\$ 100,819	\$ 173,832	\$ 173,832	\$ -	\$ -	\$ 274,652	\$ 274,652

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

Details of individual assets by account furnished on request.

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

U. T. ARLINGTON

AMENDMENTS TO THE 2006-07 BUDGET

APPOINTMENTS AND PROMOTIONS

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

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
COLLEGE OF SCIENCE					
Chemistry					
1. Edward Bellion (T)					1992
From: Professor and Acting Chair		100 SUPLT	09 09	81,291 7,000	
To: Professor and Associate Chair	1/16-5/31 1/16-5/31	100 SUPLT	09 09	81,291 7,000	
Professor and Chairperson					
2. Purnendu K. Dasgupta (T)	1/16-5/31	100 SUPL	09 01	143,000 15,889	1995
OFFICE OF THE PROVOST					
Office of the Vice President of Research					
Associate Vice President of Research					
College of Science, Biology, Professor					
3. Kelsey Downum (T)	11/1-8/31	100 SUPL 0	12 12 09	110,000 65,000 110,000	2000
4. Michael Moore (T)					1825
From: Associate Provost College of Liberal Arts Political Science Associate Professor		100 0 SUPLT	12 09 4.5	132,667 71,574 5,368	
To: Senior Associate Provost College of Liberal Arts Political Science Associate Professor	12/1-8/31 12/1-5/31 12/1-5/31	100 0 SUPLT	12 09 4.5	140,000 77,074 5,368	

OTHER FISCAL ITEMS

EMPLOYMENT AGREEMENTS

The following agreement has been awarded, has been approved by the Interim Executive Vice Chancellor for Academic Affairs, and is recommended for approval by the U. T. System Board of Regents. Such employment under this agreement is subject to the Constitution and Bylaws of the National Collegiate Athletic Association, any intercollegiate athletic conference of which The University of Texas at Arlington is a member, and the Regents' *Rules and Regulations* and the policies of The University of Texas at Arlington. The violation of the provisions of such constitution, bylaws, rules or regulations shall be grounds for suspension without pay or dismissal.

1. Item: Head Women's Volleyball Coach

From: \$45,500 annually

To: \$48,000 annually

Salary
Percent
Change: 5.49

Description: Renewal agreement for employment of Head Women's Volleyball Coach, Diane Seymour, for the designated period following the standard coach's employment contract prepared by the Office of General Counsel. With the approval of the President of the University, this merit increase is recommended at this time to coincide with the new period of the employment agreement and to recognize the outstanding leadership of Coach Seymour and the achievements of the women's volleyball program during the 2006 season. The team achieved an overall record of 25-10, accomplished a second place finish in the Southland Conference regular season, and earned participation in the championship match of the Southland Conference Post Season Tournament. Additionally, the women's volleyball program under Coach Seymour has achieved an outstanding NCAA Academic Progress Rate score of 978 for the last reporting period and her student-athletes achieved a team cumulative grade point average of 3.309 for the fall semester, 2006 with eight of her student-athletes being recognized for honor roll status with a 3.0 grade point average or higher.

Period: January 1, 2007 through December 31, 2008

FEEES AND MISCELLANEOUS CHARGES

PARKING PERMIT FEES

Approval is recommended for the following parking permit fees to be effective beginning with the Fall Semester 2007. The proposed fees are consistent with the applicable statutory requirements under Section 54.505(b) of the *Texas Education Code* and have been administratively approved by the Interim Executive Vice Chancellor for Academic Affairs.

Following Regental approval, the appropriate institution catalog will be amended to reflect these fees.

	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
<u>Faculty/Staff</u>			
Annual permit	120	150.00	25.00
Spring semester	84	105.00	25.00
Summer semester	45	56.00	25.00
<u>Students</u>			
Annual permit	90	112.50	25.00
Spring semester	66	82.50	25.00
Summer semester	36	45.00	25.00

U. T. AUSTIN

GIFTS

The following gifts have been received, have been administratively approved by the President or his delegate and are recommended for approval by the U. T. System Board of Regents.

1. Donor Name: Anonymous
College/School/ Department: College of Natural Sciences, McDonald Observatory
Purpose: Educational satellite to carry Earth observation and telecommunication data
Asset Type: Equipment - Satellite UoSAT-5 EM
Value: \$2,600,000
2. Donor Name: Chevron Energy Technology Company
College/School/ Department: Jackson School of Geosciences, Bureau of Economic Geology
Purpose: Donation for storing and maintaining core samples
Asset Type: Cash
Value: \$1,510,608
3. Donor Name: Anonymous
College/School/ Department: Athletics
Purpose: North End Zone Construction Project
Asset Type: Cash
Value: \$2,000,000
4. Donor Name: Mr. David E. Honeycutt
College/School/ Department: College of Fine Arts, Performing Arts Center
Purpose: Hogg Auditorium renovation
Asset Type: Pledge to be fulfilled by December 31, 2008
Value: \$2,000,000 (\$1,020,000 paid to date by cash)

CONTRACTS

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

FOREIGN CONTRACTS

FUNDS COMING IN

1. Agency: Petróleo Brasileiro S. A. (Petrobras)
Funds: \$220,000
Period: May 1, 2007 through August 31, 2008
Description: U. T. Austin's College of Engineering, Center for Lifelong Engineering Education, will provide professional education instruction to Petrobras engineers with training in project management.

AMENDMENTS TO THE 2006-07 BUDGET

APPOINTMENTS AND PROMOTIONS

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

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>	
			<u>No. Mos.</u>	<u>Rate \$</u>		
COLLEGE OF EDUCATION						
Educational Administration						
Sid W. Richardson Fellow in Community College Leadership and Professor						
1. Walter G. Bumphus (T)	1/16-5/31	100	09	100,000	1928	
Fellowship Supplement	1/16-5/31	SUPLT	09	60,000		
COLLEGE OF FINE ARTS						
Art and Art History						
2. John A. Yancey (T)					1927	
From:	John D. Murchison Regents Fellow in Art and Professor		100	09	87,500	
	Regents Fellowship Supplement		SUPLT	09	7,000	
	Milam Fellowship Supplement		SUPLT	09	2,500	
To:	John D. Murchison Regents Professorship in Art and Professor		100	09	100,000	
	Professorship Supplement		1/16-5/31	SUPLT	09	7,000
	Fellowship Supplement		1/16-5/31	SUPLT	09	2,500
COLLEGE OF LIBERAL ARTS						
Economics						
3. Daniel L. Slesnick (T)					1951	
From:	Rex G. Baker, Jr. Professorship in Political Economy and Professor		100	09	143,500	
To:	Rex G. Baker, Jr. Professorship in Political Economy and Professor		1/16-5/31	50	09	150,000
	Associate Dean for Research					
	Liberal Arts Dean's Office		1/16-5/31	50	12	200,000
	Associate Dean (summer)		6/1-8/31	100	12	200,000

AMENDMENTS TO THE 2006-07 BUDGET (CONTINUED)

APPOINTMENTS AND PROMOTIONS (CONTINUED)

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
COLLEGE OF LIBERAL ARTS (Continued)					
Sociology					
4. Marc A. Musick (T)					1952
From: Associate Professor		100	09	77,477	
To: Associate Professor and	1/16-5/31	50	09	84,000	
Associate Dean	1/16-5/31	50	12	112,000	
Associate Dean (summer)	6/1-8/31	100	12	112,000	
COLLEGE OF NATURAL SCIENCES					
Computer Sciences and Integrative Biology					
Warren J. and Viola Mae Raymer					
Chair and Professor					
5. William H. Press (T)	2/15-5/31	45	09	200,000	1950
	2/15-5/31	45	09	200,000	
	2/15-5/31	SUPLT	09	15,000	
Physics					
6. Linda E. Reichl (T)					1909
From: Professor		100	09	110,000	
To: Professor and	12/11-5/31	50	09	110,000	
Associate Dean	12/11-5/31	50	12	160,000	
Associate Dean (summer)	6/1-8/31	100	12	160,000	

AMENDMENTS TO THE 2006-07 BUDGET (CONTINUED)

APPOINTMENTS AND PROMOTIONS (CONTINUED)

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
COLLEGE OF PHARMACY					
Pharmacy/Office of the Dean of Pharmacy					
7. Steven W. Leslie (T)					1918
From: James A. Bauerle Centennial Professorship in Drug Dynamics and Hoechst-Roussel Centennial Endowed Professorship in Pharmacy and Professor		0	09	140,919	
Dean		100	12	207,000	
Dean Supplement		SUPLT	12	30,000	
To: Executive Vice President and Provost	1/15-8/31	100	12	340,000	
James A. Bauerle Centennial Professorship in Drug Dynamics and Hoechst-Roussel Centennial Endowed Professorship in Pharmacy and Professor	1/15-5/31	0	09	140,919	
8. Miles L. Crismon (T)					1926
From: Behrens, Inc. Centennial Professorship in Pharmacy and Professor		50	09	101,116	
Associate Dean		50	12	155,747	
Professorship Supplement		SUPLT	09	10,000	
To: Interim Dean	1/15-8/31	100	12	155,747	
Behrens, Inc. Centennial Professorship in Pharmacy and Professor	1/15-5/31	0	09	115,000	
Dean Supplement	1/15-8/31	SUPLT	12	30,000	

AMENDMENTS TO THE 2006-07 BUDGET (CONTINUED)

APPOINTMENTS AND PROMOTIONS (CONTINUED)

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>No. Mos.</u>	<u>Full-time Salary Rate \$</u>	<u>RBC #</u>
SCHOOL OF SOCIAL WORK					
Social Work/Hogg Foundation for Mental Health					
9. King E. Davis (T)					1967
From: Hogg Professorship In Sociology and Professor Executive Director					
		0	09	112,840	
		100	12	204,558	
To: The Robert Lee Sutherland Chair in Mental Health and Social Policy and Professor Executive Director					
	9/1-5/31	0	09	112,840	
	9/1-8/31	100	12	204,558	

TRANSFERS OF FUNDS

<u>Description</u>	<u>\$ Amount</u>	<u>RBC #</u>
PLANT FUNDS		
Facilities Services – CMA		
10. Amount of Transfer:	675,000	1831
From: Communication – Flat Rate Tuition Operating Income		
To: CMA – Remodel Consult Rm. 3.134 Lab – All Expenses		

Additional funding to remodel the third floor student computer lab in Room 3.134 of the Jesse H. Jones Communication Center, Building A (CMA).

AMENDMENTS TO THE 2006-07 BUDGET (CONTINUED)

TRANSFERS OF FUNDS (CONTINUED)

<u>Description</u>	<u>\$ Amount</u>	<u>RBC #</u>
PLANT FUNDS (Continued)		
Facilities Services – Brackenridge Apartments		
11. Amount of Transfer:	560,000	1832
From: Housing and Food Service – General Repair/Replacement Reserve		
To: BRK – Phase V BRK HVAC Upgrade All Expenses		
Funding for Phase V of the heating and air conditioning system upgrade at Brackenridge Apartments (BRK).		
Intercollegiate Athletics – Golf Academy		
12. Amount of Transfer:	500,000	1833
From: Intercollegiate Athletics – Various Donors Various Purposes – Gifts		
To: Golf Academy – Construction Reimbursement		
Funding for the U. T. Austin Golf Academy at The University of Texas Golf Club at Steiner Ranch. Funds were donated specifically for the Academy which provides practice, training, and related facilities for the U. T. Austin Men's and Women's golf teams.		
Facilities Services – University Teaching Center		
13. Amount of Transfer:	800,000	1955
From: Red McCombs School of Business		
Media Services – Operating Income	500,000	
Special Equipment	300,000	
To: University Teaching Center – Provide Media Upgrades – All Expenses	800,000	
Funding to provide media upgrades in the University Teaching Center.		

OTHER FISCAL ITEMS

EMPLOYMENT AGREEMENTS

The following agreements have been awarded, have been approved by the Interim Executive Vice Chancellor for Academic Affairs, and are recommended for approval by the U. T. System Board of Regents. Such employment under these agreements is subject to the Constitution and Bylaws of the National Collegiate Athletic Association, any intercollegiate athletic conference of which The University of Texas at Austin is a member, and the Regents' *Rules and Regulations* and the policies of The University of Texas at Austin. The violation of the provisions of such constitution, bylaws, rules or regulations shall be grounds for suspension without pay or dismissal.

- Item: Head Men's Tennis Coach
From: \$125,000 annually
To: \$125,000 annually
Salary
Percent
Change: n/a
Description: First amendment to the agreement for employment of Head Men's Tennis Coach, Michael Center, to extend the term of the agreement.
Incentive
Change: Payment range of \$2,000-\$10,000 rather than a fixed payment amount of \$5,000 for Team Academic Performance Incentive; enhanced the criteria for the academic goal upon which this incentive may be based to include the team retention rate and the team Academic Progress Rate.
Period: August 31, 2007 through August 31, 2010

OTHER FISCAL ITEMS (CONTINUED)

EMPLOYMENT AGREEMENTS (CONTINUED)

2. Item: Head Women's Softball Coach
- From \$113,000 annually
- To: \$113,000 annually
- Salary
Percent
Change: n/a
- Description: First amendment to the agreement for employment of Head Women's Softball Coach, Connie Clark, to extend the term of the agreement.
- Incentive
Change: Payment range of \$5,000-\$10,000 rather than a fixed payment amount of \$5,000 for Team Academic Performance Incentive; enhanced the criteria for the academic goal upon which this incentive may be based to include the team retention rate and the team Academic Progress Rate.
- Period: August 31, 2008 through August 31, 2011
3. Item: Head Women's Volleyball Coach
- From \$106,702 annually
- To: \$106,702 annually
- Salary
Percent
Change: n/a
- Description: First amendment to the agreement for employment of Head Women's Volleyball Coach, Jerritt Elliott, to extend the term of the agreement.
- Incentive
Change: Payment range of \$5,000-\$10,000 rather than a fixed payment amount of \$5,000 for Team Academic Performance Incentive; enhanced the criteria for the academic goal upon which this incentive may be based to include the team retention rate and the team Academic Progress Rate.
- Period: February 1, 2009 through February 1, 2011

OTHER FISCAL ITEMS (CONTINUED)

EMPLOYMENT AGREEMENTS (CONTINUED)

4. Item: Head Men's Golf Coach
- From \$120,000 annually
- To: \$120,000 annually
- Salary
Percent
Change: n/a
- Description: First amendment to the agreement for employment of Head Men's Golf Coach, John Fields, to extend the term of the agreement.
- Incentive
Change: Payment range of \$2,000-\$10,000 rather than a fixed payment amount of \$5,000 for Team Academic Performance Incentive; enhanced the criteria for the academic goal upon which this incentive may be based to include the team retention rate and the team Academic Progress Rate.
- Period: August 31, 2007 through August 31, 2010
5. Item: Head Women's Rowing Coach
- From \$86,493 annually
- To: \$86,493 annually
- Salary
Percent
Change: n/a
- Description: First amendment to the agreement for employment of Head Women's Rowing Coach, Carie Graves, to extend the term of the agreement.
- Incentive
Change: Payment range of \$5,000-\$10,000 rather than a fixed payment amount of \$5,000 for Team Academic Performance Incentive; enhanced the criteria for the academic goal upon which this incentive may be based to include the team retention rate and the team Academic Progress Rate.
- Period: June 30, 2007 through August 31, 2008

OTHER FISCAL ITEMS (CONTINUED)

EMPLOYMENT AGREEMENTS (CONTINUED)

6. Item: Head Women's Track and Field/Cross Country Coach
- From \$195,254 annually
- To: \$195,254 annually
- Salary
Percent
Change: n/a
- Description: First amendment to the agreement for employment of Head Women's Track and Field/Cross Country Coach, Beverly Kearney, to extend the term of the agreement.
- Incentive
Change: Added: National Coaches' Association National Coach of the Year Award equals \$5,000 bonus; payment range of \$5,000-\$10,000 rather than a fixed payment amount of \$5,000 for Team Academic Performance Incentive; enhanced the criteria for the academic goal upon which this incentive may be based to include the team retention rate and the team Academic Progress Rate.
- Period: July 31, 2007 through August 31, 2011
7. Item: Head Women's Soccer Coach
- From \$122,925 annually
- To: \$122,925 annually
- Salary
Percent
Change: n/a
- Description: First amendment to the agreement for employment of Head Women's Soccer Coach, Chris Petrucelli, to extend the term of the agreement.
- Incentive
Change: Added: National Coaches' Association National Coach of the Year Award equals \$5,000 bonus; payment range of \$5,000-\$10,000 rather than a fixed payment amount of \$5,000 for Team Academic Performance Incentive; enhanced the criteria for the academic goal upon which this incentive may be based to include the team retention rate and the team Academic Progress Rate.
- Period: December 31, 2007 through August 31, 2011

OTHER FISCAL ITEMS (CONTINUED)

EMPLOYMENT AGREEMENTS (CONTINUED)

8. Item: Head Men's Swimming and Diving Coach
- From \$145,000 annually
- To: \$145,000 annually
- Salary
Percent
Change: n/a
- Description: First amendment to the agreement for employment of Head Men's Swimming and Diving Coach, Eddie Reese, to extend the term of the agreement.
- Incentive
Change: Payment range of \$2,000-\$10,000 rather than a fixed payment amount of \$5,000 for Team Academic Performance Incentive; enhanced the criteria for the academic goal upon which this incentive may be based to include the team retention rate and the team Academic Progress Rate.
- Period: August 31, 2007 through August 31, 2010
9. Item: Head Men's Track and Field Coach
- From \$135,000 annually
- To: \$135,000 annually
- Salary
Percent
Change: n/a
- Description: First amendment to the agreement for employment of Head Men's Track and Field Coach, Charles G. Thornton, to extend the term of the agreement.
- Incentive
Change: Payment range of \$2,000-\$10,000 rather than a fixed payment amount of \$5,000 for Team Academic Performance Incentive; enhanced the criteria for the academic goal upon which this incentive may be based to include the team retention rate and the team Academic Progress Rate.
- Period: August 31, 2007 through August 31, 2010

FEEES AND MISCELLANEOUS CHARGES

PARKING PERMIT FEES

Approval is recommended for the following parking permit fee to be effective beginning with the Fall Semester 2007. The proposed fee is consistent with the applicable statutory requirements under Section 54.505(b) of the *Texas Education Code*. The fees have also been administratively approved by the Interim Executive Vice Chancellor for Academic Affairs.

Following Regental approval, the appropriate institution catalog will be amended to reflect this fee.

	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
<u>Daily Garage Use</u>			
Maximum per entry	8	9	12.50

Note: Applies to all U. T. Austin campus parking garages.

FEES AND MISCELLANEOUS CHARGES (CONTINUED)

PARKING AND TRAFFIC ENFORCEMENT FEES

Approval is recommended for the following parking enforcement fees to be effective beginning with the Fall Semester 2007. The proposed fees are consistent with the applicable statutory requirements under Section 54.503 of the *Texas Education Code*. The fees have also been administratively approved by the Interim Executive Vice Chancellor for Academic Affairs.

Following Regental approval, the appropriate institution catalog will be amended to reflect these fees.

	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
Late Fee: After 42 days	n/a	10	n/a
Driving on Campus While Privileges are Suspended	100	150	50.00
Theft or unauthorized Removal of Boot	75	150	100.00
Vehicle Towing	90	100	11.11

OTHER MATTERS

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT

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

- | | |
|---------------|--|
| Name: | Mr. Shane Whitehurst |
| Title: | Supervisor of Operations, Longhorn Foundation,
Intercollegiate Athletics |
| Position: | Member, Governor's Committee on People with Disabilities |
| Period: | February 6, 2007 through February 1, 2009 |
| Compensation: | None |
| Description: | Governor Rick Perry reappointed Mr. Whitehurst as a member of the Governor's Committee on People with Disabilities. Mr. Whitehurst has served on this committee since his first appointment on December 15, 2000. This committee serves as a central source of information and education on the abilities, rights, problems, and needs of persons with disabilities. The committee provides information and makes recommendations to the Governor and Legislature on matters relating to the full participation of persons with disabilities in all aspects of life. |

U. T. BROWNSVILLE
AMENDMENTS TO THE 2006-07 BUDGET

APPOINTMENTS AND PROMOTIONS

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

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
OFFICE OF THE VICE PRESIDENT FOR PARTNERSHIP AFFAIRS					
1. David E. Pearson (T)					1942
From: Professor		100	09	67,323	
To: Vice President for Partnership Affairs and Professor	1/1-8/31	100	12	114,000	

OTHER FISCAL ITEMS

EMPLOYMENT AGREEMENTS

The following agreements have been awarded, have been approved by the Interim Executive Vice Chancellor for Academic Affairs, and are recommended for approval by the U. T. System Board of Regents. Such employment under these agreements are subject to the Constitution and Bylaws of the National Association of Intercollegiate Athletics, any intercollegiate athletic conference of which The University of Texas at Brownsville is a member, and the Regents' *Rules and Regulations* and the policies of The University of Texas at Brownsville. The violation of the provisions of such constitution, bylaws, rules or regulations shall be grounds for suspension without pay or dismissal.

1. Item: Head Men's Soccer Coach
Funds: \$40,800 annually
Period: February 14, 2007 through August 31, 2007
Description: Initial agreement for employment of Head Men's Soccer Coach, Daniel Balaguero, for the above designated period following the standard coach's employment contract prepared by the Office of General Counsel.

2. Item: Head Women's Soccer Coach
Funds: \$40,800 annually
Period: February 22, 2007 through August 31, 2007
Description: Initial agreement for employment of Head Women's Soccer Coach, Nikola Barjaktarevic, for the above designated period following the standard coach's employment contract prepared by the Office of General Counsel.

U. T. DALLAS

GIFTS

The following gift has been received, has been administratively approved by the President or his delegate and is recommended for approval by the U. T. System Board of Regents:

1. Donor Name: T. Boone Pickens Foundation
College/School/ Department: Behavioral and Brain Sciences
Purpose: Center for BrainHealth for providing program support for clinical research and treatment in brain science
Asset Type: Cash
Value: \$5,000,000

CONTRACTS

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

FOREIGN CONTRACTS

FUNDS COMING IN

1. Agency: Autoridad Del Canal De Panamá
Funds: \$449,000
Period: March 1, 2007 through April 30, 2007
Description: Contract for a Project Management Training Program is to train current project administrators to manage large scale programs/projects primarily related to the construction, engineering and operation areas.

AMENDMENTS TO THE 2006-07 BUDGET

APPOINTMENTS AND PROMOTIONS

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

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
SCHOOL OF NATURAL SCIENCES AND MATHEMATICS					
Geosciences					
1. Emile Pessagno, Jr.					1935
From: Professor (T)		100	09	84,000	
To: Professor Emeritus	9/1-5/31			0	
 SCHOOL OF BEHAVIORAL AND BRAIN SCIENCES					
Callier Center					
2. Ross J. Roeser (T)					2015
From: Professor		100	09	105,000	
To: Howard B. and Lois C. Wolf Endowed Professorship for Pediatric Hearing and Professor	3/1-5/31	100	09	105,000	

U. T. EL PASO

AMENDMENTS TO THE 2006-07 BUDGET

APPOINTMENTS AND PROMOTIONS

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

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
BIOLOGICAL SCIENCES					
Professor					
1. June Kan-Mitchell (T)	1/1-5/31	100	09	120,000	1984

U. T. PAN AMERICAN
AMENDMENTS TO THE 2006-07 BUDGET

APPOINTMENTS AND PROMOTIONS

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

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
COLLEGE OF SCIENCE AND ENGINEERING Chemistry Department					
1. Bimal Banik (T)					2026
From: Associate Professor	9/1-5/31	100	09	61,786	
To: Associate Professor and The President's Endowed Professorship	6/1-8/31	100	09	61,786	

OTHER FISCAL ITEMS

EMPLOYMENT AGREEMENTS

The following agreement has been awarded, has been approved by the Interim Executive Vice Chancellor for Academic Affairs, and is recommended for approval by the U. T. System Board of Regents. Such employment under this agreement is subject to the Constitution and Bylaws of the National Collegiate Athletic Association, any intercollegiate athletic conference of which The University of Texas - Pan American is a member, and the *Regents' Rules and Regulations* and the policies of The University of Texas - Pan American. The violation of the provisions of such constitution, bylaws, rules or regulations shall be grounds for suspension without pay or dismissal.

1. Item: Athletic Director
From: \$80,000 annually
To: \$83,600 annually

Salary
Percent
Change: 4.50

Description: Renewal agreement for employment of Athletic Director, Scott Street, for the designated period following the standard athletic director's employment contract prepared by the Office of General Counsel.

Incentive
Change: None

Period: September 1, 2006 through August 31, 2007

U. T. PERMIAN BASIN

AMENDMENTS TO THE 2006-07 BUDGET

APPOINTMENTS AND PROMOTIONS

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

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
SCHOOL OF BUSINESS					
1. Jack Ladd (T)					1985
From: Director, John Ben Shepperd Public Leadership Institute	9/1-6/30	100	12	132,300	
To: Dean	7/1-8/31	100	12	144,300	

U. T. SAN ANTONIO

AMENDMENTS TO THE 2006-07 BUDGET

APPOINTMENTS AND PROMOTIONS

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

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
COLLEGE OF ARCHITECTURE The San Antonio Conversation Society Endowed Professorship and Professor					
1. William A. Dupont (T)	1/16-8/31	50	09	75,000	1568

OTHER FISCAL ITEMS

EMPLOYMENT AGREEMENTS

The following agreement has been awarded, has been approved by the Interim Executive Vice Chancellor for Academic Affairs, and is recommended for approval by the U. T. System Board of Regents. Such employment under this agreement is subject to the Constitution and Bylaws of the National Collegiate Athletic Association, any intercollegiate athletic conference of which The University of Texas at San Antonio is a member, and the Regents' *Rules and Regulations* and the policies of The University of Texas at San Antonio. The violation of the provisions of such constitution, bylaws, rules or regulations shall be grounds for suspension without pay or dismissal.

1. Item: Head Women's Tennis Coach
Funds: \$42,000 annually
Period: January 16, 2007 through July 31, 2010
Description: Initial agreement for employment of Head Women's Tennis Coach, Erin Boisclair, for the above designated period following the standard coach's employment contract prepared by the Office of General Counsel.

2. Item: Head Women's Cross Country Coach
Funds: \$30,945 annually
Period: August 14, 2006 through June 30, 2007
Description: Amend position title in agreement for employment of Head Men's and Women's Track and Field Coach to Head Women's Cross Country Coach, Rose Monday, for the above designated period following the standard coach's employment contract prepared by the Office of General Counsel.

U. T. TYLER

AMENDMENTS TO THE 2006-07 BUDGET

APPOINTMENTS AND PROMOTIONS

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

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
COLLEGE OF BUSINESS AND TECHNOLOGY					
Business					
1. Thomas L. Fernandez					2001
From: Professor (T)		50	09	40,457	
To: Professor Emeritus	1/16-5/31			0	
COLLEGE OF ARTS AND SCIENCE					
Biology					
2. Lynn Sherrod					2002
From: Professor (T)		100	09	83,350	
To: Professor Emeritus	1/16-5/31			0	
COLLEGE OF NURSING AND HEALTH SCIENCES					
Nursing					
3. Marian Rowe					2003
From: Professor (T)		100	09	76,391	
To: Professor Emeritus	1/16-5/31			0	

FEES AND MISCELLANEOUS CHARGES

Approval is recommended for the following housing and board rates to be effective beginning with the Fall Semester 2007. The proposed rates are consistent with applicable statutory requirements under Section 55.16 of the *Texas Education Code* and have been administratively approved by the Interim Executive Vice Chancellor for Academic Affairs.

Following Regental approval, the appropriate institutional catalog will be amended to reflect these rates.

HOUSING RATES (Including Apartments, Dormitory Rooms, Residence Halls)

	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
<u>Per Semester</u>			
<u>Apartments</u>			
2-bedroom suite	2794	3038	8.00
4-bedroom suite	2326	2588	10.00
<u>Residence Hall</u>			
Double Occupancy	1913	2250	15.00
Triple Occupancy	2138	2475	14.00

All semester housing rates listed are up to the maximum but not necessarily the rates that will be charged.

Summer session rates are based on the long session per diem rate and the number of days in the summer session.

FEES AND MISCELLANEOUS CHARGES (CONTINUED)

BOARD RATES

	<u>Current Rates \$</u>	<u>Proposed Rates \$</u>	<u>Percent Increase</u>
<u>Apartments</u>			
<u>Weekly meal plans</u>			
5 meals and \$300 dining dollars	750	790	5.00
3 meals and \$150 dining dollars	400	420	5.00
0 meals and \$315 dining dollars	300	315	5.00
 <u>Residence Hall</u>			
<u>Weekly meal plans</u>			
19 meals and \$50 dining dollars	1,225	1,285	5.00
15 meals and \$100 dining dollars	1,225	1,285	5.00
10 meals and \$250 dining dollars	1,225	1,285	5.00

Note: Meal plans include a stated amount of dining dollars. Meals are used in the residential dining hall while dining dollars allow the student the flexibility to eat at retail locations on campus. Each meal plan is different based on the students' choice for number of meals to eat in the residential dining hall and how much they choose to eat in retail operations.

U. T. SOUTHWESTERN MEDICAL CENTER - DALLAS

GIFTS

The following gift has been received, has been administratively approved by the President or his delegate, and is recommended for approval by the U. T. System Board of Regents:

1. Donor Name: Anonymous Donor
College/School/ Department: Department of Clinical Services
Purpose: The purpose of the grant is to perform research with respect to the causes, prevention, and treatment of heart failure
Asset Type: Cash
Value: \$2,000,000

CONTRACTS

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

GENERAL CONTRACTS

FUNDS COMING IN

1. Agency: Dallas County Hospital District, dba Parkland Health and Hospital System, ("District"), Columbia Hospital at Medical City Dallas Subsidiary, LP, Green Oaks Hospital Subsidiary, LP, Columbia Medical Center of Las Colinas, Inc., with North Texas Division, Inc., individually and serving as their agent, each of which is a corporation or limited partnership organized under the laws of Texas, (together, "North Texas Division"), Baylor Health Care System, Methodist Hospitals of Dallas, and Texas Health Resources, each of which is a corporation organized under the laws of Texas (North Texas Division together with the other three health systems, the "Affiliated Systems"), Columbia North Texas Subsidiary GP, LLC ("Columbia"), a Texas limited liability company, and Baylor Heart and Vascular Center, LLP ("BHVC"), a Texas registered limited liability partnership (the four Affiliated Systems, together with BHVC and Columbia, the "Affiliated Hospitals")
- Funds: Approximately \$102,957,591
- Period: September 1, 2006 through September 30, 2007
- Description: Pursuant to Master Services Agreements for Fiscal Years 2006 and 2007 between U. T. Southwestern Medical Center - Dallas and Dallas County Hospital District, approved by the U. T. System Board of Regents on August 11, 2005 and February 9, 2006, U. T. Southwestern Medical Center - Dallas has provided physicians and other health care professionals to Dallas County Hospital District dba Parkland Health and Hospital System ("District") to deliver health care for Medicaid eligible and other indigent residents in Dallas County, Texas and other district facilities, along with incidental services. In order for Dallas County and various private hospitals to maximize federal funds available for the treatment of indigent residents and to ensure more comprehensive care of indigents throughout the

GENERAL CONTRACTS (CONTINUED)

FUNDS COMING IN (CONTINUED)

metroplex, U. T. Southwestern Medical Center - Dallas seeks approval of the assignment of the Master Services Agreements to the Affiliated Hospitals. The District will continue to manage the performance of U. T. Southwestern Medical Center - Dallas under the assignment (relates to "Upper Payment Limit").

2. Agency: Medical City Dallas Subsidiary, LP, Green Oaks Hospital Subsidiary, LP, Columbia Medical Center of Las Colinas, Inc., with North Texas Division, Inc. executing individually and serving as their agent (together, "North Texas Division"), Baylor Health Care System, Methodist Hospitals of Dallas, and Texas Health Resources, each of which is a corporation organized under the laws of Texas (North Texas Division together with the other three health systems, the "Affiliated Systems"), Columbia North Texas Subsidiary GP, LLC ("Columbia"), a Texas limited liability company, and Baylor Heart and Vascular Center, LLP ("BHVC"), a Texas registered limited liability partnership (the four Affiliated Systems, together with BHVC and Columbia, the "Affiliated Hospitals")
- Funds: Approximately \$10,000,000
- Period: September 1, 2006 through September 30, 2007
- Description: U. T. Southwestern Medical Center - Dallas seeks approval of a Memorandum of Appointment ("MOA") that is related to U. T. Southwestern Medical Center - Dallas' assignment of the Master Services Agreements detailed in item 1 above. The MOA sets forth plans for the completion of an Administrative Services Agreement ("ASA") that will provide funding support from the Affiliated Hospitals for the administration of resident, clinical fellow, and basic science post-doctoral fellow graduate programs by U. T. Southwestern Medical Center - Dallas. The ASA will not be executed until receipt of an Independent Expert's final report regarding the fair market value of the aforementioned services to be provided by U. T. Southwestern Medical Center - Dallas. The MOA (1) authorizes U. T. Southwestern Medical Center - Dallas to rescind its consent to the assignment of the Master Services Agreements if the

GENERAL CONTRACTS (CONTINUED)

FUNDS COMING IN (CONTINUED)

ASA is not executed within thirty days of receipt of the Independent Expert's final report, and (2) documents the agreement of the Affiliated Hospitals, as part of the ASA, to indemnify U. T. Southwestern Medical Center - Dallas in amounts in excess of the funds received pursuant to the ASA (relates to "Upper Payment Limit").

AMENDMENTS TO THE 2006-07 BUDGET

APPOINTMENTS AND PROMOTIONS

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

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
SOUTHWESTERN MEDICAL SCHOOL					
Molecular Biology					
1. Eric N. Olson (T)					1919
From: Professor, Chairman, Robert A. Welch Distinguished Chair in Science, Director, Nancy B. and Jake L. Hamon Center for Basic Research in Cancer, and Annie and Willie Nelson Professorship in Stem Cell Research		100	12	361,000	
To: Professor, Chairman, Robert A. Welch Distinguished Chair in Science, Director, Nancy B. and Jake L. Hamon Center for Basic Research in Cancer, and Annie and Willie Nelson Professorship in Stem Cell Research, and Pogue Distinguished Chair in Research on Cardiac Birth Defects	12/1-8/31	100	12	361,000	

AMENDMENTS TO THE 2006-07 BUDGET (CONTINUED)

APPOINTMENTS AND PROMOTIONS (CONTINUED)

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
SOUTHWESTERN MEDICAL SCHOOL (Continued)					
Psychiatry					
2. John Z. Sadler (T)					1920
From: Professor, Distinguished Teaching Professor		100	12	171,800	
To: Professor, Distinguished Teaching Professor, and Daniel W. Foster, M.D. Professorship in Medical Ethics	12/1-8/31	100	12	171,800	

U. T. MEDICAL BRANCH - GALVESTON

GIFTS

The following gifts have been received, have been administratively approved by the President or his delegate, and are recommended for approval by the U. T. System Board of Regents:

- | | | |
|----|-----------------|--|
| 1. | Donor Name: | The Sealy & Smith Foundation |
| | College/School/ | |
| | Department: | School of Medicine |
| | Purpose: | Establishment of a comprehensive multi-organ transplant center |
| | Asset Type: | Cash |
| | Value: | \$11,004,050 |

- | | | |
|----|-----------------|---|
| 2. | Donor Name: | The Sealy & Smith Foundation |
| | College/School/ | |
| | Department: | School of Medicine |
| | Purpose: | Acquisition of capital equipment for the hospital |
| | Asset Type: | Cash |
| | Value: | \$5,145,768 |

CONTRACTS

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

GENERAL CONTRACTS

FUNDS COMING IN

1. Agency: United States of America, Department of Justice/
Federal Bureau of Prisons - Beaumont, Texas
Funds: \$8,054,000
Period: January 18, 2007 through July 17, 2007
Description: Modification to extend the fourth option year for U. T. Medical Branch - Galveston to continue to provide managed health care services at the Federal Correctional Complex in Beaumont, Texas.

AMENDMENTS TO THE 2006-07 BUDGET

APPOINTMENTS AND PROMOTIONS

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

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
SCHOOL OF MEDICINE					
Internal Medicine					
The Paul R. Stalnaker, M.D. Distinguished Professorship in Internal Medicine, Professor					
1. A. Clinton White (T)	1/1-8/31	100	12	210,000	1922
Microbiology and Immunology					
2. James W. LeDuc (T)					1965 1966
From: Professor		100	12	240,000	
To: Robert E. Shope, M.D. Chair in Global Health, Professor	1/10-8/31	100	12	240,000	
Neurology					
Professor					
3. S. H. Subramony (T)	2/1-8/31	100	12	185,000	1938
Obstetrics and Gynecology					
4. Gary D. Hankins (T)					1978
From: Professor		100	12	399,000	
To: Chair, Jennie Sealy Smith Distinguished Chair in Obstetrics and Gynecology, Professor	3/1-8/31	100	12	500,000	

AMENDMENTS TO THE 2006-07 BUDGET (CONTINUED)

APPOINTMENTS AND PROMOTIONS (CONTINUED)

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
SCHOOL OF MEDICINE (Continued)					
Otolaryngology					
5. Francis B. Quinn					1964
From: Clinical Professor		100	12	213,718	
To: Professor Emeritus	2/1-8/31			0	
Pediatrics					
6. Luther B. Travis					1939
From: Clinical Professor		100	12	164,172	
To: Professor Emeritus	1/1-8/3			0	

FEEs AND MISCELLANEOUS CHARGES

MEMBERSHIP RATES

The following new Alumni Field House membership rates, effective upon approval, have been administratively approved by the Executive Vice Chancellor for Health Affairs and are recommended for approval by the U. T. System Board of Regents:

<u>Yearly Rate</u>	<u>Present Rate \$</u>	<u>Proposed Rate \$</u>	<u>Percent Increase</u>
Retiree	n/a	130	n/a
Retiree/Family	n/a	205	n/a

OTHER MATTERS

APPROVAL OF DUAL POSITIONS OF HONOR, TRUST, OR PROFIT

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

- | | |
|---------------|--|
| Name: | Richard R. Rahr, Ed.D., PA |
| Title: | Professor and Chair, Physician Assistant Studies, School of Allied Health Sciences |
| Position: | Appointment to the Texas Physician Assistant Board |
| Period: | February 9, 2007 through February 1, 2011 |
| Compensation: | None |
| Description: | The Texas Physician Assistant Board is an advisory board to the Texas State Board of Medical Examiners and is charged with the review and approval of applications for the issuance or renewal of a license and has the ability to deny, suspend, or revoke a license or otherwise discipline a license holder. The duties also include safeguarding the public through professional accountability and adopting rules that are reasonable and necessary for the performance of the Texas Physician Assistant Board. |

U. T. HEALTH SCIENCE CENTER - HOUSTON

GIFTS

The following gifts have been received, have been administratively approved by the President or his delegate, and are recommended for approval by the U. T. System Board of Regents:

1. Donor Name: The Cullen Foundation
College/School/ Department: Institution
Purpose: Support the New Frontiers Campaign for capital use in the construction of the Institute of Molecular Medicine for the Prevention of Human Diseases
Asset Type: Cash
Value: \$2,250,000
2. Donor Name: John S. Dunn Research Foundation
College/School/ Department: Institution
Purpose: Support the Gulf Coast Consortia Drug Discovery Program
Asset Type: Cash
Value: \$1,520,000
3. Donor Name: Houston Endowment Inc.
College/School/ Department: Institution
Purpose: Support the New Frontiers Campaign for capital use in the construction of the Institute of Molecular Medicine for the Prevention of Human Diseases
Asset Type: Cash
Value: \$1,200,000

CONTRACTS

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

GENERAL CONTRACTS

FUNDS COMING IN

1. Agency: Complete Women's Care Center, P.A.
Funds: \$1,347,860
Period: February 1, 2007 through January 31, 2015
Description: Lease approximately 7,094 square feet at University of Texas Health Science Center Professional Building, 6410 Fannin Street, Suites 815 and 825 (collectively to be remodeled into one suite and listed as Suite 825) in Houston, Texas. The space is to be used as clinical and administrative space for a medical practice and related services.

FUNDS GOING OUT

2. Agency: Silverwind Enterprises, Inc.
Funds: \$1,577,321
Period: March 1, 2007 through June 30, 2011
Description: Provide professional services of database development and maintenance, clinical monitoring, and biostatistical analysis to U. T. Health Science Center - Houston for a National Institutes of Health Grant.

AMENDMENTS TO THE 2006-07 BUDGET

APPOINTMENTS AND PROMOTIONS

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

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
MEDICAL SCHOOL					
Health and Human Spirit Program					
1. Thomas Cole (T)					1878
From: Beth Toby Grossman Professor in Spirituality and Health and Director, John P. McGovern, M.D. Center for Health, Humanities, and the Human Spirit		100 SUPLT	12 12	162,750 40,000	
To: Professor, Director, John P. McGovern, M.D. Center for Health, Humanities and the Human Spirit and John. P. McGovern, M.D. Chair in Health, Humanities, and the Human Spirit	11/16-8/31 11/16-8/31	100 SUPLT	12 12	162,750 40,000	

AMENDMENTS TO THE 2006-07 BUDGET (CONTINUED)

APPOINTMENTS AND PROMOTIONS (CONTINUED)

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
MEDICAL SCHOOL (Continued)					
OB/GYN Administration					
2. Susan Ramin (T)					1892
From: Professor, Chair and Berel Held, M.D. Professorship in Obstetrics, Gynecology, and Reproductive Sciences		100 SUPLT	12 12	200,000 146,000	
To: Professor, Chair, and Emma Sue Hightower Professorship in Obstetrics, Gynecology, and Reproductive Sciences	12/1-8/31 12/1-8/31	100 SUPLT	12 12	200,000 146,000	
3. Manju Monga (T)					1893
From: Professor		100 SUPLT	12 12	200,000 25,000	
To: Professor and Berel Held, M.D. Professor in Obstetrics, Gynecology, and Reproductive Sciences	12/16-8/31 12/16-8/31	100 SUPLT	12 12	200,000 25,000	

AMENDMENTS TO THE 2006-07 BUDGET (CONTINUED)

APPOINTMENTS AND PROMOTIONS (CONTINUED)

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
MEDICAL SCHOOL (Continued)					
Pediatric Neurology					
4. Ian J. Butler (T)					1912 1917
From: Professor and Adriana Blood Chair in Neurology		100 SUPLT	12 12	135,000 70,000	
To: Professor and Adriana Blood Professorship in Neurology	12/16-8/31 12/16-8/31	100 SUPLT	12 12	200,000 10,000	
Ophthalmology and Visual Science					
5. Stephen L. Mills (T)					1979
From: Associate Professor		100	12	89,624	
To: Associate Professor, John P. McGovern, M.D. Distinguished Professor in Ophthalmology	3/16-8/31	100	12	89,624	

AMENDMENTS TO THE 2006-07 BUDGET (CONTINUED)

APPOINTMENTS AND PROMOTIONS (CONTINUED)

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
GENERAL ADMINISTRATION					
Academic Affairs-EVP Academic Affairs					
6. Maximilian L. Buja (T)					1907
From: Executive Vice President Academic Affairs and Distinguished Chair in Pathology and Lab Medicine		100 SUPLT	12 12	349,747 60,000	
To: Executive Vice President Academic Affairs, Distinguished Chair in Pathology and Lab Medicine and Professor in Pathology, and Distinguished Chair in Pathology and Lab Medicine	11/1-8/31 11/1-8/31	100 SUPLT	12 12	334,597 35,000	

Note: Change reduces Dr. Buja's academic appointment from 100% to 60% time and adds a 40% time appointment in the Department of Pathology.

FEES AND MISCELLANEOUS CHARGES

OTHER FEES AND CHARGES

The following new charge recommended for approval by the U. T. System Board of Regents and inclusion in the institutional catalog has been approved by the Executive Vice Chancellor for Health Affairs. The recommended charge is consistent with applicable statutory requirements under Sections 54.504 and 55.16 of the *Texas Education Code*.

<u>Name/Description</u>	<u>\$ Amount of Fee</u>
ACCELERATED MASTERS OF PUBLIC HEALTH (MPH) PROGRAM FEE Provide an accelerated MPH program for students so they may complete their degrees in one academic year. With the recent increase in minimum semester credit hours required for the MPH from 36 to 45 hours, logistics for completing the degree in the 12-month timeline were not impossible.	4,000 per semester

U. T. HEALTH SCIENCE CENTER - SAN ANTONIO

AMENDMENTS TO THE 2006-07 BUDGET

APPOINTMENTS AND PROMOTIONS

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

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
DENTAL SCHOOL					
General Dentistry					
1. Spencer W. Redding (T)					2018
From: Professor		100	12	113,674	
To: Professor and Chairman/ Castella Dental Chair Dental Diagnostic Science	2/5-8/31	100	12	157,610	
GRADUATE SCHOOL OF BIOMEDICAL SCIENCES					
Institute of Biotechnology					
Professor					
2. Rong Li (T)	1/1-8/31	100	12	150,000	1934
SCHOOL OF MEDICINE					
Radiation Oncology					
Professor and Chair					
3. Chul Soo Ha (T)	12/1-8/31	100	12	393,000	1933

U. T. M. D. ANDERSON CANCER CENTER

GIFTS

The following gifts have been received, have been administratively approved by the President or his delegate, and are recommended for approval by the U. T. System Board of Regents:

- | | |
|-----------------|--|
| 1. Donor Name: | The Mays Family Foundation |
| College/School/ | |
| Department: | Institution |
| Purpose: | To support the South Campus Research Building Center
for Targeted Therapy |
| Asset Type: | Cash |
| Value: | \$1,200,000 |

- | | |
|-----------------|-------------------------------------|
| 2. Donor Name: | The Prostate Cancer Foundation |
| College/School/ | |
| Department: | Institution |
| Purpose: | To support prostate cancer research |
| Asset Type: | Cash |
| Value: | \$2,000,000 |

CONTRACTS

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

GENERAL CONTRACTS

FUNDS GOING OUT

1. Agency: Central Admixture Pharmacy Service, Inc.
Funds: Cost will not exceed \$10,000,000. The cost of services is based on the unit price of each individual dose ordered.
Period: March 1, 2007 through February 28, 2010
Description: Vendor will provide pharmacy admixture/compounding services including, but not limited to, the required personnel and labor, admixture/compounding supplies and equipment.
2. Agency: WGH Holly Hall, LP
Funds: Estimated lease costs will be \$5,000,000
Period: February 1, 2007 through December 31, 2014
Description: Lease of Holly Hall building located at 2555 Holly Hall, Houston, Texas, with option to purchase Holly Hall and El Rio buildings. The El Rio Building is located at 8000-8080 El Rio, Houston, Texas. The Holly Hall building will serve as a satellite blood bank.
3. Agency: Avanade, Inc.
Funds: Total payments under this Agreement will not exceed \$5,000,000 without prior written authorization from U. T. M. D. Anderson Cancer Center. The cost of services is based on time and materials as well as reimbursable expenses. Pricing will remain fixed until September 30, 2007 and rate increases cannot exceed 5% over the previous year's rates.
Period: January 15, 2007 through January 14, 2008
Description: Vendor will provide Microsoft infrastructure upgrade services for U. T. M. D. Anderson Cancer Center, including current environment analysis, requirements and risks assessments, conceptual designs and options, and integrated work plans with respect to active directory, Exchange server, file, print and storage services, Lotus Notes, and an integrated conversion solution.

AMENDMENTS TO THE 2006-07 BUDGET

APPOINTMENTS AND PROMOTIONS

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

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
MEDICAL STAFF					
Gastrointestinal Medicine and Nutrition					
1. Robert Bresalier (T)					1924
From: Chair, Professor, and Birdie J. and Lydia J. Resoft Distinguished Professorship		100	12361,056		
To: Professor and Birdie J. and Lydia J. Resoft Distinguished Professorship	1/1-8/31	100	12	361,056	
Psychiatry					
2. Alan Valentine (T)					1930
From: Associate Professor		100 SUPLT	12214,077 12	2,000	
To: Chair ad interim and Associate Professor	1/1-8/31	100 SUPLT	12 12	214,077 14,000	

AMENDMENTS TO THE 2006-07 BUDGET (CONTINUED)

APPOINTMENTS AND PROMOTIONS (CONTINUED)

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
MEDICAL STAFF (Continued)					
Radiation Oncology					
3. James D. Cox (T)					1946
From: Division Head, Chair, Professor, and Hubert L. and Olive Stringer Distinguished Chair, and Chair ad interim in Experimental Oncology Research		100		12532,090	
To: Division Head, Professor and Hubert L. and Olive Stringer Distinguished Chair	2/1-8/31	100	12	532,090	
4. Thomas A. Buchholtz (T)					1945
From: Professor		100 SUPLT		12414,622 12 10,000	
To: Chair and Professor	2/1-8/31	100	12	455,000	
Thoracic and Cardiovascular Surgery					
5. Stephen Swisher (T)					1931
From: Professor		100		12459,067	
To: Chair and Professor	2/1-8/31	100	12	570,000	

AMENDMENTS TO THE 2006-07 BUDGET (CONTINUED)

APPOINTMENTS AND PROMOTIONS (CONTINUED)

<u>Description</u>	<u>Effective Date</u>	<u>% Time</u>	<u>Full-time Salary</u>		<u>RBC #</u>
			<u>No. Mos.</u>	<u>Rate \$</u>	
MEDICAL STAFF (Continued)					
Thoracic and Cardiovascular Surgery (Continued)					
6. Jack Roth (T)					1932
From: Chair, Professor, and Bud Johnson Clinical Distinguished Chair		100	12	571,845	
To: Professor and Bud Johnson Clinical Distinguished Chair	2/1-8/31	100	12	571,845	
Surgical Oncology					
7. Steven A. Curley (T)					1923
From: Professor		100 SUPLT	12 12	480,000 20,000	
To: Professor and Charles B. Barker Chair in Surgery	1/1-8/31	100 SUPLT	12 12	486,000 20,000	
RESEARCH					
Biostatistics					
8. Donald Berry (T)					1870
From: Chair, Professor, and Frank T. McGraw Memorial Chair		100	12	304,626	
To: Division Head, Chair, Professor, and Frank T. McGraw Memorial Chair	12/1-8/31	100	12	335,100	